

Fund Assure

Investment Report, July 2013



From the CIO's Desk

Fund Assure, Investment Report, July 2013



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

Dear Friends,

The month of July 2013 saw the benchmark indices; BSE Sensex and CNX Nifty losing around 0.26% and 1.72% respectively, even as the Mid-cap index, CNX Mid-cap shed 6.39% during the same period.

The US Federal Reserve (Fed) in its FOMC statement reiterated a modest economic recovery in the US and noted that while labour market had improved, unemployment remained at elevated levels. Earlier the Fed had emphasized that its plan to phase out the Quantitative Easing (QE) had no preset course and would depend on the state of the US economy. It is widely expected that the Fed could start tapering the QE by the end of this year and keep the interest rate near zero levels till the unemployment falls below 6.5% and the inflation picks up above 2% levels.

The RBI in its First Quarter Monetary Policy Review decided to keep the Cash reserve ratio (CRR) of scheduled banks unchanged at 4% and keep the policy repo rate under the liquidity adjustment facility (LAF) unchanged at 7.25% , largely on expected lines.

Earlier, the RBI had announced measures to tighten liquidity conditions by reducing the Liquidity adjustment facility (LAF) window to 0.5% of NDTL of individual banks. There were curbs on banks regarding the flexibility for maintaining reserves by increasing the daily minimum reserve requirement to 99% from the earlier 70% of the stipulated fortnightly CRR requirement. These measures along with a 200 bps increase in the Marginal Standing Facility (MSF) rate led to a spike in yields as the cost of short term funds increased. The RBI explained that these measures were aimed at checking undue volatility in the foreign exchange market and held out an assurance that they would be rolled back in a calibrated manner as stability is restored to the foreign exchange market, enabling monetary policy to revert to supporting growth. They placed the onus on the government to mitigate external pressures on the INR stating that the time available now should be used to institute structural measures to bring the Current Account Deficit (CAD) down to sustainable levels.

The RBI tightened regulations on imports by stipulating that 20% of gold imports by nominated banks and agencies need to be earmarked for exports in an effort to reduce the demand for gold and ensure that imports be made available only for jewellery. This measure was meant to ease the pressure on the trade deficit and consequently the CAD as the gold imports are expected to be reined in.

There was some reason to cheer on the agriculture front as India received rainfall 18% above the Long Period Average (LPA) as of August 1st 2013. The early and robust monsoon has ensured that acreages under sowing have increased across most major Kharif (summer) crops. Both spatial and temporal distributions of rainfall indicate buoyancy in monsoons.

The Wholesale Price Index (WPI) inflation for June 2013 came in at a modest 4.86% year on year, broadly inline with consensus estimates of 4.95%. WPI inflation has been under 5% for three months in a row and within the RBIs comfort zone.

The Index of Industrial Production (IIP) in the month of May 2013 contracted by a negative 1.6% year on year as against the market expectation of a growth of around 1.4%. The Industrial production trends have shown weakness in the recent months and are expected to remain muted on the back of constraints on policy rate cuts from a sharp INR depreciation.

The Oil Marketing Companies (OMC's) hiked diesel prices for the seventh time since January 2013. The cumulative hike in diesel prices since diesel reform announcement in January 2013 has been INR4.3/ltr, around 9%. Diesel demand growth, which averaged 7% in the last 10 years, has softened in recent months, probably due to price hikes, while LPG demand growth has seen a sharp decline, largely due to OMC's initiative to eliminate leakages and cancel multiple connections of households.

Government has carried forward the reform process by relaxing FDI norms for 12 sectors by enhancing existing limits in certain sectors and changing the route through which FDI is permitted, to automatic route in some sectors. Further relaxation of FDI, can enable the funding of the elevated Current account deficit (CAD) through stable capital flows and would have a positive impact on the investment climate and INR in the medium term.

Going forward, we believe that the equity markets continue to trade at reasonable valuations and offer an attractive entry point for a long-term investor with a 3-5 year view.

Saravana Kumar

Chief Investment Officer

Pension Schemes

TATA AIA
L I F E

Market Outlook - Debt

Fund Assure, Investment Report, July 2013

July 2013 saw the 10 year Government securities (G-sec) harden by around 70 bps to close the month at 8.17% levels. The yields of the 30 year G-sec over the 10 year G-sec was 58 bps in July 2013 as against just 20 bps, seen in the prior month.

The corporate bonds hardened during the month of July 2013 in line with the G-sec market to close the month at around the 9.50% levels in the 10 year bonds, 100 bps higher than the June levels of 8.50%. As a consequence, the corporate bond spread over the erstwhile benchmark 10 year G-sec stood at around 120 bps in July 2013, expanding from 75 bps in the prior month.

On July 15th, after market hours, the RBI hiked the Marginal Standing Facility (MSF) rate by 200 bps to 10.25% with immediate effect, implying a corridor of 300bps from the policy rate of 7.25%, thereby raising the cost of short term funds. Simultaneously, it placed a ceiling on LAF support to 1% of NDTL effective July 17, 2013, thereby demonstrating its resolve to tighten liquidity. On July 23rd, the RBI tightened the liquidity further with bank-specific limits for LAF at 0.5% of banks NDTL stipulating a minimum daily CRR balance at 99% of requirement against the 70% earlier. While these measures were aimed at stabilizing the forex market by increasing the cost of overnight borrowings, the transmission of the yield pressure was effected across the G-Sec curve. The unintended consequence of the RBI measures was the increase in the borrowing costs for the government as the entire yield curve got pulled up, even as the yield curve inverted. The pressures were seen in the corporate bond market as the yields spiked up, raising concerns of higher borrowing costs for corporate India affecting economic growth.

The RBI in its Mid-quarter monetary Policy Review decided to keep the Cash reserve ratio (CRR) of scheduled banks unchanged at 4 % and keep the policy repo rate under the liquidity adjustment facility (LAF) unchanged at 7.25%. The RBI revised the growth projection for 2013-14 marginally downwards from 5.7% to 5.5%.

The RBI stated that during Q1 of 2013-14, the inflation trajectory had moved largely in line with these expectations, although some risks to the path of inflation had surfaced in June 2013. The RBI expressed concern that the stronger than expected monsoon had not yet softened food inflation as much as it should have. In particular, the vegetable prices had been impacted by weather-driven supply disruptions. The RBI was also concerned about the firming up of

crude oil prices reflecting in an upward adjustment of domestic prices of petroleum products, besides the programmed revisions in diesel prices. They believed that the sharp depreciation of the Indian rupee (INR) since mid-May was expected to pass through in the months ahead to domestic fuel inflation as well as to non-food manufactured products inflation through its import content. They opined that the timing and magnitude of the remaining administered price revisions was a source of uncertainty for the inflation outlook.

The RBI expressed concern that India, with its large Current Account Deficit (CAD) and dependence on external flows for financing it, remained vulnerable to the confidence and sentiment in the global financial markets. In fact, they opined that the large CAD, well above the sustainable level of 2.5 % of GDP for three years in a row, is a formidable structural risk factor. They explained that the recent measures by the RBI to restore stability to the foreign exchange market should be seen in this context and should be used as a window of opportunity to put in place policies to bring the CAD down to sustainable levels.

The RBI explained that the recent liquidity tightening measures were aimed at checking undue volatility in the foreign exchange market and the monetary policy would revert to supporting growth, as and when stability returned to the foreign exchange market. They placed the onus on the government to mitigate external pressures on the INR stating that the time available now should be used with alacrity to institute structural measures to bring the CAD down to sustainable levels.

Market watchers believe that the pressure on the yields would continue in the near term even if external sector stabilizes as the exit of this tight liquidity situation would be in a calibrated manner. Meanwhile, the collateral damage would be in the form of a sharp rise in short and long term interest rates that would eventually impact the availability and pricing of credit, resulting in weaker economic activity. The silver lining is in the form of a sharp fall in inflation, which can open up more space for the RBI to nudge interest rates downwards after restoring a semblance of stability to the external sector.

The 10 year benchmark G-sec would remain volatile at 8.00 - 8.40% levels and the near term direction of the Gsec yields would largely depend on the trajectory of the INR.

Market Outlook - Equity

Fund Assure, Investment Report, July 2013

The month of July 2013 saw the benchmark indices; BSE Sensex and CNX Nifty losing around 0.26% and 1.72% respectively, even as the Mid-cap index, CNX Mid-cap shed 6.39% during the same period.

FIIIs were net sellers with outflows of around USD 1 billion in July 2013 even as the DIIs were net sellers to the tune of around USD 258 million, with Insurance companies' net buyers of around USD 108 million and domestic mutual funds, net sellers to the extent of a muted 365 million over the month. In the seven months of the calendar year 2013, the FIIIs have been net buyers to the tune of USD 12.5 billion with the DIIs net sellers to the tune of USD 7.9 billion, Insurance companies and mutual funds selling Indian equities to the tune of USD 5.3 billion and USD 2.6 billion respectively. The FII holdings in the Nifty stocks stood at a record high of 21.8% as of June 2013 even as the DII holdings rose marginally to 12.9%, albeit still at levels seen in December 2010.

Consensus earnings estimates for the broad market (MSCI India) were revised down by 0.4% FY 2014 (E) to 12% and remained largely unchanged for FY 2015 (E) at 15% over the month.

HSBC's India manufacturing PMI for July 2013 came in at 50.1 as against 50.3 in June 2013, easing marginally as output continued to decline even as new export orders continued to expand, albeit at the slower pace than the prior month. The PMI reflected a sharp up tick in input prices possibly stemming from the weak INR even as the output price increase has been more modest, implying declining corporate margins due to weak pricing power with the manufacturers.

The central government's gross tax collections grew at an anaemic 4% year on year during April-June 2013, below the budget estimate of 19% year on year. The direct tax collection grew 8% year on year, even as the indirect tax collection

declined 4% year on year, during April-June 2013. The pressure on the tax collection stems from a slowdown in domestic growth, industrial activity and international trade.

The government approved FDI limit increases in a clutch of sectors including defense and telecom to ease the pressure on the INR. FDI in telecom will increase to 100%, resulting in the foreign investor not needing an Indian partner to comply with local regulations and having the freedom to bring in equity as per the growth requirement. In the defense sector, while the government has retained the 26% overall cap, it has opened a window for case-by-case approval for a higher limit.

In an effort to boost the sagging exports, the Ministry of Commerce and Industry had increased the interest-rate subvention to 3% from 2%. This move will benefit exporters, which are micro and small enterprises, irrespective of export sector. Additionally, exporters belonging to handlooms, handicraft, carpets, toys & sports goods, processed agricultural products, readymade garments, 235 tariff lines in engineering sectors and six tariff lines in textiles made-ups are eligible for this subvention. The export target for FY2014 could be reduced to USD 325 billion from USD 350 billion as a result of a muted global growth scenario.

The monsoon session of Parliament, which starts on 5th August, is likely to witness a few important bills passed. Key bills such as the Food Security, Land Acquisition, Insurance, Direct Tax Code, and Real Estate bills are awaiting parliamentary approvals.

The Indian equity market offers the comfort of reasonable valuations. We believe that the Indian equities offer an attractive entry point 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

Maxima Fund



Pension Schemes

Equity Fund

ULGF 001 02/03/04 E1 110

FundAssure, Investment Report, July 2013

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.

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹36.3504

Benchmark : BSE Sensex - 100%

Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		96.89
Reliance Industries Ltd.	Refineries	8.66
ITC Ltd.	Tobacco Products	8.49
Infosys Technologies Ltd.	IT - Software	8.08
HDFC Bank Ltd.	Banks	7.33
ICICI Bank Ltd.	Banks	5.54
Tata Consultancy Services Ltd.	IT - Software	4.65
HDFC Ltd.	Finance	4.55
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	4.17
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	3.98
Oil and Natural Gas Corpn Ltd.	Crude Oil & Natural Gas	3.73
Tata Motors Ltd.	Automobile	3.59
Hindustan Unilever Ltd.	FMCG	3.44
Bharti Airtel Ltd.	Telecomm-Service	3.04
Mahindra and Mahindra Ltd.	Automobile	2.78

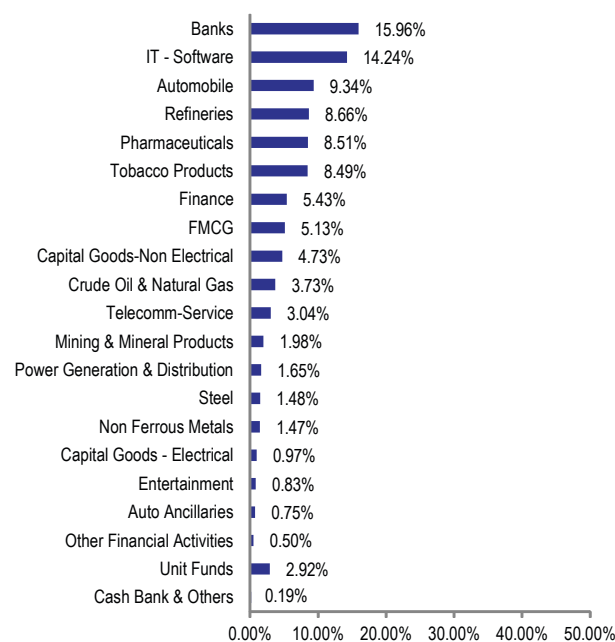
Instrument	Industry/Rating	% Of NAV
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	2.38
State Bank of India	Banks	1.78
Nestle India Ltd.	FMCG	1.70
HCL Technologies Ltd.	IT - Software	1.50
Coal India Ltd	Mining & Mineral Products	1.35
Maruti Suzuki India Ltd.	Automobile	1.28
Cipla Ltd.	Pharmaceuticals	1.19
Hero Motocorp Ltd.	Automobile	1.17
Power Grid Corporation of India Ltd.	Power Generation & Distribution	1.16
Other Equity below 1% corpus		11.38
Unit Funds		2.92
Kotak Liquid-Plan A -(Growth) - Direct		2.92
Cash Bank & Others		0.19
Total		100.00

Fund Performance

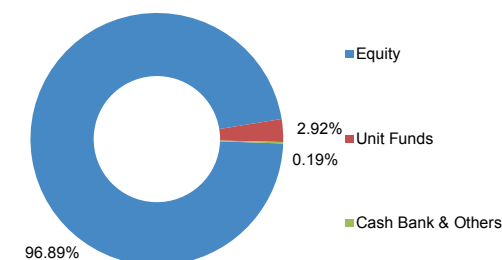
PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 6 Months	31-Jan-13	37.6607	19894.98	-3.48%	-2.76%
Last 1 Year	31-Jul-12	32.6387	17236.18	11.37%	12.24%
Last 2 Years	29-Jul-11	34.4359	18197.20	2.74%	3.11%
Last 3 Years	30-Jul-10	34.2366	17868.29	2.02%	2.68%
Last 4 Years	31-Jul-09	27.8609	15670.31	6.88%	5.41%
Last 5 Years	31-Jul-08	25.9190	14355.75	7.00%	6.15%
Since Inception	29-Mar-04	10.0000	5571.37	14.81%	14.25%

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



Asset Allocation



Pension Schemes

Short Term Fixed Income Fund

ULGF 004 01/07/06 S1 110

FundAssure, Investment Report, July 2013

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.

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹15.8052

Benchmark : CRISIL India Short Term Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

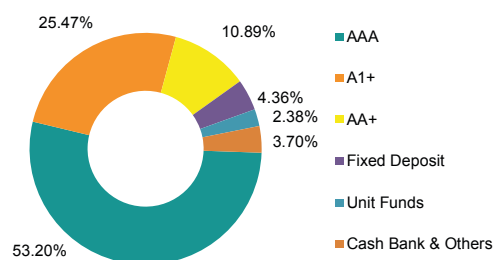
Instrument	Industry/Rating	% of NAV
CD/CP's		
Bank of India 03-June-14	A1+	25.47
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	9.53
Bank of Baroda CD 05-Mar-14	A1+	9.05
Andhra Bank CD 14-Mar-14	A1+	2.30
Allahabad Bank CD 17-Mar-14	A1+	2.29
Corporate Bonds		
9.75% IDFC Ltd. 11-Jul-14	AAA	64.09
9.40% NHB 10-Jan-15	AAA	8.20
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	7.18
10.20% Sundaram Finance Ltd. 21-Jul-14	AA+	6.06
9.655% NABARD 18-Oct-14	AAA	4.83
9.63% PFC Ltd. 15-Dec-14	AAA	4.81
9.64% PGC Ltd. 31-May-15	AAA	4.80
8.80% SAIL 26-Oct-15	AAA	4.79
7.65% REC Ltd. 31-Jan-16	AAA	4.70
9.64% PGC Ltd. 31-May-16	AAA	4.60
8.40% HDFC Ltd. 08-Dec-14	AAA	3.60
8.35% PFC Ltd. 15-May-16	AAA	2.84
8.45% REC Ltd. 19-Feb-15	AAA	2.80
11.40% PFC Ltd. 28-Nov-13	AAA	2.36
9.15% IDFC Ltd. 19-Feb-16	AAA	0.98
9.20% PGC Ltd. 12-Mar-15	AAA	0.95
Fixed Deposit		
9.50% State Bank Of Hyderabad FD 04-Jan-14		4.36
Unit Funds		
UTI MMF - Instn Growth Plan -Direct		2.38
Cash Bank & Others		
		3.70
Total		100.00

Fund Performance

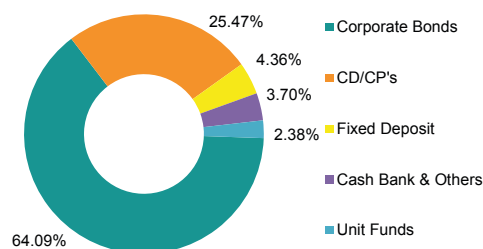
PERIOD	DATE	NAV	CRISIL Short-Term Bond Index	NAV Change	INDEX Change
Last 6 Months	31-Jan-13	15.3752	2001.25	2.80%	2.79%
Last 1 Year	31-Jul-12	14.7213	1917.32	7.36%	7.29%
Last 2 Years	29-Jul-11	13.5034	1760.21	8.19%	8.11%
Last 3 Years	30-Jul-10	12.7173	1655.29	7.51%	7.51%
Last 4 Years	31-Jul-09	12.0632	1585.10	6.99%	6.73%
Last 5 Years	31-Jul-08	10.6039	1422.08	8.31%	7.66%
Since Inception	3-Jul-06	10.0000	1242.33	6.68%	7.38%

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.

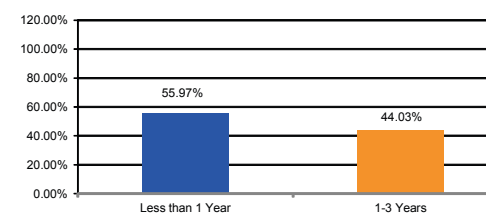
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Income Fund

ULGF 002 02/03/04 11 110

FundAssure, Investment Report, July 2013

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.

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹17.8583

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
CD/CP's		0.19
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	0.19
Government Securities		35.12
8.20% GOI 24-Sep-25	Sovereign	8.43
8.19% GOI 16-Jan-20	Sovereign	4.39
7.16% GOI 20-May-23	Sovereign	4.34
8.30% GOI 31-Dec-42	Sovereign	3.69
8.83% GOI 12-Dec-41	Sovereign	3.26
8.33% GOI 09-Jul-26	Sovereign	1.69
8.97% GOI 05-Dec-30	Sovereign	1.68
8.15% GOI 11-Jun-22	Sovereign	1.50
7.28% GOI 03-Jun-19	Sovereign	1.45
8.91% Gujarat SDL 22-Aug-22	Sovereign	1.37
8.84% Maharashtra SDL 17-Oct-22	Sovereign	1.36
8.79% Gujarat SDL 25-Oct-22	Sovereign	1.36
8.79% GOI 08-Nov-21	Sovereign	0.32
7.38% GOI 03-Sep-15	Sovereign	0.28
Corporate Bonds		41.53
9.57% IRFC Ltd. 31-May-21	AAA	11.51
2.00% Tata Steel Ltd. 23-Apr-22	AA	3.88
9.00% PFC Ltd. 11-Mar-2028	AAA	3.87
10.40% Reliance Ports & Terminals Ltd. 18-July-21	AAA	3.62
9.70% HDFC Ltd. 07-Jun-17	AAA	3.09

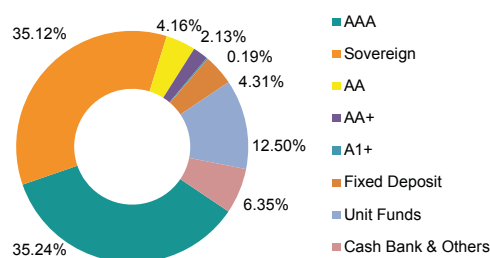
Instrument	Industry/Rating	% of NAV
9.75% HDFC Ltd. 07-Dec-16	AAA	2.56
9.5% United Phosphorus Ltd. 12-Jan-15	AA+	2.13
9.35% PGC Ltd. 29-Aug-16	AAA	2.12
7.95% IDFC Ltd. 04-May-14	AAA	2.12
9.40% LIC Housing Finance Ltd. 20-12-13	AAA	1.94
8.84% NTPC Ltd. 04-Oct-22	AAA	1.24
8.50% PFC Ltd. 15-Dec-14	AAA	0.84
9.64% PGC Ltd. 31-May-21	AAA	0.54
9.64% PGC Ltd. 31-May-18	AAA	0.54
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	0.42
8.19% IRFC Ltd. 27-Apr-19	AAA	0.41
2.00% Indian Hotels Ltd. 09-Dec-14	AA	0.27
9.35% REC Ltd. 15-Jun-22	AAA	0.21
9.29% PFC Ltd. 21-Aug-2022	AAA	0.21
Fixed Deposit		4.31
9.50% State Bank Of Hyderabad FD 04-Jan-14		3.02
9.50% State Bank of Hyderabad FD 10-Feb-2014		1.29
Unit Funds		12.50
UTI MMF - Instn Growth Plan -Direct		4.50
DWS Insta Cash Plus Fund - Direct Plan - Growth		4.00
Axis Liquid Fund - Direct Plan - Growth Option		4.00
Cash Bank & Others		6.35
Total		100.00

Fund Performance

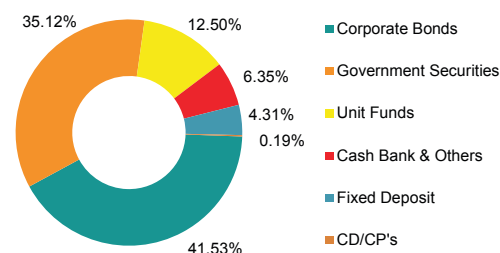
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Jan-13	17.6890	1943.07	0.96%	0.21%
Last 1 Year	31-Jul-12	16.7088	1849.96	6.88%	5.26%
Last 2 Years	29-Jul-11	15.1974	1699.88	8.40%	7.03%
Last 3 Years	30-Jul-10	14.3119	1613.57	7.66%	6.47%
Last 4 Years	31-Jul-09	13.5525	1543.10	7.14%	5.99%
Last 5 Years	31-Jul-08	11.6806	1382.84	8.86%	7.08%
Since Inception	2-Mar-04	10.0000	1193.20	6.35%	5.34%

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.

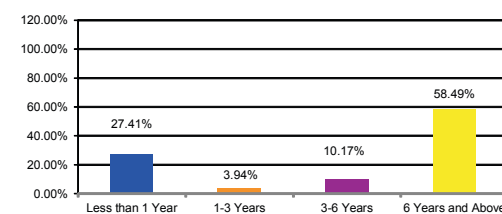
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Liquid Fund

ULGF 003 02/03/04 L1 110

FundAssure, Investment Report, July 2013

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.

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹18.3038

Benchmark : CRISIL Liquid Fund Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

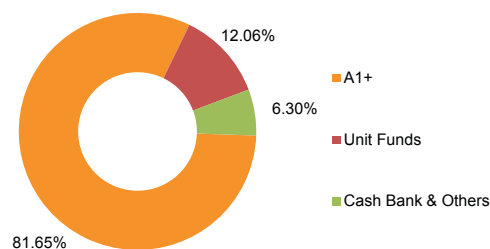
Instrument	Industry/Rating	% of NAV
CD/CP's		81.65
Oriental Bank of Commerce CD 16-Jan-14	A1+	8.53
Vijaya Bank CD 16-Jan-14	A1+	8.52
IDBI Bank CD 17-Feb-14	A1+	8.43
Canara Bank CD 24-Feb-14	A1+	8.42
Allahabad Bank CD 17-Mar-14	A1+	8.36
Bank of India 03-June-14	A1+	8.28
Corporation Bank CD 05-June-14	A1+	8.28
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	8.15
Bank of Baroda CD 05-Mar-14	A1+	7.35
Andhra Bank CD 14-Mar-14	A1+	7.33
Unit Funds		12.06
UTI MMF - Instn Growth Plan -Direct		4.31
Axis Liquid Fund - Direct Plan - Growth Option		3.87
DWS Insta Cash Plus Fund - Direct Plan - Growth		3.87
Cash Bank & Others		6.30
Total		100.00

Fund Performance

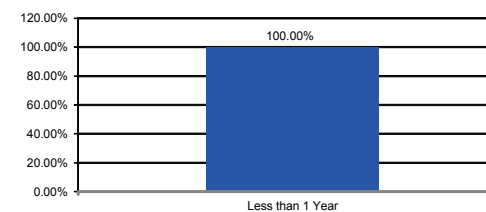
PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Jan-13	17.6209	1920.01	3.88%	3.63%
Last 1 Year	31-Jul-12	16.8676	1848.12	8.51%	7.66%
Last 2 Years	29-Jul-11	15.4904	1698.62	8.70%	8.23%
Last 3 Years	30-Jul-10	14.5060	1582.48	8.06%	7.93%
Last 4 Years	31-Jul-09	13.7638	1528.54	7.39%	6.81%
Last 5 Years	31-Jul-08	12.7398	1416.92	7.52%	7.03%
Since inception	25-May-04	10.0000	1113.63	6.80%	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.

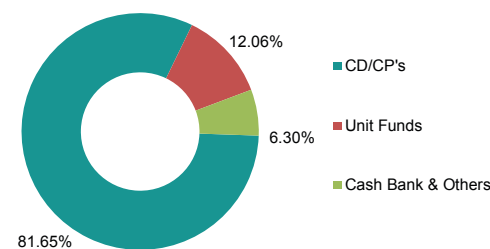
Rating Profile



Maturity Profile



Asset Allocation



Pension Schemes

Bond Fund

ULGF 005 17/08/07 BO 110

FundAssure, Investment Report, July 2013

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.

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹15.2950

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
CD/CP's		2.79
Oriental Bank of Commerce CD 05-June-14 A1+		2.79
Government Securities		34.24
8.20% GOI 24-Sep-25	Sovereign	9.50
7.16% GOI 20-May-23	Sovereign	4.39
8.30% GOI 31-Dec-42	Sovereign	3.84
8.33% GOI 09-Jul-26	Sovereign	3.65
8.91% Gujarat SDL 22-Aug-22	Sovereign	2.23
8.84% Maharashtra SDL 17-Oct-22	Sovereign	2.22
8.79% Gujarat SDL 25-Oct-22	Sovereign	2.21
8.83% GOI 12-Dec-41	Sovereign	1.85
8.15% GOI 11-Jun-22	Sovereign	1.52
7.28% GOI 03-Jun-19	Sovereign	1.46
8.97% GOI 05-Dec-30	Sovereign	1.38
Corporate Bonds		37.50
9.75% HDFC Ltd. 07-Dec-16	AAA	7.41
9.00% PFC Ltd. 11-Mar-2028	AAA	6.48

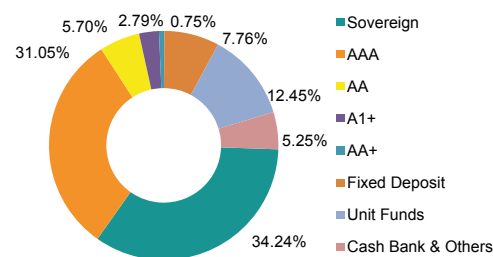
Instrument	Industry/Rating	% of NAV
9.57% IRFC Ltd. 31-May-21	AAA	6.07
2.00% Indian Hotels Ltd. 09-Dec-14	AA	5.70
10.40% Reliance Ports & Terminals Ltd. 18-July-21	AAA	3.92
9.64% PGC Ltd. 31-May-21	AAA	1.88
9.64% PGC Ltd. 31-May-18	AAA	1.86
9.64% PGC Ltd. 31-May-15	AAA	1.84
9.48% REC Ltd. 10-Aug-21	AAA	1.49
10.70% Sundaram Finance Ltd. 06-Jun-14	AA+	0.75
9.75% SBI Series 3 Lower Tier II 16-Mar-21	AAA	0.11
Fixed Deposit		7.76
9.50% State Bank of Hyderabad FD 10-Feb-2014		5.97
9.50% State Bank Of Hyderabad FD 04-Jan-14		1.79
Unit Funds		12.45
UTI MMF - Instn Growth Plan -Direct		4.48
DWS Insta Cash Plus Fund - Direct Plan - Growth		3.99
Axis Liquid Fund - Direct Plan - Growth Option		3.99
Cash Bank & Others		5.25
Total		100.00

Fund Performance

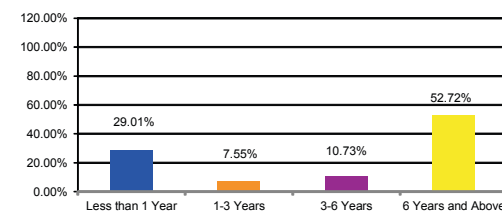
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Jan-13	15.1025	1943.07	1.27%	0.21%
Last 1 Year	31-Jul-12	14.2571	1849.96	7.28%	5.26%
Last 2 Years	29-Jul-11	12.9709	1699.88	8.59%	7.03%
Last 3 Years	30-Jul-10	12.2277	1613.57	7.75%	6.47%
Last 4 Years	31-Jul-09	11.5575	1543.10	7.26%	5.99%
Last 5 Years	31-Jul-08	10.2241	1382.84	8.39%	7.08%
Since Inception	17-Aug-07	10.0000	1339.53	7.39%	6.48%

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.

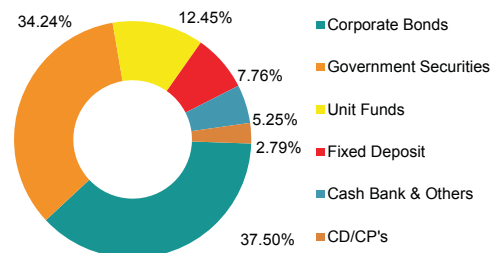
Rating Profile



Maturity Profile



Asset Allocation



Pension Schemes

Balanced Fund

ULGF 006 17/08/07 BL 110

FundAssure, Investment Report, July 2013

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.

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹14.4031

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 6 Months	31-Jan-13	14.3930	0.07%	-0.29%
Last 1 Year	31-Jul-12	13.4490	7.09%	5.71%
Last 2 Years	29-Jul-11	12.6616	6.66%	6.56%
Last 3 Years	30-Jul-10	12.1170	5.93%	6.05%
Last 4 Years	31-Jul-09	11.4018	6.02%	5.94%
Last 5 Years	31-Jul-08	10.0013	7.57%	6.96%
Since Inception	17-Aug-07	10.0000	6.31%	6.41%

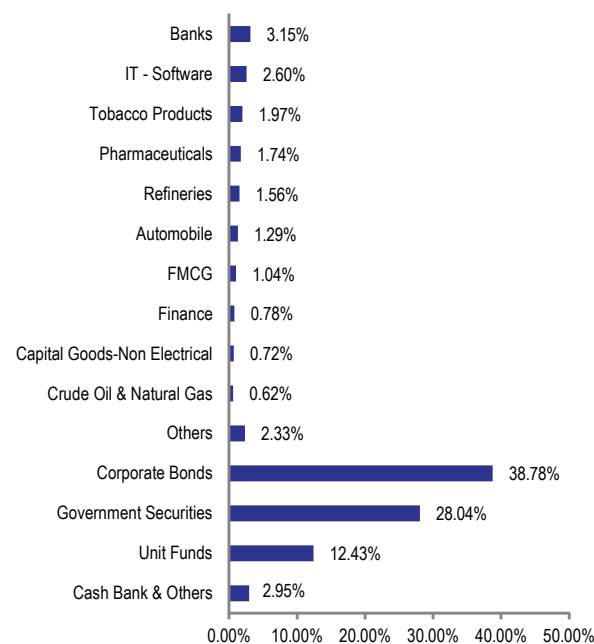
Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

Portfolio

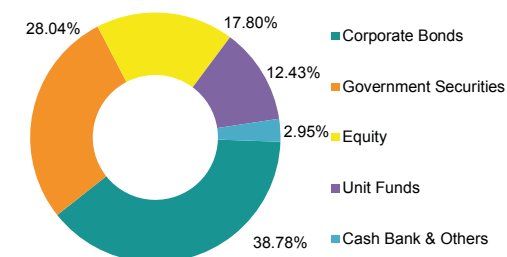
Instrument	Industry/Rating	% Of NAV
Equity		17.80
ITC Ltd.	Tobacco Products	1.97
Reliance Industries Ltd.	Refineries	1.39
Infosys Technologies Ltd.	IT - Software	1.35
HDFC Bank Ltd.	Banks	1.30
ICICI Bank Ltd.	Banks	1.10
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	0.86
Tata Consultancy Services Ltd.	IT - Software	0.83
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	0.67
Hindustan Unilever Ltd.	FMCG	0.64
HDFC Ltd.	Finance	0.61
Other Equity		7.09
Government Securities		28.04
8.79% GOI 08-Nov-21	Sovereign	10.68
8.33% GOI 09-Jul-26	Sovereign	7.43
8.83% GOI 12-Dec-41	Sovereign	4.60
9.15% GOI 14-Nov-24	Sovereign	3.13
8.20% GOI 24-Sep-25	Sovereign	2.21

Instrument	Industry/Rating	% Of NAV
Corporate Bonds		38.78
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	8.79
8.70% PFC Ltd. 14-May-15	AAA	5.17
9.97% IL&FS 28-Sep-16	AAA	4.55
8.35% HDFC Ltd. 19-Jul-15	AAA	4.40
9.655% NABARD 18-Oct-14	AAA	3.76
9.95% SBI 16-Mar-26	AAA	3.38
9.20% PGC Ltd. 12-Mar-15	AAA	2.98
8.40% HDFC Ltd. 08-Dec-14	AAA	2.22
8.84% NTPC Ltd. 04-Oct-22	AAA	2.19
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	1.34
Unit Funds		12.43
UTI MMF - Instn Growth Plan -Direct		4.48
Axis Liquid Fund - Direct Plan - Growth Option		3.98
DWS Insta Cash Plus Fund - Direct Plan - Growth		3.98
Cash Bank & Others		2.95
Total		100.00

Sector Allocation



Asset Allocation



Pension Schemes

Growth Fund

ULGF 007 17/08/07 G2 110

FundAssure, Investment Report, July 2013

Fund Details

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

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹13.8700

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

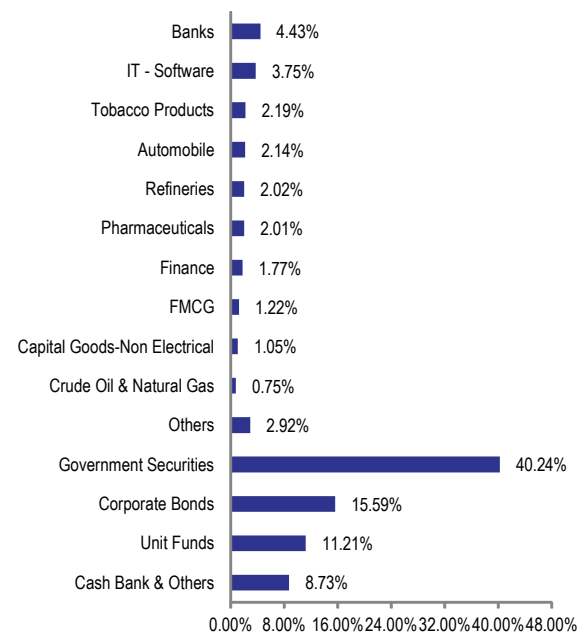
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 6 Months	31-Jan-13	13.9979	-0.91%	-1.31%
Last 1 Year	31-Jul-12	13.0369	6.39%	6.62%
Last 2 Years	29-Jul-11	12.6348	4.77%	5.62%
Last 3 Years	30-Jul-10	12.3100	4.06%	5.21%
Last 4 Years	31-Jul-09	11.3381	5.17%	5.84%
Last 5 Years	31-Jul-08	10.0468	6.66%	6.70%
Since Inception	17-Aug-07	10.000	5.64%	6.27%

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.

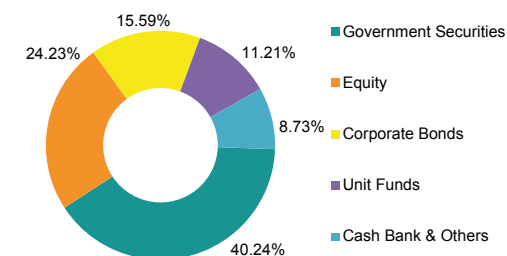
Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		24.23
ITC Ltd.	Tobacco Products	2.19
HDFC Bank Ltd.	Banks	1.95
Infosys Technologies Ltd.	IT - Software	1.90
Reliance Industries Ltd.	Refineries	1.81
HDFC Ltd.	Finance	1.47
ICICI Bank Ltd.	Banks	1.38
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	1.08
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	1.02
Other Equity below 1% corpus		11.42
Government Securities		40.24
9.15% GOI 14-Nov-24	Sovereign	9.91
8.79% GOI 08-Nov-21	Sovereign	9.66
8.97% GOI 05-Dec-30	Sovereign	6.56
7.83% GOI 11-04-2018	Sovereign	6.14
8.83% GOI 12-Dec-41	Sovereign	4.85
8.20% GOI 24-Sep-25	Sovereign	3.11
Corporate Bonds		15.59
8.84% NTPC Ltd. 04-Oct-22	AAA	6.15
9.57% IRFC Ltd. 31-May-21	AAA	3.25
8.30% HDFC Ltd. 23-Jun-15	AAA	3.09
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	3.09
Unit Funds		11.21
UTI MMF - Instn Growth Plan -Direct		4.16
Axis Liquid Fund - Direct Plan - Growth Option		3.52
DWS Insta Cash Plus Fund - Direct Plan - Growth		3.52
Cash Bank & Others		8.73
Total		100.00

Sector Allocation



Asset Allocation



Pension Schemes

Maxima Fund

ULGF 008 17/08/07 M1 110

FundAssure, Investment Report, July 2013

Fund Details

Investment Objective : The objective of the fund is to generate superior returns by taking active asset allocation calls between equity, Corporate Bonds/PSU Bonds/Securitized paper and government securities and other assets depending upon market conditions

Fund Manager : Mr. Saravana Kumar

NAV as on 31 July, 13 : ₹11.0622

Benchmark : -

Debt Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Equity Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

Fund Performance

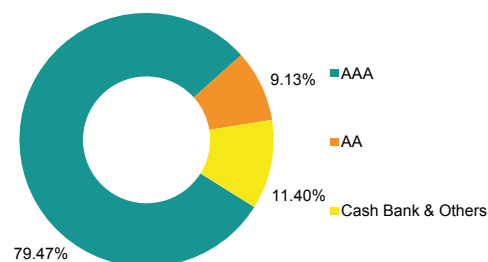
PERIOD	DATE	NAV	NAV Change
Last 6 Months	31-Jan-13	10.9768	0.78%
Last 1 Year	31-Jul-12	10.4214	6.15%
Since Inception	13-Feb-12	10.0000	7.14%

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.

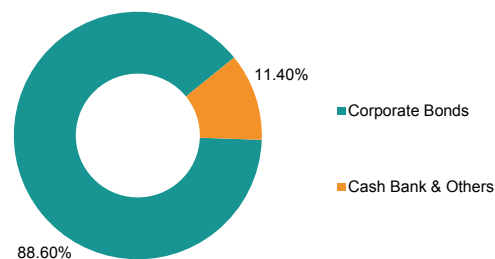
Portfolio

Instrument	Industry/Rating	% of NAV
Corporate Bonds		88.60
8.94% PFC Ltd. 25-Mar-28	AAA	9.94
9.70% GE Shipping 02-Feb-21	AAA	9.40
9.48% REC Ltd. 10-Aug-21	AAA	9.30
9.43% LIC Housing Finance Ltd. 10-Feb-22	AAA	9.28
9.60% HDFC Ltd. 07-Apr-16	AAA	9.23
9.40% NHB 10-Jan-15	AAA	9.20
9.00% EXIM Bank 10-Jan-19	AAA	9.20
9.40% NABARD 31-Jul-15	AAA	9.17
9.90% Indian Hotels Ltd. 24-Feb-17	AA	9.13
9.95% SBI 16-Mar-26	AAA	4.77
Cash Bank & Others		11.40
Total		100.00

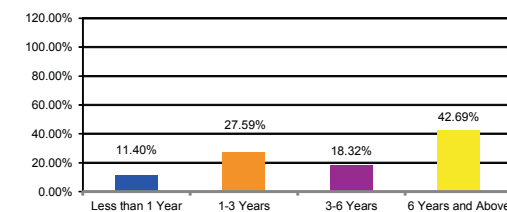
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

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

Pension Schemes

TATA AIA
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