

# Fund Assure

Investment Report, June 2016



Dear Friends,

**The month of June 2016 saw the benchmark index S&P BSE Sensex gain 1.24% while Nifty 50 gained 1.56%. The Mid-cap index, Nifty Free Float Mid-cap 100 surged 3.94% during the same period.**

On the global front, Britain voted to leave the European Union (EU) in a close referendum, triggering a global risk off sentiment. Once the initial knee jerk reaction subsided, market experts came around to the considered view that the EU could probably take Brexit in its stride and survive unless it led to a contagion of other Euro-member exits. Now Britain will need to renegotiate all trade agreements with EU in what could be a long drawn process over many months. A leave date of two years post Britain invoking Article 50 of the Lisbon treaty seems the most likely scenario.

The June FOMC meeting of the US Federal Reserve (Fed) signalled a dovish stance even though the Fed chairperson de-emphasized the significance of any single monthly report in a reference to the anaemic employment report for the month of May. In its FOMC meeting, the Fed acknowledged the rise in uncertainty around jobs data and potential risk from a Brexit scenario. Britain's vote to leave the EU is likely to keep the Fed on an extended pause pushing back its initial plans to continue hiking interest rates over the next few months.

On the domestic front, the Indian government raised foreign investment caps in key sectors, brought more investments under the automatic route and relaxed some conditions governing FDI to improve the ease of doing business. Additionally, the local sourcing norm for single brand sector has been relaxed in 'state of the art' and 'cutting edge' technologies.

The fiscal deficit in the first two months of fiscal 2017 was at 43% of the FY2017 budget estimate with gross tax collections growing 38.3%, higher than the 11.9% growth budgeted in FY2017 with robust growth in indirect tax collections at 40.8% and direct tax collections at 33.9%. Total expenditure increased 13.4% with non-plan expenditure increasing 3.4% and plan expenditure growth of 45.8% as the government seems intent on front-loading plan expenditure with a particular emphasis on rural and urban development.

The Union cabinet accepted the recommendations of 7<sup>th</sup> central pay commission with regards to pay and pensions for around 10mn central government workers and pensioners even as it deferred the recommendation on allowances to a committee headed by the finance secretary for further examination. The total fiscal impact of the full pay commission was projected earlier at ₹1.02 tn annually which now stands at around ₹850 bn after excluding the expenditure on allowances but including the arrears, to be shared between central government at ₹606bn and railways at ₹243bn. It is expected that wage revisions will help boost private consumption especially in urban areas thus supporting overall growth with help from lower cost of capital through improved monetary transmission.

The south west monsoon has seen a strong pick up in recent weeks as cumulative rainfall till June 29<sup>th</sup> was just 11% below normal. Out of the 36 subdivisions across India, 8 have received excess rainfall, 17 have received normal rainfall, 9 have received deficient rainfall, and 2 have received scanty rainfall thus far. The sowing of Kharif (summer crop) as of July 1, 2016 was 22.7% lower than the same period last year with shortfall in oilseeds, pulses, coarse cereals and cotton.

India's Current Account Deficit for Q4 FY 2016 printed a moderate USD 0.3 bn, much lower than the USD 7.1 bn seen in the prior quarter due to low oil prices and muted gold imports. For FY2016, CAD stood at a manageable 1.1% of GDP and BoP surplus stood at USD 17.9 bn in FY2016.

India's trade deficit for the month of May printed a comfortable USD 6.3 bn, albeit higher than USD 4.8 bn in April. Exports in May contracted by 0.8% yoy as against a more severe contraction of 6.7% in April to USD22.2 bn while imports contracted by 13.2% yoy to USD28.4 bn in May against a more severe contraction of 23.1% in April.

The Consumer Price Index (CPI) inflation for May 2016 came in at 5.8%, higher than the market expectation of around 5.6% as well as higher than the 5.5% registered in the month of April. Wholesale Price Index (WPI) inflation for May 2016 was at 0.8% as against 0.3% in the prior month. CPI and WPI inflation prints for the month of May 2016, though on a higher trajectory, continue to confirm the presence of disinflationary forces in the economy.

Given the improving macro economic backdrop, we believe that the equity market offers an attractive entry point for a long-term investor with a 3-5 year view.

**Team Investment**

**Equity Market Outlook**

The month of June 2016 saw the benchmark index S&P BSE Sensex gain 1.24% while Nifty 50 gained 1.56%. The Mid-cap index, Nifty Free Float Mid-cap 100 surged 3.94% during the same period.

The FIIIs were net buyers with inflows of around USD 0.72 bn in the month of June 2016 and the DIIs were net sellers to the tune of USD 0.32 bn with insurance companies' net sellers to the tune of around USD 0.36 bn even as domestic mutual funds were net buyers to the tune of USD 0.04 bn.

In the month of June, the Indian equity market took the key global event, 'Brexit' in its stride and scaled higher levels on the back of domestic triggers such as 7<sup>th</sup> pay commission, a pickup in monsoons after a slow start and a slew of reforms announced by the government. Going forward, the markets will react to the Q1 FY 2017 earnings season, legislative activity in the monsoon session of parliament around the possible passage of the key GST Bill, the announcement of the new RBI governor as well as further progress of the monsoons in the crucial sowing months of July and August.

In an effort to open up the Indian aviation sector, the government announced the National Civil Aviation Policy, where it eased the norms for domestic carriers to fly international routes. The policy outlined guidelines to make flying more affordable by capping airfares and increase regional connectivity by creating a 'viability funding mechanism' to support airlines on unviable routes.

The Union Cabinet has approved the Bill to allow malls, local markets, restaurants and movie theatres, not covered under the Factories Act 1948 with more than 10 employees, to remain open for 24 hrs and 7 days a week. Once the Bill is passed, the retail industry expects higher footfalls, open new avenues of growth, and a level-playing field with e-commerce players in addition to generating jobs and increasing consumer convenience.

The Union Cabinet approved a special package for the textile and apparels sectors with the aim of generating 10 mn jobs in these sectors over the next three years. The package includes various measures which are labour friendly, promote employment generation, economies of scale and boost exports. In a bid to attract private sector investment into exploration of non-fuel and non-coal minerals, the Union Cabinet approved the National Mineral Exploration Policy (NMEP) which allows acreages to be auctioned to private companies for mining on a revenue-sharing model.

The RBI released the Financial Stability Report (FSR), reflecting the overall assessment on the stability of India's financial system and its resilience to risks where it noted the sharp rise in the GNPA's to 7.6% from 5.1% between September 2015 and March 2016, largely reflecting the NPA recognition due to asset quality review (AQR). Moreover, the profitability of scheduled commercial banks (SCBs) declined significantly with the public sector banks (PSBs) recording losses during FY 2016. While the credit and deposit growth of SCBs slowed significantly during FY 2016, their overall capital to risk-weighted assets ratio (CRAR) level increased between September 2015 and March 2016. Going forward, a slew of measures taken by the Government to address the issues related to distressed industrial sectors is expected to improve the credit growth.

The RBI introduced 'Scheme for Sustainable Structuring of Stressed Assets' for resolution of large borrower accounts, differentiating the sustainable and unsustainable lending to the company, allowing banks to convert only the unsustainable debt to equity. This will accelerate the process of placing real assets back on track by reworking the financial structure of entities facing genuine difficulties, while providing the possibility of upside to the lenders when the borrower turns around.

The recent uptick in the monsoons, the announcement of the 7<sup>th</sup> Pay commission as well as the sustained reforms momentum of the government are positive for corporate earnings in the medium term while the low earnings base is favorable for the FY 2017 corporate earnings.

Given the improving macro economic backdrop, we believe that the equity market offers an attractive entry point for a long-term investor with a 3-5 year view.

**Debt Market Outlook**

Debt market in the month of June 2016 saw the benchmark 10 year Government security (G-sec) close the month at 7.45%, easing by 2 bps over the month. On the corporate bond side, the 10 year AAA corporate bond closed the month at around 8.21%, easing by 2 bps over the month.

In the month of June, the Foreign Portfolio Investors (FPIs) were sellers of Indian debt to the extent of USD 0.88 bn.

The government has notified the relevant amendments to the RBI Act thereby enabling the formation of a monetary policy committee (MPC) along expected lines. The six-member MPC will have three RBI personnel, including the Governor (chairperson) and the Deputy Governor for macro-inputs. The government will appoint the remaining three members following a search and selection panel. The RBI Governor will have a casting vote in case of a tie.

The minutes of RBI's technical committee prior to the second bi-monthly monetary policy revealed that three of the five members recommended no change in the policy rate while two members sought a 25 bps reduction in the repo rate.

The members noted that the global economic recovery was struggling to gain momentum as strong decelerating forces persisted in inhibiting growth in key emerging market economies (EMEs) even as growth in some key advanced economies (AEs) had moderated. Deflation fears remained on account of subdued global trade, weak growth prospects in EMEs and still low commodity prices.

On domestic economic growth, the members were concerned on account of the sustained weakness of industrial production and low capacity utilization numbers reflecting demand shortfall. However, they noted the improvement in corporate sector activity with double digit growth in EBIDTA.

Most of the members expressed concern on the inflation outlook since food inflation had risen by 100 bps, headline inflation inched up by 60 bps as well as core inflation has remained sticky in recent months. They also noted upside risks to inflation associated with a rebound in international crude oil prices and opined that further upside risks to inflation could arise from the implementation of the 7<sup>th</sup> pay commission, one-rank-one-pension recommendations and adverse supply shocks.

For the second bi-monthly monetary policy, three of the five members who recommended no change in the policy rate, wanted to see substantially lower inflation relative to the FY 2017 target of 5% on a durable basis; assess the effect of the monsoon in the next couple of months and get further clarity on the US Federal Reserve's stance on the Fed funds rate.

Two members recommended a policy repo rate reduction by 25 bps as they opined that the shortfall of demand in the economy called for some stimulus consistent with flexible inflation targeting as well as anchoring of inflation expectation and expected the effect of the predicted good monsoon to keep food prices under check. One of these two members was of the view that, given the fragmentation and incompleteness of India's financial markets, the repo rate had proved to be a much less effective instrument of monetary policy and hence, the RBI needs to ensure that there is ample liquidity and that reserve money expands by 12-14% if the effects of previous repo rate changes are to be transmitted to the markets.

We remain constructive on the fixed income market and believe that the delay in the interest rate hike from the US Federal Reserve due to concerns surrounding Brexit has eased pressures on the Indian fixed income space. A recent pick up in the south west monsoon augurs well for the fall in food inflation trajectory in the medium term. This would open up more space for the RBI to nudge the repo rate lower and trigger the next leg of easing in G-sec yields.

# Fund Assure, Investment Report, June 2016

**Equity Fund**

**Short Term Fixed  
Income Fund**

**Income Fund**

**Liquid Fund**

**Bond Fund**

**Balanced Fund**

# EQUITY FUND

ULGF 001 02/03/04 E1 110  
Fund Assure, Investment Report, June 2016

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## Fund Details

**Investment Objective:** The primary investment objective of the fund is to generate long term capital appreciation from a portfolio that is invested predominantly in equity and equity linked securities.

**NAV as on 30 June, 16:** ₹53.2010

**Benchmark:** S&P BSE Sensex - 100%

### Investment Style

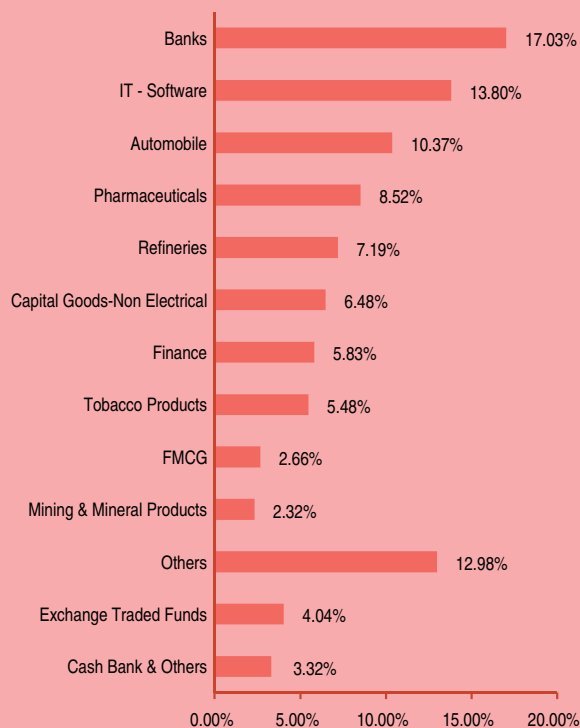
Investment Style			Size
Value	Blend	Growth	Large
			Mid
			Small

## Fund Performance

Period	Date	NAV	S&P BSE Sensex	NAV Change	INDEX Change
Last 3 Months	31-Mar-16	49.5275	25341.86	7.42%	6.54%
Last 6 Months	31-Dec-15	50.7126	26117.54	4.91%	3.38%
Last 1 Year	30-Jun-15	53.3917	27780.83	-0.36%	-2.81%
Last 2 Years	30-Jun-14	47.8473	25413.78	5.45%	3.07%
Last 3 Years	28-Jun-13	36.6695	19395.81	13.21%	11.66%
Last 4 Years	29-Jun-12	32.7793	17429.98	12.87%	11.56%
Last 5 Years	30-Jun-11	35.3604	18845.87	8.51%	7.46%
Since Inception	29-Mar-04	10.0000	5571.37	14.60%	13.73%

**Note:** The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

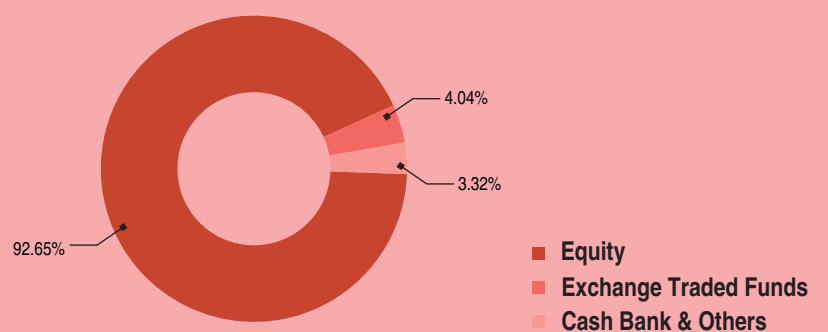
## Sector Allocation



## Portfolio

Instrument	Industry/Rating	% Of NAV
<b>Equity</b>		<b>92.65</b>
Infosys Technologies Ltd.	IT - Software	7.81
HDFC Bank Ltd.	Banks	6.98
Reliance Industries Ltd.	Refineries	6.13
ITC Ltd.	Tobacco Products	5.48
ICICI Bank Ltd.	Banks	5.17
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	5.15
HDFC Ltd.	Finance	4.83
Tata Motors Ltd.	Automobile	3.95
Tata Consultancy Services Ltd.	IT - Software	3.22
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	3.20
Mahindra and Mahindra Ltd.	Automobile	2.33
Coal India Ltd	Mining & Mineral Products	2.32
Lupin Ltd.	Pharmaceuticals	2.28
Hindustan Unilever Ltd.	FMCG	2.06
HCL Technologies Ltd.	IT - Software	1.91
Other Equity		29.83
<b>Exchange Traded Funds</b>		<b>4.04</b>
Goldman Sachs Banking Index Exchange Traded Scheme		4.04
<b>Cash Bank &amp; Others</b>		<b>3.32</b>
<b>Total</b>		<b>100.00</b>

## Asset Allocation



# SHORT TERM FIXED INCOME FUND

ULGF 004 01/07/06 S1 110  
Fund Assure, Investment Report, June 2016

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## Fund Details

**Investment Objective:** Short Term Fixed Income Fund is a unit linked fund devised with the objective of generating stable returns by investing in fixed income securities having shorter maturity periods. Under normal circumstances, the average maturity of the fund may be in the range of 1-3 years.

**NAV as on 30 June, 16:** ₹20.1516

**Benchmark:** CRISIL India Short Term Bond Index -100%

### Investment Style

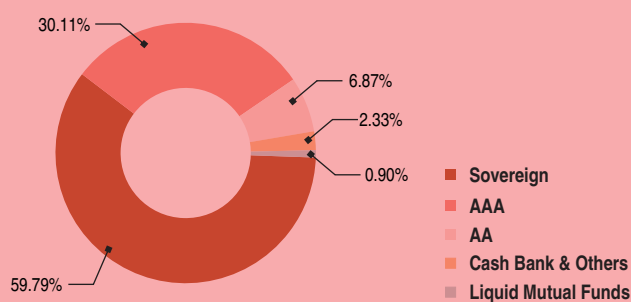
Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

## Fund Performance

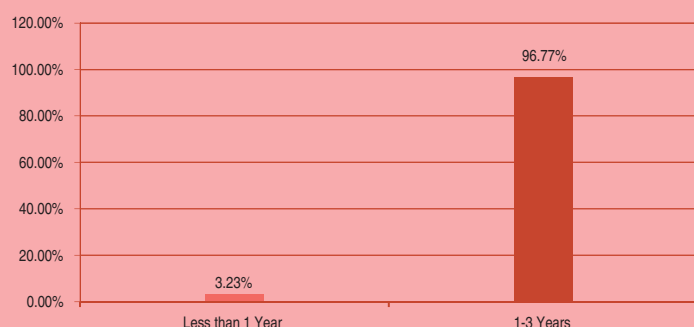
Period	Date	NAV	Crisil Short Term Bond Index	NAV Change	INDEX Change
Last 3 Months	31-Mar-16	19.7494	2639.60	2.04%	2.20%
Last 6 Months	31-Dec-15	19.3682	2582.68	4.04%	4.46%
Last 1 Year	30-Jun-15	18.6541	2476.46	8.03%	8.94%
Last 2 Years	30-Jun-14	17.1658	2260.35	8.35%	9.25%
Last 3 Years	28-Jun-13	15.8884	2077.40	8.25%	9.10%
Last 4 Years	29-Jun-12	14.5847	1900.63	8.42%	9.15%
Last 5 Years	30-Jun-11	13.4021	1746.69	8.50%	9.08%
Since Inception	03-Jul-06	10.0000	1242.33	7.26%	8.06%

**Note:** The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

## Rating Profile



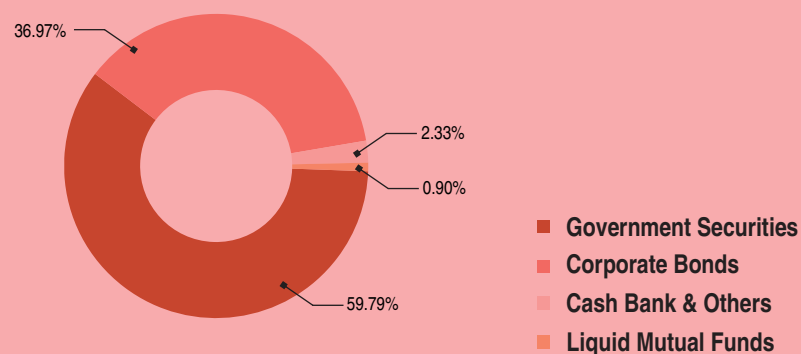
## Maturity Profile



## Portfolio

Instrument	Industry/Rating	% Of NAV
<b>Government Securities</b>		<b>59.79</b>
7.83% GOI 11-Apr-18	Sovereign	27.01
7.28% GOI 03-Jun-19	Sovereign	26.91
6.05% GOI 02-Feb-19	Sovereign	5.87
<b>Corporate Bonds</b>		<b>36.97</b>
11.00% IOC Ltd. 10-Sep-18	AAA	8.00
9.43% IRFC Ltd. 23-May-18	AAA	7.77
9.30% Blue Dart Express Ltd. 20-Nov-17	AA	6.87
8.43% IDFC Bank Ltd. 02-Feb-18	AAA	6.08
7.85% PFC Ltd. 15-Apr-19	AAA	6.03
0.00% NHB 24-Dec-18	AAA	2.24
<b>Cash Bank &amp; Others</b>		<b>2.33</b>
<b>Liquid Mutual Funds</b>		<b>0.90</b>
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth Plan		0.90
<b>Total</b>		<b>100.00</b>

## Asset Allocation



# INCOME FUND

ULGF 002 02/03/04 I1 110  
Fund Assure, Investment Report, June 2016

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## Fund Details

**Investment Objective:** The primary investment objective of the fund is to generate income through investing in a range of debt and money market instruments of various maturities with a view to maximizing the optimal balance between yield, safety and liquidity. The fund will have no investments in equity or equity linked instruments at any point in time.

**NAV as on 30 June, 16:** ₹23.6675

**Benchmark:** CRISIL Composite Bond Index -100%

### Investment Style

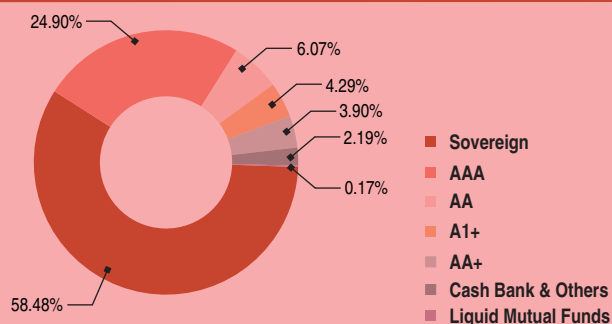
Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

## Fund Performance

Period	Date	NAV	Crisil Composite Bond Index	NAV Change	INDEX Change
Last 3 Months	31-Mar-16	23.1399	2539.00	2.28%	2.44%
Last 6 Months	31-Dec-15	22.5395	2477.75	5.00%	4.97%
Last 1 Year	30-Jun-15	21.5880	2360.29	9.63%	10.19%
Last 2 Years	30-Jun-14	19.3289	2124.53	10.66%	10.64%
Last 3 Years	28-Jun-13	18.5366	2031.10	8.49%	8.59%
Last 4 Years	29-Jun-12	16.5526	1834.39	9.35%	9.12%
Last 5 Years	30-Jun-11	15.0786	1687.72	9.44%	9.03%
Since Inception	02-Mar-04	10.0000	1193.20	7.23%	6.52%

**Note:** The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

## Rating Profile



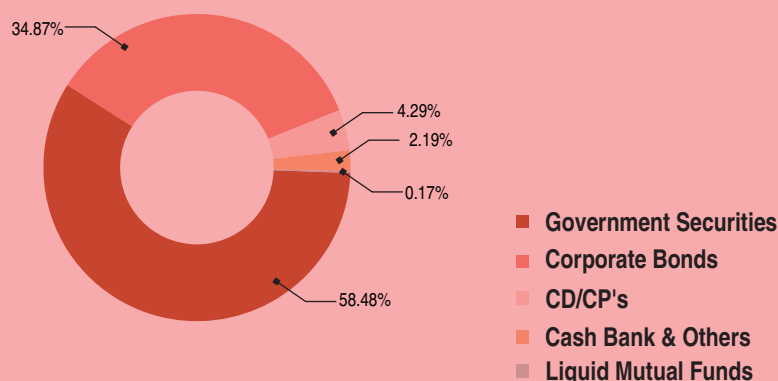
## Maturity Profile



## Portfolio

Instrument	Industry/Rating	% Of NAV
<b>Government Securities</b>		<b>58.48</b>
7.59% GOI 11-Jan-26	Sovereign	13.46
8.17% GOI 01-Dec-44	Sovereign	12.13
8.83% GOI 25-Nov-23	Sovereign	9.02
8.40% GOI 28-Jul-24	Sovereign	8.59
8.13% GOI 22-Jun-45	Sovereign	4.94
7.72% GOI 26-Oct-55	Sovereign	4.68
6.90% GOI 04-Feb-26	Sovereign	3.55
7.72% GOI 25-May-25	Sovereign	2.11
<b>Corporate Bonds</b>		<b>34.87</b>
2.00% Tata Steel Ltd. 23-Apr-22	AA	6.07
9.24% LIC Housing Finance Ltd 30-Sep-24	AAA	4.42
8.20% PFC Ltd. 10-Mar-25	AAA	4.29
8.85% Yes Bank Ltd. 24-Feb-25	AA+	3.90
8.33% NTPC Ltd. 24-Feb-21	AAA	3.88
10.40% Reliance Ports & Terminals Ltd. 18-Jul-21	AAA	3.65
8.70% IDFC Bank Ltd. 20-May-25	AAA	2.24
8.11% REC Ltd. 07-Oct-25	AAA	1.58
8.13% NPCIL 28-Mar-30	AAA	0.76
8.13% NPCIL 28-Mar-29	AAA	0.76
8.13% NPCIL 28-Mar-28	AAA	0.76
8.13% NPCIL 26-Mar-27	AAA	0.76
8.13% NPCIL 28-Mar-31	AAA	0.75
8.19% NTPC Ltd. 15-Dec-25	AAA	0.75
9.35% REC Ltd. 15-Jun-22	AAA	0.22
8.93% NTPC Ltd. 19-Jan-21	AAA	0.09
<b>CD/CP's</b>		<b>4.29</b>
HDFC Ltd. CP 25-May-17	A1+	3.49
State Bank of Hyderabad CD 24-Feb-17	A1+	0.80
<b>Cash Bank &amp; Others</b>		<b>2.19</b>
<b>Liquid Mutual Funds</b>		<b>0.17</b>
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth Plan		0.17
<b>Total</b>		<b>100.00</b>

## Asset Allocation





# LIQUID FUND

ULGF 003 02/03/04 L1 110  
Fund Assure, Investment Report, June 2016

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## Fund Details

**Investment Objective:** The primary investment objective of the fund is to provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through investments made primarily in money market and debt securities. The fund will have no investments in equity or equity linked instruments at any point in time.

**NAV as on 30 June, 16:** ₹22.7278

**Benchmark:** CRISIL Liquid Fund Index -100%

### Investment Style

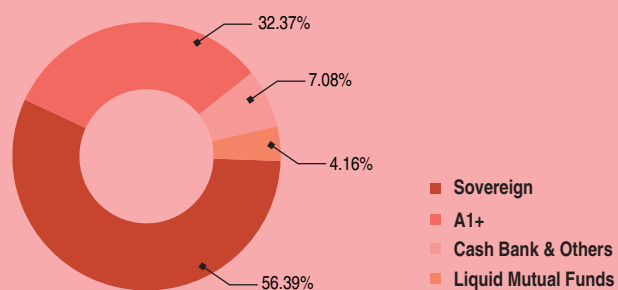
Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

## Fund Performance

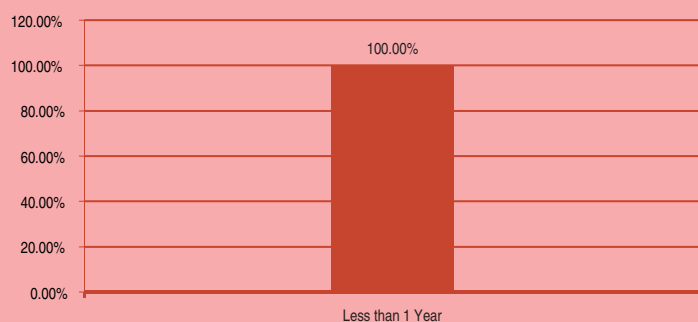
Period	Date	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 3 Months	31-Mar-16	22.3757	2507.51	1.57%	1.88%
Last 6 Months	31-Dec-15	22.0258	2458.70	3.19%	3.90%
Last 1 Year	30-Jun-15	21.2631	2367.53	6.89%	7.90%
Last 2 Years	30-Jun-14	19.6746	2176.65	7.48%	8.33%
Last 3 Years	28-Jun-13	18.1784	1984.51	7.73%	8.78%
Last 4 Years	29-Jun-12	16.7389	1835.48	7.95%	8.62%
Last 5 Years	30-Jun-11	15.3874	1688.85	8.11%	8.63%
Since Inception	25-May-04	10.0000	1113.63	7.02%	7.10%

**Note:** The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

## Rating Profile



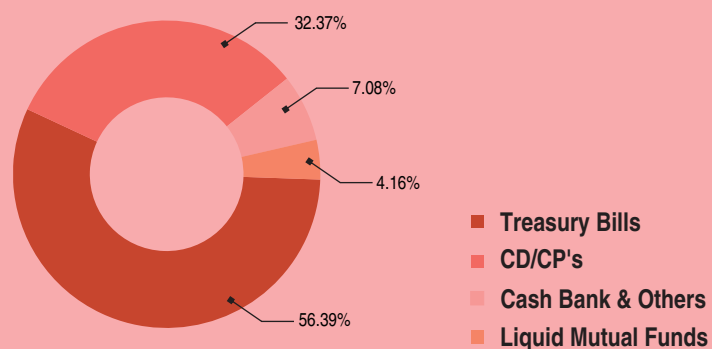
## Maturity Profile



## Portfolio

Instrument	Industry/Rating	% Of NAV
<b>Treasury Bills</b>		<b>56.39</b>
364 Days Tbill 16-Sep-16	Sovereign	30.74
364 Days Tbill 21-Jul-16	Sovereign	16.57
364 Days Tbill 08-Dec-16	Sovereign	9.08
<b>CD/CP's</b>		<b>32.37</b>
Axis Bank CD 28-Oct-16	A1+	8.89
HDFC BANK CD 29-Dec-16	A1+	8.03
ICICI Bank CD 28-Jun-17	A1+	7.26
Kotak Mahindra Prime Ltd. CP 21-Jun-17	A1+	4.32
HDFC Ltd. CP 25-May-17	A1+	3.87
<b>Cash Bank &amp; Others</b>		<b>7.08</b>
<b>Liquid Mutual Funds</b>		<b>4.16</b>
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth Plan		4.16
<b>Total</b>		<b>100.00</b>

## Asset Allocation



# BOND FUND

ULGF 005 17/08/07 BO 110  
Fund Assure, Investment Report, June 2016

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## Fund Details

**Investment Objective:** The primary investment objective of the fund is to generate income through investing in a range of debt and money market instruments of various maturities with a view to maximizing the optimal balance between yield, safety and liquidity. The fund will have no investments in equity or equity linked instruments at any point in time.

**NAV as on 30 June, 16:** ₹20.2262

**Benchmark:** CRISIL Composite Bond Index -100%

### Investment Style

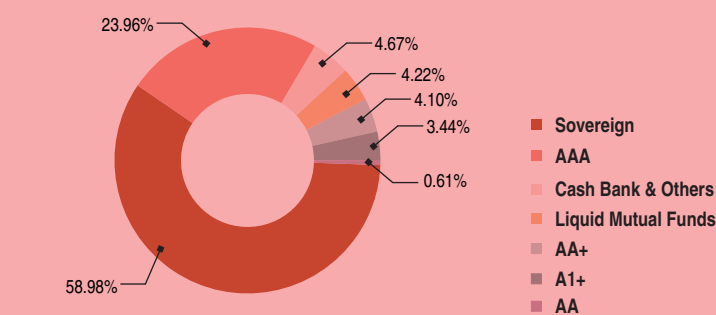
Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

## Fund Performance

Period	Date	NAV	Crisil Composite Bond Index	NAV Change	INDEX Change
Last 3 Months	31-Mar-16	19.7790	2539.00	2.26%	2.44%
Last 6 Months	31-Dec-15	19.2552	2477.75	5.04%	4.97%
Last 1 Year	30-Jun-15	18.4379	2360.29	9.70%	10.19%
Last 2 Years	30-Jun-14	16.5052	2124.53	10.70%	10.64%
Last 3 Years	28-Jun-13	15.8384	2031.10	8.49%	8.59%
Last 4 Years	29-Jun-12	14.1357	1834.39	9.37%	9.12%
Last 5 Years	30-Jun-11	12.8689	1687.72	9.46%	9.03%
Since Inception	17-Aug-07	10.0000	1339.53	8.26%	7.76%

**Note:** The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

## Rating Profile



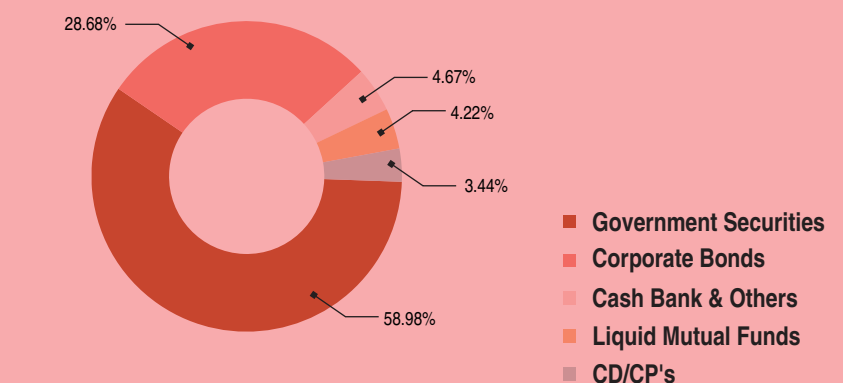
## Maturity Profile



## Portfolio

Instrument	Industry/Rating	% Of NAV
<b>Government Securities</b>		<b>58.98</b>
7.59% GOI 11-Jan-26	Sovereign	13.43
8.17% GOI 01-Dec-44	Sovereign	12.11
8.83% GOI 25-Nov-23	Sovereign	9.06
8.40% GOI 28-Jul-24	Sovereign	8.67
7.72% GOI 26-Oct-55	Sovereign	4.67
8.13% GOI 22-Jun-45	Sovereign	3.92
7.72% GOI 25-May-25	Sovereign	3.76
6.90% GOI 04-Feb-26	Sovereign	3.36
<b>Corporate Bonds</b>		<b>28.68</b>
9.48% REC Ltd. 10-Aug-21	AAA	4.45
8.20% PFC Ltd. 10-Mar-25	AAA	4.37
8.85% Yes Bank Ltd. 24-Feb-25	AA+	4.10
8.33% NTPC Ltd. 24-Feb-21	AAA	3.91
10.40% Reliance Ports & Terminals Ltd. 18-Jul-21	AAA	2.58
8.70% IDFC Bank Ltd. 20-May-25	AAA	2.08
8.11% REC Ltd. 07-Oct-25	AAA	1.51
8.13% NPCIL 28-Mar-30	AAA	0.85
8.13% NPCIL 28-Mar-29	AAA	0.85
8.13% NPCIL 28-Mar-28	AAA	0.85
8.13% NPCIL 26-Mar-27	AAA	0.85
8.13% NPCIL 28-Mar-31	AAA	0.84
8.19% NTPC Ltd. 15-Dec-25	AAA	0.84
2.00% Tata Steel Ltd. 23-Apr-22	AA	0.61
<b>Cash Bank &amp; Others</b>		<b>4.67</b>
<b>Liquid Mutual Funds</b>		<b>4.22</b>
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth Plan		4.22
<b>CD/CP's</b>		<b>3.44</b>
HDFC Ltd. CP 25-May-17	A1+	3.44
<b>Total</b>		<b>100.00</b>

## Asset Allocation



# BALANCED FUND

ULGF 006 17/08/07 BL 110  
Fund Assure, Investment Report, June 2016

**TATA AIA LIFE**  
making Good happen

## Fund Details

**Investment Objective:** The objective of the fund is to supplement the income generation from the fixed income instruments with capital appreciation of the equity assets.

**NAV as on 30 June, 16:** ₹19.2745

**Benchmark:** Nifty 50 - 10%

CRISIL Composite Bond Index - 90%

### Debt Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

### Equity Investment Style

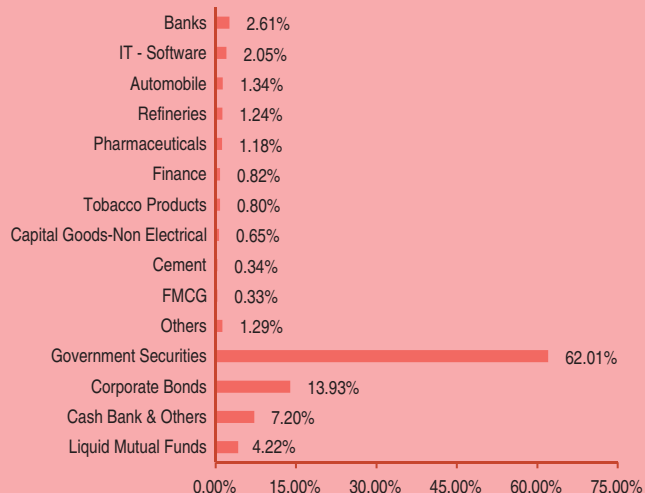
Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

## Fund Performance

Period	Date	NAV	NAV Change	INDEX Change
Last 3 Months	31-Mar-16	18.7196	2.96%	2.90%
Last 6 Months	31-Dec-15	18.3876	4.82%	4.90%
Last 1 Year	30-Jun-15	17.8625	7.90%	9.08%
Last 2 Years	30-Jun-14	16.2217	9.00%	10.01%
Last 3 Years	28-Jun-13	14.8310	9.13%	8.97%
Last 4 Years	29-Jun-12	13.3580	9.60%	9.40%
Last 5 Years	30-Jun-11	12.6286	8.82%	8.93%
Since Inception	17-Aug-07	10.0000	7.67%	7.81%

**Note:** The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

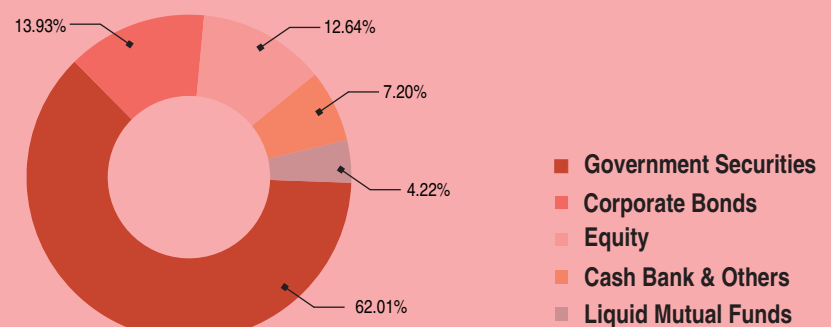
## Sector Allocation



## Portfolio

Instrument	Industry/Rating	% Of NAV
<b>Government Securities</b>		<b>62.01</b>
8.17% GOI 01-Dec-44	Sovereign	13.10
7.59% GOI 11-Jan-26	Sovereign	11.42
8.40% GOI 28-Jul-24	Sovereign	10.08
7.72% GOI 25-May-25	Sovereign	9.82
8.24% GOI 10-Nov-33	Sovereign	6.84
7.28% GOI 03-Jun-19	Sovereign	6.47
8.83% GOI 25-Nov-23	Sovereign	4.28
<b>Corporate Bonds</b>		<b>13.93</b>
8.98% PFC Ltd. 08-Oct-24 (Put-08-10-2016 Call-N.A)	AAA	5.46
9.97% IL&FS 28-Sep-16	AAA	4.38
8.49% NTPC Ltd. 25-Mar-25	AAA	3.13
10.40% Reliance Ports & Terminals Ltd. 18-Jul-21	AAA	0.95
<b>Equity</b>		<b>12.64</b>
Infosys Technologies Ltd.	IT - Software	1.28
HDFC Bank Ltd.	Banks	1.03
Reliance Industries Ltd.	Refineries	0.85
HDFC Ltd.	Finance	0.82
ITC Ltd.	Tobacco Products	0.80
ICICI Bank Ltd.	Banks	0.74
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	0.65
Tata Motors Ltd.	Automobile	0.60
Tata Consultancy Services Ltd.	IT - Software	0.56
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	0.44
Bharat Petroleum Corporation Ltd.	Refineries	0.39
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	0.37
Hindustan Unilever Ltd.	FMCG	0.33
Ultratech Cement Ltd.	Cement	0.25
IndusInd Bank Ltd.	Banks	0.24
Other Equity		3.30
<b>Cash Bank &amp; Others</b>		<b>7.20</b>
<b>Liquid Mutual Funds</b>		<b>4.22</b>
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth Plan		4.22
<b>Total</b>		<b>100.00</b>

## Asset Allocation



## Tata AIA Life Insurance's Investment team

**Harshad Patil**  
Chief Investment Officer

**Cheenu Gupta**  
Senior Analyst & Fund Manager

**Nalin Ladiwala**  
Analyst

**Rajeev Tewari**  
Head of Equities

**Pankaj Khetan**  
Fund Manager

**H S Bharath**  
Dealer

**Jayanth Udupa**  
Head of Credit Analysis & Economist

**Nimesh Mistry**  
Analyst

**Pankaj Agarwal**  
Dealer

**Nitin Bansal**  
Senior Analyst & Fund Manager

**Anirban Ray**  
Analyst

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