

# Fund Assure

*Investment Report, March 2015*



*IN THIS POLICY, THE INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE BY THE POLICYHOLDER.*

**Dear Friends,**

***The month of March 2015 saw the benchmark index BSE Sensex and CNX Nifty shed 4.78% and 4.62% respectively. The Mid-cap index, CNX Mid-cap shed a modest 0.89% during the same period.***

On the global front, the US Federal Reserve (Fed) lowered its projections for growth and inflation in the US while expecting more improvement in the labor market. The Fed chairperson highlighted the fact that the removal of the word "patient" from the communication did not necessarily mean that the Fed was poised for an immediate hike in interest rates. Some market watchers opine that given the tighter financial conditions in the US on account of a strong US dollar, the eventual lift-off in interest rates could be delayed till September, this year.

There has been a spike in the price of crude oil on the back of increased geopolitical concerns in the Middle East. The Saudi intervention in neighboring Yemen has raised concerns of a wider conflict in the region while Yemen's geographical location at the heart of the international oil trading routes poses added risk of a possible disruption in oil supply. These pressures have partly offset the downward pressure in oil prices on account of a glut in global oil supply.

On the domestic front, the budget session of Parliament has been productive as the government has been able to secure the passage of key economic bills pertaining to insurance, coal and mineral sector. The landmark legislations will facilitate more investments in these large sectors of the economy in the medium term.

In its first Bi-monthly policy for FY 2016, the RBI kept the policy repo rate unchanged at 7.5%. The RBI stated that with little monetary transmission, and the possibility that incoming data will provide more clarity on the balance of risks to inflation, it decided to maintain status quo in its monetary policy stance in this review.

HSBC's India manufacturing PMI improved to 52.1 in March as against 51.2 in the prior month on the back of a rise in new orders, primarily driven by domestic growth even as the export orders eased a tad. However, there has been a rise in inflationary pressures as both input prices and output prices rebounded.

India's new Foreign Trade Policy (FTP) 2015-2020 unveiled by the government aimed at increasing merchandise and services export to USD 900 bn by FY 2020 from USD 466 bn in FY 2014 by integrating trade improvement with the key thrust areas of 'Make in India', 'Digital India' and 'Skill India'. FTP has rationalized existing schemes into Merchandise Exports from India Scheme (MEIS) and Service Exports from India Scheme (SEIS) with a focus on high-value products and labor-intensive sectors. The policy aims to move to single-window clearances to improve the ease of doing business.

Trade deficit in February was at a 17 month low at around USD 6.9 bn aided by lower oil imports even as the non-oil non-gold imports were around 14% higher year on year, led by electronic goods, machinery and transport equipment.

The Current account deficit (CAD) for the third quarter FY 2015 stood at a muted 1.6% of the GDP largely on account of a significant contraction in oil imports and a rise in invisibles. Moreover, the CAD was financed comfortably as the capital flows remained robust, resulting in a comfortable balance of payments surplus of USD13 bn.

The Consumer Price Index (CPI) inflation for February 2015 came in at 5.4%, higher than the market expectation of around 5.2% and the January CPI inflation of 5.1%. The Wholesale Price Index (WPI) inflation in February 2015 came in at a negative 2.1%, lower than the market consensus of a negative 0.8%.

The trajectory of CPI inflation indicates that inflation could be well within the RBI's projection of 6% by January 2016, though much of the drop in inflation would be due to base effects rather than continued down tick in prices. Going forward, there could be some inflationary pressures due to higher food prices given the impact of the unseasonal rainfall on some crops.

In the near term, the markets would want to see the government forge a consensus on major reforms such as constitutional amendment for Goods and Services Tax (GST) and the land bill when the parliament resumes on April 20th. We believe that the equity markets continue to offer the comfort of reasonable valuations for a long-term investor with a 3-5 year view.

**Team Investment**



## Market Outlook - Debt

Fund Assure, Investment Report, March 2015

Debt market in the month of March 2015 saw the 10 year Government security (G-sec) close the month at 7.74% levels, hardening by 2 bps from February levels. The yields hardened across the yield curve reflecting subdued sentiment in the G-sec market in the month of March. On the corporate bond side, the 10 year AAA corporate bonds closed the month at around 8.28% levels, hardening by just 1 bp over the month. The foreign portfolio investors (FPIs) have bought Indian debt to the tune of USD 0.9 bn in the month of March 2015 taking the cumulative purchase to around USD 6.8 bn in the first three months of the calendar year 2015.

The central government's borrowing calendar for fiscal FY 2016 indicated that it will borrow ₹3.6 tn in the first half of the fiscal FY 2016 compared to ₹3.68 tn in the first half prior fiscal. The borrowing calendar has been front-loaded as usual with the government targeting to complete 60% of its gross borrowing program for FY 2016 in the first half itself. While the quantum of gross borrowing in the first half is similar to last year, the net borrowing is pegged at ₹2.25 tn, 23% lower than the same period last year on account of higher redemption. The central government plans to auction securities with a 40-year maturity for the first time in an effort to attract long term funds from insurance companies, pension funds and provident fund players.

In its first Bi-monthly policy for FY 2016, the RBI kept the policy repo rate unchanged at 7.5 %. The RBI expected the CPI inflation to remain at its current levels in the first quarter of FY 2016, moderating thereafter to around 4 % by August before firming up to reach 5.8 % by March 2016 . The RBI noted the upside risks to the projected path of inflation from the possibility of less than normal monsoon; surge in vegetable and fruit prices given unseasonal rains and geo-political developments leading to hardening of global commodity prices, among other factors. However, the RBI opined that these upside risks might be offset by downside originating from global disinflationary tendencies as well as the slack in the domestic economy.

The RBI noted with concern that the transmission of policy rates to lending rates had not taken place thus far, despite weak credit off take and the front loading of two rate cuts. The RBI stated that with little monetary transmission, and the possibility that the incoming data would provide more clarity on the balance of risks to inflation, it decided to maintain status quo in its monetary policy stance in this review.

The RBI reiterated that the Monetary policy framework agreement signed by the Government of India and the RBI in February 2015 would shape the stance of its monetary policy in FY 2016 and succeeding years. The RBI expects to stay focused on ensuring that the economy disinflates gradually and durably, with CPI inflation targeted at 6% by January 2016 and at 4% by the end of FY 2018.

RBI noted the gradual improvement in growth and opined that comfortable liquidity conditions should enable banks to transmit the recent reductions in the policy rate into their lending rates, thereby improving financing conditions for the productive sectors of the economy. The RBI projected the growth for FY2016 at 7.8% assuming normal monsoon, higher by 30 bps from 7.5% in the prior fiscal, albeit with a downward bias to reflect the still subdued indicators of economic activity.

Going forward, the RBI guided that the accommodative stance of monetary policy would be maintained but monetary policy actions would be conditioned by incoming data. The RBI will await the transmission by banks of its front-loaded rate reductions into their lending rates as well as monitor developments in sectoral prices, especially those of food due to the effects of recent weather disturbances and the likely strength of the monsoon even as it will look through seasonal as well as base effects. The RBI believed that government's policy efforts to unclog the supply response to make available key inputs such as power and land, progress on repurposing of public spending from poorly targeted subsidies towards public investment and reducing the pipeline of stalled investment will help in addressing supply constraints and create room for monetary accommodation. Finally, the RBI would watch for signs of normalization of the US monetary policy, though it anticipates India to be better buffered against likely volatility than in the past. Based on this guidance from the RBI, some market watchers expect limited room for more repo rate cuts from the RBI in the near term if the inflation tracks the RBI's projected path of 5.8% in March 2016.

The borrowing calendar and the RBI policy have been broadly in line with market expectations. The bond markets will react to domestic inflationary dynamics as these would shape RBI's monetary policy. Additionally, the government policies to contain food inflation and ease supply concerns of key inputs as well as commentary on interest rate action from the US Federal Reserve would be other factors which would determine the trajectory of yields in the Indian fixed income market in the near term.

## Market Outlook - Equity

Fund Assure, Investment Report, March 2015

The month of March 2015 saw the benchmark index BSE Sensex and CNX Nifty shed 4.78% and 4.62% respectively. The Mid-cap index, CNX Mid-cap shed a modest 0.89% during the same period.

FIIIs were net buyers with inflows of around USD 1.6 bn in the month of March 2015 and the DIIs were net sellers to the tune of USD 14 mn with insurance companies net sellers to the tune of USD 0.54 bn and domestic mutual funds, net buyers to the tune of USD 0.53 bn. FIIIs have bought Indian equities to the tune of USD 5.9 bn in the first three months of the calendar year even as the DIIs have been net sellers of around USD 0.9 bn in the same period, with insurance companies selling around USD 2.2 bn even as domestic mutual funds bought around USD 1.3 bn.

Indian parliament approved the long-pending legislation on insurance that facilitated an increase in the foreign ownership in the sector, to 49% from the 26% permitted earlier. The new law will allow foreign joint venture partners to increase their stakes, helping insurance companies monetize their stake or access growth capital.

The Coal Mines Special Provision Bill 2015, which was passed by the Parliament, provided the legal framework for auctioning of all coal blocks. Moreover, it enabled private participation in coal auctions for commercial mining.

The Mines & Minerals Development and Regulation Amendment Bill 2015 (MMDRA) passed by the Parliament mandated all mining leases to be granted only via competitive bidding or e-auctions, thereby creating a level playing field and increasing transparency besides providing an opportunity for companies to secure long term supply of key raw materials like iron ore and bauxite.

The government's assured revenue from telecom spectrum auction was pegged at ₹1.09 tn with many telecom operators bidding aggressively to regain their existing spectrum holding as 29 licenses of different operators were up for renewal in FY2016.

The Union cabinet has cleared a proposal to revive the gas-based power plants stranded due to lack of gas. The mechanism envisaged importing Regasified Liquefied Natural Gas (RLNG) for supply to these

plants to improve the operational performance of these projects so that they can generate power at 30% of their capacity. The government has proposed to conduct a 'reverse auction' to source capacity eligible for this scheme with the government providing subsidy beyond ₹5.5/KWh, which would be the cap in tariff for the power produced.

The Cabinet Committee on Economic Affairs (CCEA) has approved a proposal to pool prices of domestic natural gas and imported LNG used by fertilizer plants to make the cost of fuel uniform and affordable. This will lead to supply of gas to all urea plants at uniform prices and result in savings in the urea subsidy.

The market experts would be keenly watching the executive actions from the government such as finalizing the subsidy sharing formula with respect to state owned oil and gas companies and the government's plans to infuse capital in the PSU Banks.

The Indian markets have been buoyant in the last twelve months aided by positive sentiments due to a reform oriented government as well as a significant improvement in the macro situation due to low global oil prices, a stable currency and a sharp decline in inflation. However, these tailwinds are yet to translate in a broad based earnings recovery for corporate India.

Some market experts opine that there could be some downward pressure on the FY2016 earnings estimates for companies making up the BSE Sensex due to weak domestic demand conditions, tepid performance of upstream energy sector on account of a steep fall in oil prices as well as adverse impact on earnings of metals and mining companies due to higher royalty pay out. However, these headwinds would be offset to an extent by the expectations of robust government spending in infrastructure as well as an uptick in retail loan growth aided by lower interest rates.

Continued reform agenda of the government as well as the fourth quarter earnings season will offer cues for shaping the near term trajectory of the equity market. We believe that the equity markets continue to offer comfort of reasonable valuations for a long-term investor with a 3-5 year view.

**Equity Fund**

**Short Term Fixed  
Income Fund**

**Income Fund**

**Liquid Fund**

**Bond Fund**

**Balanced Fund**

**Growth Fund**



**Pension Schemes**

## Equity Fund

ULGF 001 02/03/04 E1 110

Fund Assure, Investment Report, March 2015

### 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 31 Mar, 15** : ₹53.9060

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

### Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

### Portfolio

Instrument	Industry/Rating	% Of NAV
<b>Equity</b> <b>97.90</b>		
Infosys Technologies Ltd.	IT - Software	8.53
HDFC Bank Ltd.	Banks	7.21
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	7.17
ICICI Bank Ltd.	Banks	5.66
Reliance Industries Ltd.	Refineries	5.03
Tata Consultancy Services Ltd.	IT - Software	4.91
ITC Ltd.	Tobacco Products	4.81
Tata Motors Ltd.	Automobile	3.88
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	3.28
Axis Bank Ltd.	Banks	2.87
State Bank of India	Banks	2.74
HDFC Ltd.	Finance	2.70
Motherson Sumi Systems Ltd.	Auto Ancillaries	2.29
Maruti Suzuki India Ltd.	Automobile	2.13
Hindustan Unilever Ltd.	FMCG	2.02
Other Equity		32.65
<b>Unit Funds</b> <b>1.58</b>		
Kotak Liquid-Plan A -(Growth) - Direct		1.58
<b>Cash Bank &amp; Others</b> <b>0.52</b>		
<b>Total</b>		<b>100.00</b>

### Fund Performance

PERIOD	DATE	NAV	S&P BSE Sensex	NAV Change	INDEX Change
Last 3 Months	31-Dec-14	52.0762	27499.42	3.51%	1.67%
Last 6 Months	30-Sep-14	50.2017	26630.51	7.38%	4.98%
Last 1 Year	31-Mar-14	42.2978	22386.27	27.44%	24.89%
Last 2 Years	31-Mar-13	35.3906	18835.77	23.42%	21.83%
Last 3 Years	31-Mar-12	32.8672	17404.20	17.93%	17.12%
Last 4 Years	31-Mar-11	35.9129	19445.22	10.69%	9.50%
Last 5 Years	31-Mar-10	32.1735	17527.77	10.87%	9.79%
Since Inception	29-Mar-04	10.0000	5571.37	16.53%	15.78%

**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.

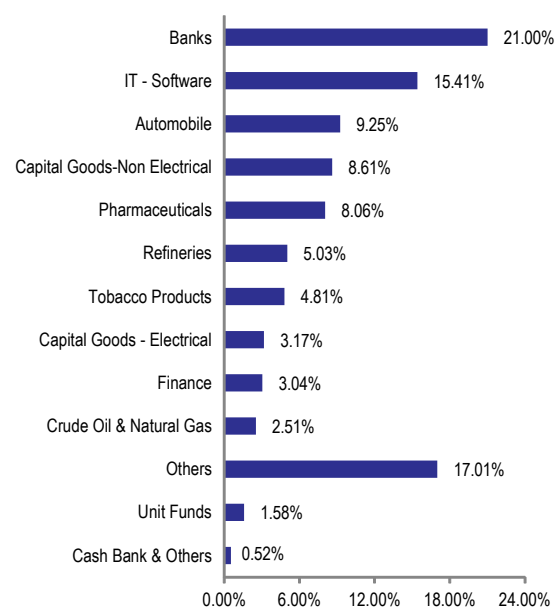
### Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	Up to 100%	98%
Debt *	Up to 40%	2%
Cash & Money Market **	Up to 40%	2%

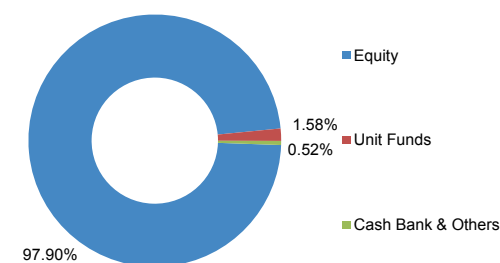
\* Exposure to Debt is restricted to exposure to Cash & Money Market

\*\* Cash & Money Market includes current assets

### Sector Allocation



### Asset Allocation



Pension Schemes

# Short Term Fixed Income Fund

ULGF 004 01/07/06 S1 110

Fund Assure, Investment Report, March 2015

## 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 31 Mar, 15** : ₹18.3442

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

## Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

## Portfolio

Instrument	Industry/Rating	% of NAV
<b>Government Securities</b>		<b>31.55</b>
8.78% Haryana SDL 23-Jul-17	Sovereign	16.62
8.77% Karnataka SDL 21-Nov-16	Sovereign	8.29
8.67% Karnataka SDL 18-Jul-17	Sovereign	6.63
<b>Corporate Bonds</b>		<b>56.25</b>
8.97% AIRPORT AUTHORITY OF INDIA 11-Oct-16	AAA	8.29
9.40% NABARD 24-May-17	AAA	6.70
9.35% HDFC Ltd. 04-Mar-16	AAA	6.61
8.43% IDFC Ltd. 02-Feb-18	AAA	6.59
8.80% SAIL 26-Oct-15	AAA	6.57
7.65% REC Ltd. 31-Jan-16	AAA	6.52
10.18% LIC Hsg. Finance Ltd. 19-Sep-16	AAA	5.04
8.90% PFC Ltd. 21-Oct-17	AAA	4.99
7.50% Bank of India 16-Apr-15	AAA	1.64
7.45% Bank of Baroda LT II 28-Apr-15	AAA	1.64
7.45% Union Bank of India 23-Apr-15	AA+	1.64
<b>Unit Funds</b>		<b>4.10</b>
Axis Liquid Fund - Direct Plan - Growth Option		4.10
<b>Cash Bank &amp; Others</b>		<b>8.09</b>
<b>Total</b>		<b>100.00</b>

## Fund Performance

PERIOD	DATE	NAV	CRISIL Short-Term Bond Index	NAV Change	INDEX Change
Last 3 Months	31-Dec-14	17.9570	2376.94	2.16%	2.38%
Last 6 Months	30-Sep-14	17.5232	2311.69	4.69%	5.27%
Last 1 Year	31-Mar-14	16.7946	2205.82	9.23%	10.33%
Last 2 Years	31-Mar-13	15.5662	2027.60	8.56%	9.55%
Last 3 Years	31-Mar-12	14.2453	1858.56	8.80%	9.40%
Last 4 Years	31-Mar-11	13.1204	1716.04	8.74%	9.13%
Last 5 Years	31-Mar-10	12.5364	1632.46	7.91%	8.31%
Since Inception	3-Jul-06	10.0000	1242.33	7.18%	7.99%

**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.

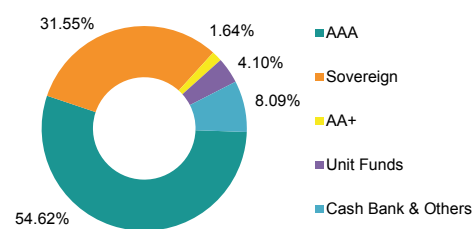
## Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	60% - 100%	100%
Cash & Money Market **	Up to 40%	12%

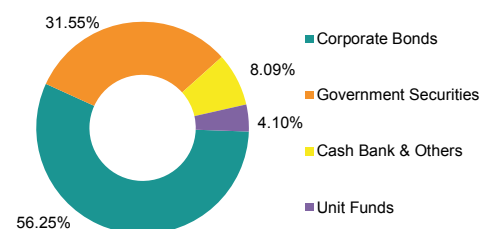
\* Exposure to Debt includes Cash & Money Market

\*\* Cash & Money Market includes current assets

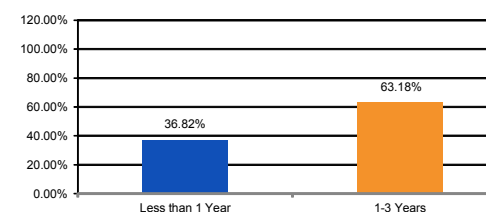
## Rating Profile



## Asset Allocation



## Maturity Profile



Pension Schemes



# Income Fund

ULGF 002 02/03/04 11 110

Fund Assure, Investment Report, March 2015

## 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 31 Mar, 15** : ₹21.5690

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

## Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

## Portfolio

Instrument	Industry/Rating	% of NAV
<b>Government Securities</b> <b>57.41</b>		
8.83% GOI 25-Nov-23	Sovereign	16.61
7.16% GOI 20-May-23	Sovereign	8.70
8.15% GOI 24-Nov-26	Sovereign	8.44
8.27% GOI 09-Jun-20	Sovereign	7.68
8.28% GOI 21-Sep-27	Sovereign	6.15
8.05% Gujarat SDL 25-Feb-25	Sovereign	3.61
8.40% GOI 28-Jul-24	Sovereign	2.99
8.33% GOI 09-Jul-26	Sovereign	1.71
8.15% GOI 11-Jun-22	Sovereign	1.52
<b>Corporate Bonds</b> <b>39.55</b>		
8.49% NTPC Ltd. 25-Mar-25	AAA	8.18
2.00% Tata Steel Ltd. 23-Apr-22	AA	5.48
9.34% HDFC Ltd. 28-Aug-24	AAA	3.97
8.85% Yes Bank Ltd. 24-Feb-25	AA+	3.66
10.40% Reliance Ports & Terminals Ltd. 18-Jul-21	AAA	3.64
9.39% PFC Ltd. 27-Aug-29	AAA	3.21

Instrument	Industry/Rating	% of NAV
8.39% PFC Ltd 19-Apr-25	AAA	3.13
0.00% NABARD 01-Jan-19	AAA	1.83
9.30% PGC Ltd. 28-Jun-21	AAA	1.30
9.61% PFC Ltd. 01-Jun-17	AAA	0.89
8.14% NPCIL 25-Mar-28	AAA	0.75
8.14% NPCIL 25-Mar-26	AAA	0.75
9.95% SBI 16-Mar-26	AAA	0.71
9.70% HDFC Ltd. 07-Jun-17	AAA	0.60
8.87% REC Ltd. 08-Mar-20	AAA	0.55
8.75% SAIL 23-Apr-20	AAA	0.42
9.35% REC Ltd. 15-Jun-22	AAA	0.22
9.46% PFC Ltd. 02-May-15	AAA	0.17
8.93% NTPC Ltd. 19-Jan-21	AAA	0.09
<b>Unit Funds</b>		<b>1.71</b>
Sundaram Money Fund - Direct Plan - Growth Option		1.71
<b>Cash Bank &amp; Others</b>		<b>1.32</b>
<b>Total</b>		<b>100.00</b>

## Fund Performance

PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 3 Months	31-Dec-14	20.9036	2280.87	3.18%	2.84%
Last 6 Months	30-Sep-14	19.7368	2174.26	9.28%	7.89%
Last 1 Year	31-Mar-14	18.6500	2047.13	15.65%	14.59%
Last 2 Years	31-Mar-13	17.8652	1961.97	9.88%	9.34%
Last 3 Years	31-Mar-12	16.1221	1795.50	10.19%	9.32%
Last 4 Years	31-Mar-11	14.8300	1667.12	9.82%	8.91%
Last 5 Years	31-Mar-10	14.0255	1586.80	8.99%	8.13%
Since Inception	02-Mar-04	10.0000	1193.20	7.18%	6.29%

**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.

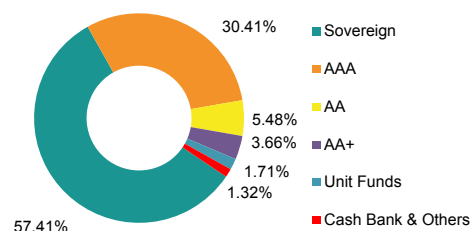
## Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	85% - 100%	100%
Cash & Money Market **	Up to 40%	3%

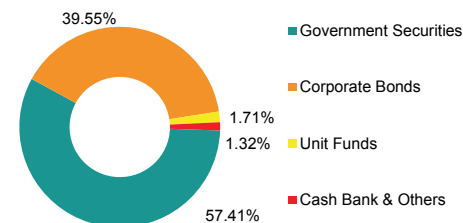
\* Exposure to Debt includes Cash & Money Market

\*\* Cash & Money Market includes current assets

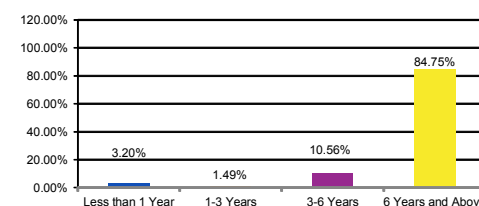
## Rating Profile



## Asset Allocation



## Maturity Profile



Pension Schemes



# Liquid Fund

ULGF 003 02/03/04 L1 110

Fund Assure, Investment Report, March 2015

## 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 31 Mar, 15** : ₹20.8787

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

## Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

## Portfolio

Instrument	Industry/Rating	% of NAV
<b>CD/CP's</b>		<b>91.83</b>
PFC Ltd. CP 29-Jun-15	A1+	9.09
Canara Bank CD 02-Jun-15	A1+	9.03
Bank of India CD 09-Jun-15	A1+	9.02
ANDHRA BANK CD 04-May-15	A1+	9.00
ALLAHABAD BANK CD 15-Apr-15	A1+	9.00
Corporation Bank CD 19-Jun-15	A1+	8.99
Axis Bank CD 22-Sep-15	A1+	8.71
Punjab National Bank CD 04-Mar-16	A1+	8.42
EXIM BANK CD 16-Mar-16	A1+	7.63
State Bank of Patiala CD 06-Jul-15	A1+	4.96
State Bank Of Patiala CD 21-Jul-15	A1+	4.02
HDFC BANK CD 12-Oct-15	A1+	3.94
<b>Unit Funds</b>		<b>4.45</b>
Axis Liquid Fund - Direct Plan - Growth Option		4.45
<b>Cash Bank &amp; Others</b>		<b>3.72</b>
<b>Total</b>		<b>100.00</b>

## Fund Performance

PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 3 Months	31-Dec-14	20.4929	2271.65	1.88%	2.15%
Last 6 Months	30-Sep-14	20.0878	2224.32	3.94%	4.32%
Last 1 Year	31-Mar-14	19.2731	2129.38	8.33%	8.98%
Last 2 Years	31-Mar-13	17.8485	1945.30	8.16%	9.22%
Last 3 Years	31-Mar-12	16.3808	1797.46	8.42%	8.89%
Last 4 Years	31-Mar-11	15.0735	1657.04	8.49%	8.78%
Last 5 Years	31-Mar-10	14.2770	1560.20	7.90%	8.26%
Since Inception	25-May-04	10.0000	1113.63	7.02%	7.00%

**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.

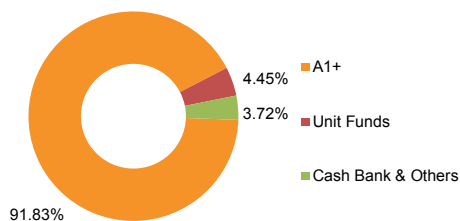
## Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	Up to 100%	100%
Cash & Money Market **	Up to 100%	100%

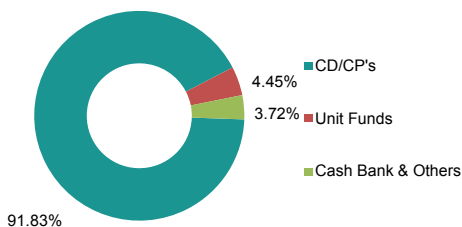
\* Exposure to Debt is restricted to exposure to Cash & Money Market

\*\* Cash & Money Market includes current assets

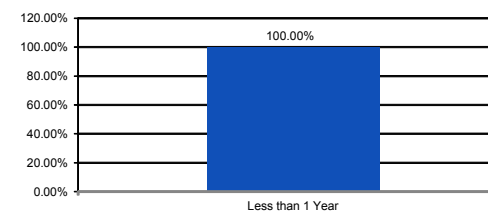
## Rating Profile



## Asset Allocation



## Maturity Profile



Pension Schemes

# Bond Fund

ULGF 005 17/08/07 BO 110

Fund Assure, Investment Report, March 2015

## 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 31 Mar, 15** : ₹18.4293

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

## Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

## Portfolio

Instrument	Industry/Rating	% of NAV
<b>Government Securities</b>		<b>55.74</b>
8.28% GOI 21-Sep-27	Sovereign	14.29
8.83% GOI 25-Nov-23	Sovereign	10.72
8.27% GOI 09-Jun-20	Sovereign	7.78
8.15% GOI 24-Nov-26	Sovereign	6.27
7.16% GOI 20-May-23	Sovereign	5.28
8.05% Gujarat SDL 25-Feb-25	Sovereign	4.53
8.40% GOI 28-Jul-24	Sovereign	3.77
8.15% GOI 11-Jun-22	Sovereign	2.01
8.60% GOI 02-Jun-28	Sovereign	1.09
<b>Corporate Bonds</b>		<b>41.24</b>
8.49% NTPC Ltd. 25-Mar-25	AAA	8.07
8.75% SAIL 23-Apr-20	AAA	5.75
8.39% PFC Ltd 19-Apr-25	AAA	5.13

Instrument	Industry/Rating	% of NAV
8.85% Yes Bank Ltd. 24-Feb-25	AA+	4.59
9.34% HDFC Ltd. 28-Aug-24	AAA	4.41
9.48% REC Ltd. 10-Aug-21	AAA	3.77
10.40% Reliance Ports & Terminals Ltd. 18-Jul-21	AAA	2.89
9.39% PFC Ltd. 27-Aug-29	AAA	2.88
0.00% NABARD 01-Jan-19	AAA	2.09
8.14% NPCIL 25-Mar-28	AAA	0.76
8.14% NPCIL 25-Mar-26	AAA	0.76
9.75% SBI Series 3 Lower Tier II 16-Mar-21	AAA	0.14
<b>Unit Funds</b>		<b>4.46</b>
Sundaram Money Fund - Direct Plan - Growth Option		4.46
<b>Cash Bank &amp; Others</b>		<b>-1.43</b>
<b>Total</b>		<b>100.00</b>

## Fund Performance

PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 3 Months	31-Dec-14	17.8647	2280.87	3.16%	2.84%
Last 6 Months	30-Sep-14	16.8718	2174.26	9.23%	7.89%
Last 1 Year	31-Mar-14	15.9451	2047.13	15.58%	14.59%
Last 2 Years	31-Mar-13	15.2528	1961.97	9.92%	9.34%
Last 3 Years	31-Mar-12	13.7669	1795.50	10.21%	9.32%
Last 4 Years	31-Mar-11	12.6590	1667.12	9.84%	8.91%
Last 5 Years	31-Mar-10	11.9803	1586.80	9.00%	8.13%
Since Inception	17-Aug-07	10.0000	1339.53	8.35%	7.63%

**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.

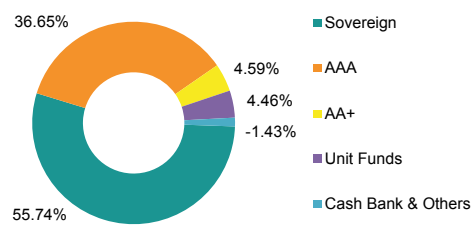
## Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	Up to 100%	100%
Cash & Money Market **	Up to 40%	3%

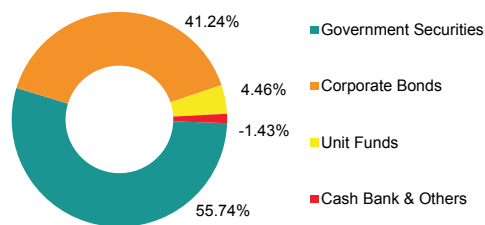
\* Exposure to Debt includes Cash & Money Market

\*\* Cash & Money Market includes current assets

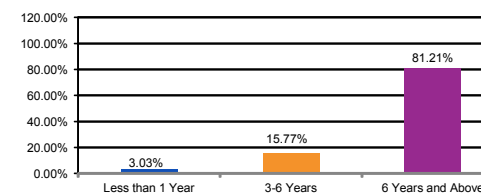
## Rating Profile



## Asset Allocation



## Maturity Profile



Pension Schemes

# Balanced Fund

ULGF 006 17/08/07 BL 110

Fund Assure, Investment Report, March 2015

## 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 31 Mar, 15** : ₹17.9251

**Benchmark** : Nifty - 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-Dec-14	17.4683	2.62%	2.81%
Last 6 Months	30-Sep-14	16.6433	7.70%	7.76%
Last 1 Year	31-Mar-14	15.3813	16.54%	15.79%
Last 2 Years	31-Mar-13	14.3409	11.80%	10.63%
Last 3 Years	31-Mar-12	13.0844	11.06%	10.09%
Last 4 Years	31-Mar-11	12.5323	9.36%	9.01%
Last 5 Years	31-Mar-10	11.8125	8.70%	8.33%
Since Inception	17-Aug-07	10.0000	7.95%	7.86%

**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.

### Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	Up to 20%	14%
Debt *	80% - 100%	86%
Cash & Money Market **	Up to 40%	9%

\* Exposure to Debt includes Cash & Money Market

\*\* Cash & Money Market includes current assets

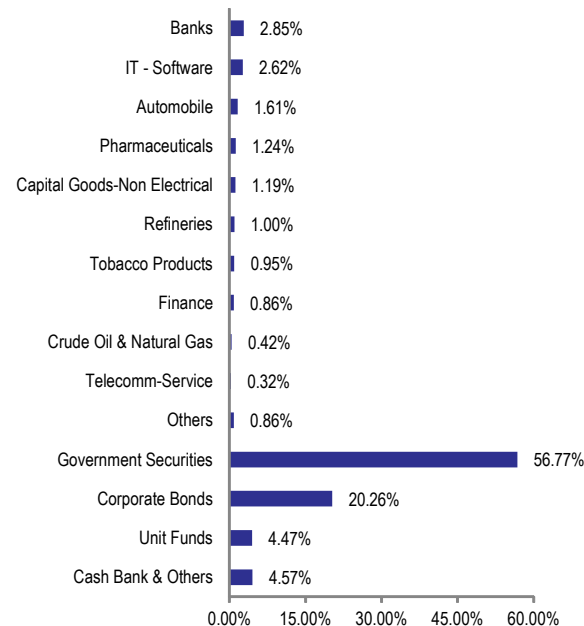
Pension Schemes

## Portfolio

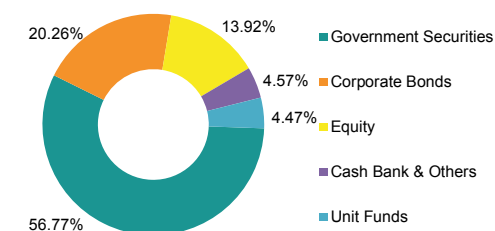
Instrument	Industry/Rating	% Of NAV
<b>Equity</b>		<b>13.92</b>
Infosys Technologies Ltd.	IT - Software	1.44
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	1.19
HDFC Bank Ltd.	Banks	1.16
ICICI Bank Ltd.	Banks	1.09
ITC Ltd.	Tobacco Products	0.95
Tata Consultancy Services Ltd.	IT - Software	0.93
HDFC Ltd.	Finance	0.86
Tata Motors Ltd.	Automobile	0.72
Reliance Industries Ltd.	Refineries	0.67
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	0.58
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	0.43
Oil and Natural Gas Corpn Ltd.	Crude Oil & Natural Gas	0.42
Maruti Suzuki India Ltd.	Automobile	0.42
Bharat Petroleum Corporation Ltd.	Refineries	0.33
State Bank of India	Banks	0.33
Other Equity		2.39
<b>Government Securities</b>		<b>56.77</b>
8.15% GOI 24-Nov-26	Sovereign	26.83

Instrument	Industry/Rating	% Of NAV
8.83% GOI 25-Nov-23	Sovereign	8.23
8.60% GOI 02-Jun-28	Sovereign	7.45
8.79% GOI 08-Nov-21	Sovereign	7.32
9.23% GOI 23-Dec-43	Sovereign	4.50
8.40% GOI 28-Jul-24	Sovereign	2.44
<b>Corporate Bonds</b>		<b>20.26</b>
8.57% REC Ltd. 21-Dec-24	AAA	5.48
9.97% IL&FS 28-Sep-16	AAA	4.99
8.84% PFC Ltd. 04-Mar-23	AAA	3.35
9.30% SAIL 25-May-19	AAA	2.19
8.97% PFC Ltd. 15-Jan-18	AAA	1.66
10.40% Reliance Ports & Terminals Ltd. 18-Jul-21	AAA	1.07
8.84% PGC Ltd. 21-Oct-18	AAA	0.83
9.95% SBI 16-Mar-26	AAA	0.48
9.25% PGC Ltd. 26-Dec-20	AAA	0.21
<b>Unit Funds</b>		<b>4.47</b>
Kotak Liquid-Plan A -(Growth) - Direct		4.47
<b>Cash Bank &amp; Others</b>		<b>4.57</b>
<b>Total</b>		<b>100.00</b>

## Sector Allocation



## Asset Allocation



# Growth Fund

ULGF 007 17/08/07 G2 110

Fund Assure, Investment Report, March 2015

## Fund Details

**Investment Objective** : The objective of this fund is to grow the portfolio by generating capital appreciation alongwith a steady income stream.

**NAV as on 31 Mar, 15** : ₹17.3741

**Benchmark** : Nifty - 30%  
CRISIL Composite Bond Index - 70%

### 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-Dec-14	16.8715	2.98%	2.75%
Last 6 Months	30-Sep-14	16.0602	8.18%	7.50%
Last 1 Year	31-Mar-14	14.8442	17.04%	18.21%
Last 2 Years	31-Mar-13	13.8397	12.04%	13.21%
Last 3 Years	31-Mar-12	12.7574	10.84%	11.64%
Last 4 Years	31-Mar-11	12.6538	8.25%	9.19%
Last 5 Years	31-Mar-10	12.0013	7.68%	8.72%
Since Inception	17-Aug-07	10.0000	7.51%	8.33%

**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.

### Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	20% - 40%	30%
Debt *	60% - 80%	70%
Cash & Money Market **	Up to 80%	13%

\* Exposure to Debt includes Cash & Money Market

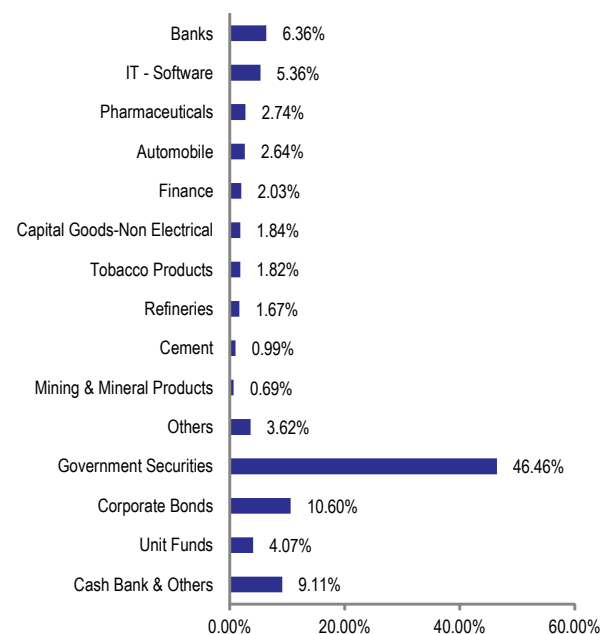
\*\* Cash & Money Market includes current assets

## Portfolio

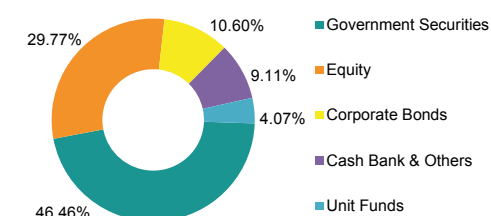
Instrument	Industry/Rating	% Of NAV
<b>Equity</b>		<b>29.77</b>
HDFC Bank Ltd.	Banks	2.39
Infosys Technologies Ltd.	IT - Software	2.25
ICICI Bank Ltd.	Banks	1.84
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	1.84
ITC Ltd.	Tobacco Products	1.82
HDFC Ltd.	Finance	1.54
Tata Consultancy Services Ltd.	IT - Software	1.40
Reliance Industries Ltd.	Refineries	1.34
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	1.25
Tata Motors Ltd.	Automobile	1.23
Axis Bank Ltd.	Banks	0.91
HCL Technologies Ltd.	IT - Software	0.90
Maruti Suzuki India Ltd.	Automobile	0.75
Tech Mahindra Ltd.	IT - Software	0.64
Bharti Airtel Ltd.	Telecomm-Service	0.64
Other Equity		9.02

Instrument	Industry/Rating	% Of NAV
<b>Government Securities</b>		<b>46.46</b>
8.15% GOI 24-Nov-26	Sovereign	17.41
9.23% GOI 23-Dec-43	Sovereign	7.97
8.83% GOI 25-Nov-23	Sovereign	7.13
8.60% GOI 02-Jun-28	Sovereign	5.44
8.79% GOI 08-Nov-21	Sovereign	5.11
8.40% GOI 28-Jul-24	Sovereign	3.39
<b>Corporate Bonds</b>		<b>10.60</b>
9.57% IRFC Ltd. 31-May-21	AAA	4.34
8.57% REC Ltd. 21-Dec-24	AAA	4.15
8.84% PFC Ltd. 04-Mar-23	AAA	2.09
8.49% NTPC Ltd. 25-Mar-25	AAA	0.01
<b>Unit Funds</b>		<b>4.07</b>
Kotak Liquid-Plan A -(Growth) - Direct		4.07
<b>Cash Bank &amp; Others</b>		<b>9.11</b>
<b>Total</b>		<b>100.00</b>

## Sector Allocation



## Asset Allocation



Pension Schemes

## Contact Us

### Choose a convenient contact option from the following:



For any enquiries  
Call on our toll free no.  
**1800 267 9966**  
or helpline no.  
**1860 266 9966** (local charges apply)



Just SMS '**SERVICE**' to **58888**  
or to get the summary of all  
short codes within 2 minutes,  
please send **HELP** to **5676799**



**Write to Us**  
Customer Services Team  
B- wing, 9th Floor, I-Think Techno Campus, Behind TCS, Pokhran  
Road No.2, Close to Eastern Express Highway, Thane (West)  
Pin Code – 400 607.

### Tata AIA Life Insurance's Investment team

Name	Designation
Harshad Patil	Chief Investment Officer
Rajeev Tewari	Head of Equities
Jayanth Udupa	Head of Credit Analysis & Economist
Nitin Bansal	Senior Analyst & Fund Manager
Cheenu Gupta	Senior Analyst & Fund Manager
Pankaj Khetan	Fund Manager
Nimesh Mistry	Analyst
Anirban Ray	Analyst
Nalin Ladiwala	Analyst
HS Bharath	Dealer
Pankaj Agarwal	Dealer

### Disclaimer

1. The fund is managed by Tata AIA Life Insurance Company Ltd. (hereinafter the "Company").
2. Past performance is not indicative of future performance. Returns are calculated on an absolute basis for a period of less than (or equal to) a year, with reinvestment of dividends (if any).
3. All investments made by the Company are subject to market risks. The Company does not guarantee any assured returns. The investment income and price may go down as well as up depending on several factors influencing the market.
4. Every effort is made to ensure that all information contained in this publication is accurate at the date of publication, but no responsibility or liability in respect of any error or omission is accepted by the Company.
5. Please know the associated risks and the applicable charges, from your Insurance agent or the Intermediary or policy document issued by the insurance company.
6. Various funds offered are the names of funds and do not, in any way, indicate the quality of the funds, their future prospects & returns.
7. Premium paid in ULIPs are subject to Investment risks associated with capital markets & the NAV of the units may go up or down based on the performance of the fund and factors influencing capital markets & the insured is responsible for his/her decision.
8. Whilst every care has been taken in the preparation of this document, it is subject to correction and markets may not perform in a similar fashion based on factors influencing the capital and debt markets; hence this review note does not individually confer any legal rights or duties.
9. Unit Linked Life Insurance products are different from traditional insurance products and are subject to risk factors.
10. Tata AIA Life Insurance Company Limited is only the name of the Insurance Company & any contract bearing the prefix 'Tata AIA Life' is only the name of the Unit Linked Life Insurance contract and does not in any way indicate the quality of the contract, its future prospects or returns.
11. Insurance is the subject matter of the solicitation.

#### BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS/FRAUDULENT OFFERS

IRDA of India clarifies to public that

- **IRDA of India or its officials do not involve in activities like sale of any kind of insurance or financial products nor invest premiums.**
- **IRDA of India does not announce any bonus.** Public receiving such phone calls are requested to lodge a police complaint along with details of phone call, number.

Tata AIA Life Insurance Company Ltd. (IRDA of India Regn. No. 110) CIN: U66010MH2000PLC128403.

Registered and Corporate Office: 14th Floor, Tower A, Peninsula Business Park, Senapati Bapat Marg, Lower Parel, Mumbai 400013

Pension Schemes

**TATA AIA**  
L I F E

Unique Reference Number: L&C/Misc/2015/Apr/082