

Fund Assure

Investment Report, September 2013



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

Dear Friends,

The month of September 2013 saw the benchmark indices; BSE Sensex and CNX Nifty gaining around 4.08% and 4.82% respectively, even as the Mid-cap index, CNX Mid-cap surged 6.19% during the same period.

There was some respite for the Emerging markets (EMs) as the US Federal Reserve deferred its tapering plan in its September policy meeting on the back of concerns around the tightened financial market conditions due to a spike in US interest rates on taper talk as well as uncertainties around the debt ceiling issues. Meanwhile the US witnessed a government shutdown on the back of a gridlock among policy makers. A shutdown of a few days would likely have no real measurable effect upon the economy with most of the federal government still functioning. The impact on the fourth quarter GDP growth should rise with the length of the shutdown with a two-week shutdown reducing 50bps from the fourth quarter growth. Meanwhile, the Euro-area recovery was weak, fragile and uneven and inflation lower than estimates, leading to low interest rates for an extended period in the Euro Zone.

On the domestic front, India's first quarter growth was at 4.4%, below consensus expectations of 4.7%. GDP growth for the last three quarters has been sub 5%. The agriculture sector accelerated to 2.7% while industrial growth was the lowest in 17 quarters. The service sector growth registered 6.6% supported by the government spending.

In its Mid-quarter monetary policy review, the RBI reduced the MSF rate by 75bps to 9.5% while increasing the Repo rate by 25bp to 7.5%. RBI announced the cautious unwinding of the exceptional measures while continuing to address inflationary pressures. RBI maintained its earlier stance of giving priority to external stability as against addressing growth risks.

Fiscal deficit reached 75% of government's budget estimate (BE) during April-August 2013 as against 66% in the same period, a year ago. The cumulative fiscal deficit reached 3.7% of GDP in the first five months of the fiscal as against the budget estimate of 4.8% of GDP for full year FY14. The current account deficit (CAD) for the first quarter fiscal 2014 stood at USD 21.8bn (4.9% of GDP annualised), largely in line with the market's expectation of around USD 23bn, as against a deficit of USD 18.2bn (3.6% of GDP annualised) seen in the prior quarter.

The Index of Industrial Production (IIP) in the month of July 2013 expanded by 2.6% year on year (yoy) as against the market expectation of a contraction of 0.9%. This compares favourably to a 1.8% de-growth (revised upwards from the provisional degrowth of 2.2% yoy) in the previous month. Manufacturing sector, a heavyweight in the IIP index grew 3% year on year in July as compared to 1.7% contraction in June, aided by a pick up in the export growth. Electricity grew 5.2% yoy even as the mining segment continued to decline, de-growing by 2.3% yoy in July.

The Wholesale Price Index (WPI) inflation rose to a six month high of 6.1% year on year in August 2013, ahead of the consensus which was at 5.8%. Non-food manufactured inflation, a proxy to core inflation and closely tracked by the RBI, eased to 1.9% yoy in August versus 2.4% in July. The core inflation has moderated sharply from the peak of 5.8% in August 2012 and is now at a 44 month low reflecting muted demand environment as the manufacturers have not been able to pass cost increases to the end customers.

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.

Team Investment

Pension Schemes

Market Outlook - Debt

Fund Assure, Investment Report, September 2013

September 2013 saw the 10 year Government securities (G-sec) harden by around 17 bps to close the month at 8.77% levels. The yields of the 30 year G-sec over the 10 year G-sec was at 53 bps in September 2013 as against 69 bps, seen in the prior month.

The corporate bonds rallied during September 2013, unlike the G-sec market to close the month at around the 9.73% levels in the 10 year bonds, 7 bps lower than the August 2013 levels of 9.80%. As a consequence, the corporate bond spread over the erstwhile benchmark 10 year G-sec stood at around 85 bps in September 2013, contracting from 100 bps in the prior month.

In its Mid-quarter monetary policy review, RBI lowered the Marginal Standing Facility (MSF) rate by 75bp to 9.5% but raised the Repo rate by 25bp to 7.5%. It eased operational guidelines by reducing the norm of maintaining daily CRR balance to 95% of the fortnightly requirement, from the earlier norm of 99%. The RBI expected these measures to reduce the effective policy rate and nudge the cost of funds for banks downwards. The RBI is expected to mobilize around USD10bn each under the FCNR (B) and bank borrowing route and plans to withdraw the swap facility to OMCs as and when INR stabilizes.

The RBI's policy actions are broadly positive for the fixed income space as weighted average cost of LAF borrowing would decline and money market rates would fall, flattening the yield curve. RBI cautioned that the deferment of the taper by Fed acts as a breather for the RBI to bullet proof the balance sheet from external shocks in the future. Further reduction of the MSF rate in the second quarter monetary review will depend on the stabilization of the INR.

RBI expects some growth in the economy based on improved outlook on agriculture and de-bottlenecking of big ticket infrastructure projects due to the decisions of the Cabinet

committee on investments (CCI). The inflation scenario is helped by a negative output gap and a robust harvest, even as high retail inflation and suppressed inflation stemming from INR depreciation keep the inflation pressures at elevated levels.

Fiscal deficit concerns have emerged as the expenditure has increased 17% year on year (yoy) during April-August 2013, albeit marginally less than the 18% yoy, largely driven by lower growth in plan expenditure even as the tax collections are significantly below target. The central government's gross tax collections grew 9% yoy during April-August 2013, below the budget estimate (BE) of 19% yoy. The government has expressed its intention of maintaining the fiscal deficit at 4.8% of the GDP and that might require further cuts to the plan expenditure given the muted trend in revenue collection and divestment.

The Current account deficit (CAD) for the first quarter at USD 21.8bn, 4.9% of GDP annualised, does not fully reflect the expected improvement in the Current account. A sharp decrease in trade deficit led by muted gold imports will paint a more favourable picture on the current account in the second quarter.

It is widely believed that the CAD for FY 2014 will be significantly below the elevated USD 88 bn at 4.8% of the GDP registered for FY 2013 but there is a risk of lower capital flows on account of QE taper though the delay in the QE tapering has given some temporary monetary policy space to the Emerging market central banks. INR depreciation as well as elevated crude oil level adds pressures on the import bill and consequently the trade deficit. This makes it imperative for the RBI to focus on the evolving CAD trajectory and the movement of the INR while shaping its monetary policy.

The 10 year benchmark G-sec would remain volatile and the near term direction of the Gsec yields would largely depend on the trajectory of the INR and the extent of OMO support from the RBI.

Market Outlook - Equity

Fund Assure, Investment Report, September 2013

The month of September 2013 saw the benchmark indices; BSE Sensex and CNX Nifty gaining around 4.08% and 4.82% respectively, even as the Mid-cap index, CNX Mid-cap surged 6.19% during the same period.

FIIIs were net buyers with inflows of around USD 2.1 billion in September 2013 even as the DIIIs were net sellers to the tune of around USD 1.4 billion, with Insurance companies' net sellers of around USD 1 billion and domestic mutual funds, net sellers to the extent of around USD 0.4 billion over the month. In the nine months of the calendar year 2013, the FIIIs have been net buyers to the tune of USD 13.5 billion with the DIIIs net sellers to the tune of USD 8.1 billion, Insurance companies and mutual funds selling Indian equities to the tune of USD 5.3 billion and USD 2.8 billion respectively.

The month of September saw some progress on the infrastructure front as the Cabinet committee on Economic affairs (CCEA) approved the methodology for auctioning coal blocks, enabling the government to allot coal mining licenses through competitive bidding. The CCEA also approved shale gas and oil exploration programme to boost domestic output, allowing national oil companies to carry out exploration and exploitation of unconventional hydrocarbon resources. The Department of Telecommunications is planning a third round of auction for 2G spectrum by January 2014.

South west monsoon rains at 5% above average during the monsoon season increased the expectations of a robust Kharif (summer) crop output, which in turn could act as a catalyst to drive rural incomes resulting in sustained rural consumption.

Some green shoots in exports were visible as the August 2013 exports grew by 13%, to USD 26.1 billion, while imports were down by 0.7% to USD 37bn, resulting in a trade deficit of USD 10.9bn.

Core sector, which comprise key infrastructure sectors grew to a 7 month high of 3.7% in August 2013, albeit lower than the 6.1% expansion in the same month, a year ago. Core sector makes up around 38% of the IIP.

The RBI relaxed norms to raise funds abroad in order to import capital goods not exceeding USD 20 mn up to a maximum period of five years in all sectors as against the earlier norm of allowing the facility only to the infrastructure sector. The RBI has directed banks to withdraw zero percent schemes for purchase of consumer goods through credit cards, a move aimed at protecting consumers.

The industrial growth remains sub-par as India's Manufacturing PMI continued to print sub 50 reading in September, although the pace of contraction was slower as compared to the prior month.

Export orders surprisingly contracted at a faster pace during the month even as domestic orders rebounded after a weak August. Input prices of the manufacturers rose sharply on the back of the weaker exchange rate even as the output price inflation eased as demand conditions remained muted. Services sector activity disappointed as it decelerated further in September on account of poor order flows and weaker business confidence.

The second quarter earnings season could see sub-par revenue growth of companies comprising the Sensex along with muted profit growth. A weak INR would act as a tailwind for a recovery in export sectors on the back of increased export competitiveness and import substitution. However, elevated interest rates in the economy could impact margins of highly leveraged companies on account of higher interest expenses.

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, September 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.

NAV as on 30 Sep, 13 : ₹36.3815

Benchmark : BSE Sensex - 100%

Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		95.54
ITC Ltd.	Tobacco Products	9.17
Infosys Technologies Ltd.	IT - Software	8.12
Reliance Industries Ltd.	Refineries	7.82
HDFC Bank Ltd.	Banks	7.75
ICICI Bank Ltd.	Banks	5.32
Tata Consultancy Services Ltd.	IT - Software	4.58
HDFC Ltd.	Finance	4.29
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	3.84
Tata Motors Ltd.	Automobile	3.79
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	3.76
Hindustan Unilever Ltd.	FMCG	3.48
Oil and Natural Gas Corpn Ltd.	Crude Oil & Natural Gas	3.39
Bharti Airtel Ltd.	Telecomm-Service	2.77
Mahindra and Mahindra Ltd.	Automobile	2.49
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	2.45

Instrument	Industry/Rating	% Of NAV
HCL Technologies Ltd.	IT - Software	1.72
State Bank of India	Banks	1.66
Coal India Ltd	Mining & Mineral Products	1.40
Maruti Suzuki India Ltd.	Automobile	1.29
Cipla Ltd.	Pharmaceuticals	1.27
Nestle India Ltd.	FMCG	1.21
Tata Steel Ltd.	Steel	1.18
Power Grid Corporation of India Ltd.	Power Generation & Distribution	1.12
Bajaj Auto Ltd.	Automobile	1.10
Havells India Ltd.	Capital Goods - Electrical	1.01
Divi's Laboratories Ltd.	Pharmaceuticals	1.00
Other Equity below 1% corpus		8.55
Unit Funds		4.01
Religare Invesco Liquid Fund - Direct Plan - Growth		4.01
Cash Bank & Others		0.45
Total		100.00

Fund Performance

PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 6 Months	31-Mar-13	35.3906	18835.77	2.80%	2.89%
Last 1 Year	30-Sep-12	35.3040	18762.74	3.05%	3.29%
Last 2 Years	30-Sep-11	30.8995	16453.76	8.51%	8.53%
Last 3 Years	30-Sep-10	37.9836	20069.12	-1.43%	-1.16%
Last 4 Years	30-Sep-09	30.4295	17126.84	4.57%	3.14%
Last 5 Years	30-Sep-08	23.5470	12860.43	9.09%	8.55%
Since Inception	29-Mar-04	10.0000	5571.37	14.54%	14.00%

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.

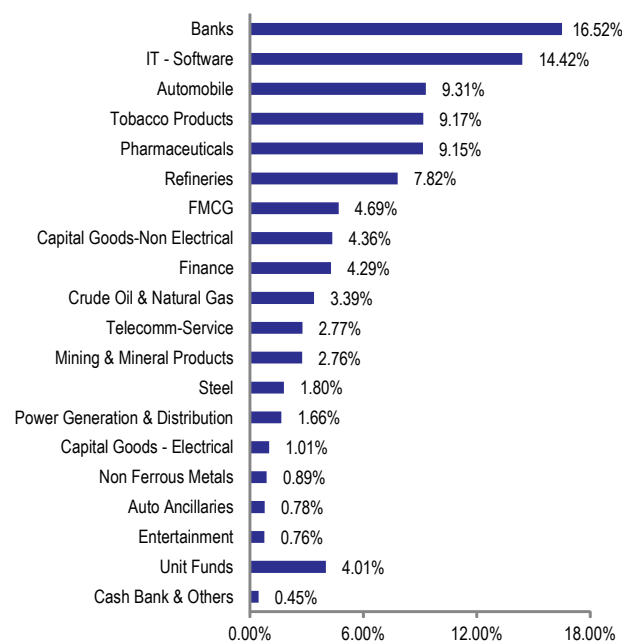
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	Up to 100%	96%
Debt *	Up to 40%	4%
Cash & Money Market **	Up to 40%	4%

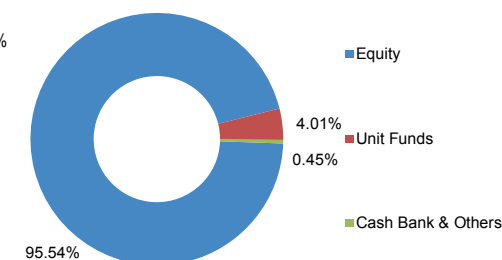
* Exposure to Debt is restricted to exposure to Cash & Money Market

** Cash & Money Market includes current assets

Sector Allocation



Asset Allocation



Pension Schemes

Short Term Fixed Income Fund

ULGF 004 01/07/06 S1 110

FundAssure, Investment Report, September 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.

NAV as on 30 Sep, 13 : ₹16.0962

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 25.33		
Bank of India 03-June-14	A1+	9.47
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	9.01
Bank of Baroda CD 05-Mar-14	A1+	2.29
Andhra Bank CD 14-Mar-14	A1+	2.28
Allahabad Bank CD 17-Mar-14	A1+	2.28
Corporate Bonds 64.35		
9.75% IDFC Ltd. 11-Jul-14	AAA	8.08
9.40% NHB 10-Jan-15	AAA	7.09
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	5.96
8.85% PGC Ltd. 19-Oct-16	AAA	5.81
10.20% Sundaram Finance Ltd. 21-Jul-14	AA+	4.76
9.655% NABARD 18-Oct-14	AAA	4.75
9.63% PFC Ltd. 15-Dec-14	AAA	4.74
8.80% SAIL 26-Oct-15	AAA	4.67
7.65% REC Ltd. 31-Jan-16	AAA	4.55
9.64% PGC Ltd. 31-May-16	AAA	3.55
8.40% HDFC Ltd. 08-Dec-14	AAA	2.81
8.35% PFC Ltd. 15-May-16	AAA	2.76
8.45% REC Ltd. 19-Feb-15	AAA	2.34
11.40% PFC Ltd. 28-Nov-13	AAA	0.95
9.15% IDFC Ltd. 19-Feb-16	AAA	0.94
9.20% PGC Ltd. 12-Mar-15	AAA	0.59
Fixed Deposit 4.28		
9.50% State Bank Of Hyderabad FD 04-Jan-14		4.28
Unit Funds 1.00		
Axis Liquid Fund - Direct Plan - Growth Option		1.00
Cash Bank & Others 5.04		
Total		100.00

Fund Performance

PERIOD	DATE	NAV	CRISIL Short-Term Bond Index	NAV Change	INDEX Change
Last 6 Months	31-Mar-13	15.5662	2027.60	3.40%	3.54%
Last 1 Year	30-Sep-12	14.9777	1948.67	7.47%	7.73%
Last 2 Years	30-Sep-11	13.6786	1784.00	8.48%	8.48%
Last 3 Years	30-Sep-10	12.8388	1670.28	7.83%	7.92%
Last 4 Years	30-Sep-09	12.1130	1591.88	7.37%	7.16%
Last 5 Years	30-Sep-08	10.7701	1441.35	8.37%	7.81%
Since Inception	3-Jul-06	10.0000	1242.33	6.79%	7.51%

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.

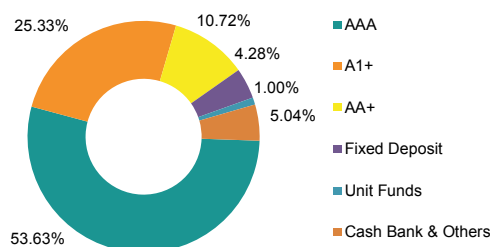
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	60% - 100%	100%
Cash & Money Market **	Up to 40%	36%

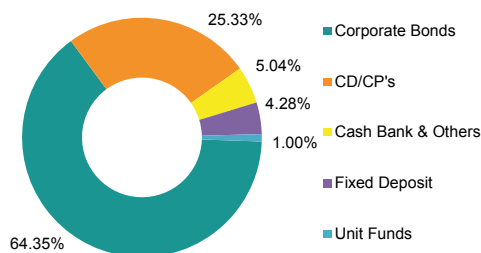
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

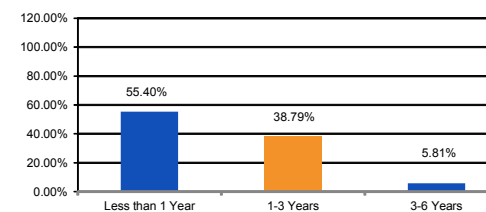
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Income Fund

ULGF 002 02/03/04 11 110

FundAssure, Investment Report, September 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.

NAV as on 30 Sep, 13 : ₹17.7490

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		
Oriental Bank of Commerce CD 05-June-14	A1+	1.24
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	0.20
Government Securities		
7.16% GOI 20-May-23	Sovereign	7.73
8.30% GOI 31-Dec-42	Sovereign	7.06
8.20% GOI 24-Sep-25	Sovereign	6.09
8.83% GOI 12-Dec-41	Sovereign	4.70
8.19% GOI 16-Jan-20	Sovereign	4.39
8.33% GOI 09-Jul-26	Sovereign	1.62
8.97% GOI 05-Dec-30	Sovereign	1.61
8.15% GOI 11-Jun-22	Sovereign	1.47
7.28% GOI 03-Jun-19	Sovereign	1.45
8.84% Maharashtra SDL 17-Oct-22	Sovereign	1.33
8.91% Gujarat SDL 22-Aug-22	Sovereign	1.33
8.79% Gujarat SDL 25-Oct-22	Sovereign	1.32
8.79% GOI 08-Nov-21	Sovereign	0.32
7.38% GOI 03-Sep-15	Sovereign	0.29
Corporate Bonds		
9.57% IRFC Ltd. 31-May-21	AAA	8.99
2.00% Tata Steel Ltd. 23-Apr-22	AA	3.89
9.00% PFC Ltd. 11-Mar-2028	AAA	3.82
10.40% Reliance Ports & Terminals Ltd. 18-July-21	AAA	3.60
9.70% HDFC Ltd. 07-Jun-17	AAA	3.13

Instrument	Industry/Rating	% of NAV
9.75% HDFC Ltd. 07-Dec-16	AAA	2.61
8.84% NTPC Ltd. 04-Oct-22	AAA	2.27
9.70% HDFC 09-Feb-2016	AAA	2.17
7.95% IDFC Ltd. 04-May-14	AAA	2.15
9.40% LIC Housing Finance Ltd. 20-12-13	AAA	1.96
0.00% NABARD 01-Jan-19	AAA	1.47
8.46% RURAL ELEC 29-Aug-28	AAA	1.42
8.50% PFC Ltd. 15-Dec-14	AAA	0.86
9.64% PGC Ltd. 31-May-18	AAA	0.54
9.64% PGC Ltd. 31-May-21	AAA	0.54
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	0.43
8.19% IRFC Ltd. 27-Apr-19	AAA	0.41
2.00% Indian Hotels Ltd. 09-Dec-14	AA	0.28
9.29% PFC Ltd. 21-Aug-2022	AAA	0.21
9.35% REC Ltd. 15-Jun-22	AAA	0.21
Fixed Deposit		
9.50% State Bank Of Hyderabad FD 04-Jan-14		3.05
9.50% State Bank of Hyderabad FD 10-Feb-2014		1.31
Unit Funds		
Axis Liquid Fund - Direct Plan - Growth Option		4.49
Kotak Liquid-Plan A -(Growth) - Direct		3.99
DWS Insta Cash Plus Fund - Direct Plan - Growth		0.37
Cash Bank & Others		
Total		100.00

Fund Performance

PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Mar-13	17.8652	1961.97	-0.65%	-0.71%
Last 1 Year	30-Sep-12	17.0856	1883.05	3.88%	3.45%
Last 2 Years	30-Sep-11	15.3796	1718.92	7.43%	6.46%
Last 3 Years	30-Sep-10	14.4587	1628.02	7.07%	6.16%
Last 4 Years	30-Sep-09	13.6063	1543.70	6.87%	5.99%
Last 5 Years	30-Sep-08	11.8655	1403.15	8.39%	6.78%
Since Inception	2-Mar-04	10.0000	1193.20	6.17%	5.25%

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.

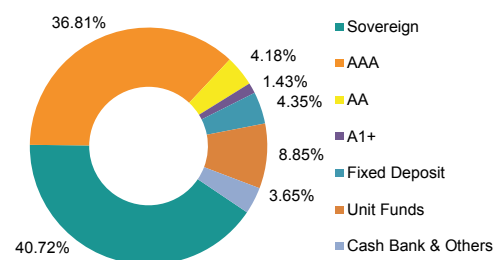
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	85% - 100%	100%
Cash & Money Market **	Up to 40%	18%

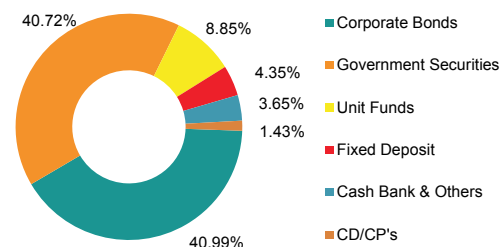
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

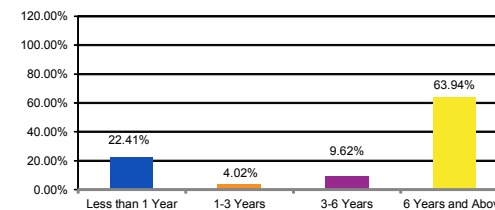
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Liquid Fund

ULGF 003 02/03/04 L1 110

FundAssure, Investment Report, September 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.

NAV as on 30 Sep, 13 : ₹18.5498

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		83.33
Oriental Bank of Commerce CD 16-Jan-14	A1+	8.69
Vijaya Bank CD 16-Jan-14	A1+	8.69
IDBI Bank CD 17-Feb-14	A1+	8.61
Canara Bank CD 24-Feb-14	A1+	8.60
Allahabad Bank CD 17-Mar-14	A1+	8.54
Bank of India 03-June-14	A1+	8.44
Corporation Bank CD 05-June-14	A1+	8.44
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	8.33
Bank of Baroda CD 05-Mar-14	A1+	7.51
Andhra Bank CD 14-Mar-14	A1+	7.48
Unit Funds		11.91
Axis Liquid Fund - Direct Plan - Growth Option		4.34
Kotak Liquid-Plan A -(Growth) - Direct		3.78
DWS Insta Cash Plus Fund - Direct Plan - Growth		3.78
Cash Bank & Others		4.76
Total		100.00

Fund Performance

PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Mar-13	17.8485	1945.30	3.93%	4.44%
Last 1 Year	30-Sep-12	17.1133	1871.69	8.39%	8.54%
Last 2 Years	30-Sep-11	15.7128	1721.98	8.65%	8.62%
Last 3 Years	30-Sep-10	14.6298	1597.83	8.23%	8.33%
Last 4 Years	30-Sep-09	13.9225	1535.67	7.44%	7.25%
Last 5 Years	30-Sep-08	12.9122	1437.57	7.51%	7.16%
Since inception	25-May-04	10.0000	1113.63	6.83%	6.64%

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.

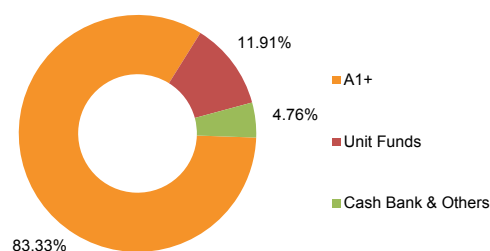
Asset Mix

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%

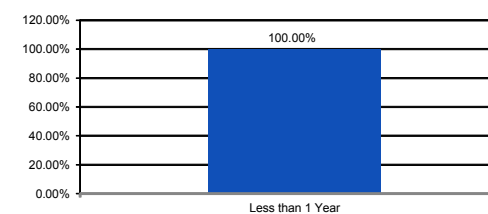
* Exposure to Debt is restricted to exposure to Cash & Money Market

** Cash & Money Market includes current assets

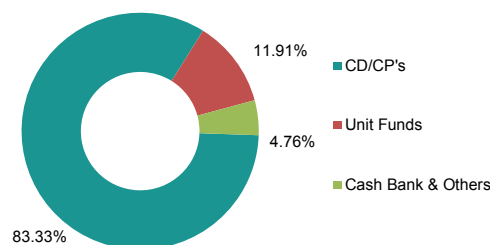
Rating Profile



Maturity Profile



Asset Allocation



Pension Schemes

Bond Fund

ULGF 005 17/08/07 BO 110

FundAssure, Investment Report, September 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.

NAV as on 30 Sep, 13 : ₹15.2032

Benchmark : CRISIL Composite Bond Index -100%

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

Instrument	Industry/Rating	% of NAV
CD/CP's		
		2.73
Oriental Bank of Commerce CD 05-June-14 A1+		
		2.73
Government Securities		
		39.28
7.16% GOI 20-May-23	Sovereign	7.82
8.20% GOI 24-Sep-25	Sovereign	7.38
8.30% GOI 31-Dec-42	Sovereign	7.00
8.83% GOI 12-Dec-41	Sovereign	3.46
8.33% GOI 09-Jul-26	Sovereign	3.36
8.84% Maharashtra SDL 17-Oct-22	Sovereign	2.07
8.91% Gujarat SDL 22-Aug-22	Sovereign	2.07
8.79% Gujarat SDL 25-Oct-22	Sovereign	2.05
8.15% GOI 11-Jun-22	Sovereign	1.42
7.28% GOI 03-Jun-19	Sovereign	1.40
8.97% GOI 05-Dec-30	Sovereign	1.26
Corporate Bonds		
		38.48
9.57% IRFC Ltd. 31-May-21	AAA	8.67
9.00% PFC Ltd. 11-Mar-2028	AAA	6.12
2.00% Indian Hotels Ltd. 09-Dec-14	AA	5.62
9.75% HDFC Ltd. 07-Dec-16	AAA	4.32

Instrument	Industry/Rating	% of NAV
10.40% Reliance Ports & Terminals Ltd. 18-July-21	AAA	3.72
9.64% PGC Ltd. 31-May-18	AAA	1.80
9.64% PGC Ltd. 31-May-21	AAA	1.79
9.70% HDFC 09-Feb-2016	AAA	1.44
8.46% RURAL ELEC 29-Aug-28	AAA	1.43
9.48% REC Ltd. 10-Aug-21	AAA	1.42
0.00% NABARD 01-Jan-19	AAA	1.33
10.70% Sundaram Finance Ltd. 06-Jun-14	AA+	0.72
9.75% SBI Series 3 Lower Tier II 16-Mar-21	AAA	0.10
Fixed Deposit		7.49
9.50% State Bank of Hyderabad FD 10-Feb-2014		5.76
9.50% State Bank Of Hyderabad FD 04-Jan-14		1.73
Unit Funds		8.57
Axis Liquid Fund - Direct Plan - Growth Option		4.42
Kotak Liquid-Plan A -(Growth) - Direct		3.93
DWS Insta Cash Plus Fund - Direct Plan - Growth		0.22
Cash Bank & Others		3.44
Total		100.00

Fund Performance

PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX CHANGE
Last 6 Months	31-Mar-13	15.2528	1961.97	-0.33%	-0.71%
Last 1 Year	30-Sep-12	14.5717	1883.05	4.33%	3.45%
Last 2 Years	30-Sep-11	13.1256	1718.92	7.62%	6.46%
Last 3 Years	30-Sep-10	12.3470	1628.02	7.18%	6.16%
Last 4 Years	30-Sep-09	11.5844	1543.70	7.03%	5.99%
Last 5 Years	30-Sep-08	10.3277	1403.15	8.04%	6.78%
Since Inception	17-Aug-07	10.0000	1339.53	7.08%	6.30%

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.

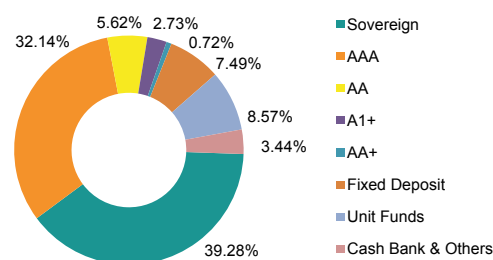
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	Up to 100%	100%
Cash & Money Market **	Up to 40%	22%

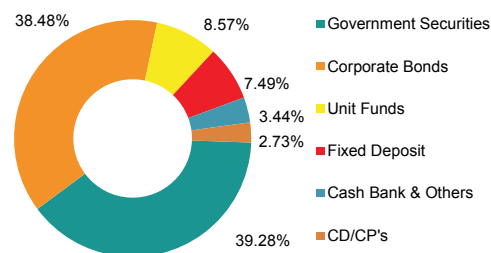
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

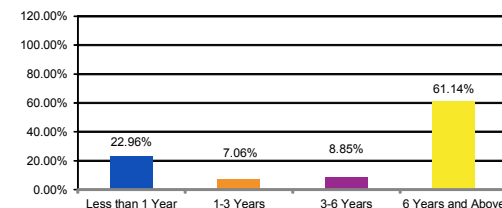
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Balanced Fund

ULGF 006 17/08/07 BL 110

FundAssure, Investment Report, September 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.

NAV as on 30 Sep, 13 : ₹14.4072

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-Mar-13	14.3409	0.46%	-0.55%
Last 1 Year	30-Sep-12	13.8487	4.03%	3.16%
Last 2 Years	30-Sep-11	12.5718	7.05%	6.58%
Last 3 Years	30-Sep-10	12.3924	5.15%	5.38%
Last 4 Years	30-Sep-09	11.5073	5.78%	5.70%
Last 5 Years	30-Sep-08	10.0479	7.47%	6.89%
Since Inception	17-Aug-07	10.0000	6.14%	6.23%

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%	18%
Debt *	80% - 100%	82%
Cash & Money Market **	Up to 40%	5%

* Exposure to Debt includes Cash & Money Market

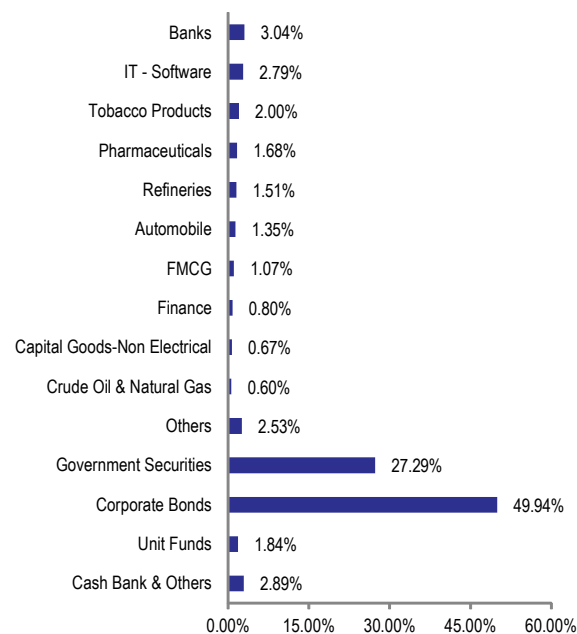
** Cash & Money Market includes current assets

Portfolio

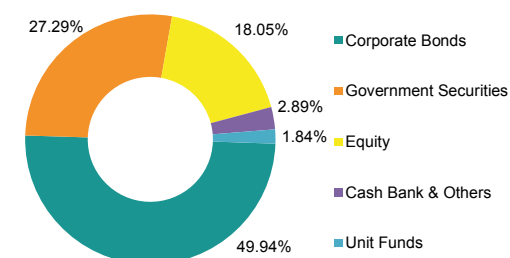
Instrument	Industry/Rating	% Of NAV
Equity		18.05
ITC Ltd.	Tobacco Products	2.00
Infosys Technologies Ltd.	IT - Software	1.40
Reliance Industries Ltd.	Refineries	1.33
HDFC Bank Ltd.	Banks	1.28
ICICI Bank Ltd.	Banks	1.09
Tata Consultancy Services Ltd.	IT - Software	0.89
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	0.73
Hindustan Unilever Ltd.	FMCG	0.67
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	0.64
HDFC Ltd.	Finance	0.59
Other Equity		7.43
Government Securities		27.29
8.79% GOI 08-Nov-21	Sovereign	10.50
8.33% GOI 09-Jul-26	Sovereign	7.19
8.83% GOI 12-Dec-41	Sovereign	4.39
9.15% GOI 14-Nov-24	Sovereign	3.07
8.20% GOI 24-Sep-25	Sovereign	2.14

Instrument	Industry/Rating	% Of NAV
Corporate Bonds		49.94
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	7.99
9.30% SAIL 25-May-19	AAA	7.57
8.70% PFC Ltd. 14-May-15	AAA	5.32
9.97% IL&FS 28-Sep-16	AAA	4.66
8.35% HDFC Ltd. 19-Jul-15	AAA	4.52
9.655% NABARD 18-Oct-14	AAA	3.86
9.95% SBI 16-Mar-26	AAA	3.40
9.20% PGC Ltd. 12-Mar-15	AAA	3.06
8.46% RURAL ELEC 29-Aug-28	AAA	2.79
8.40% HDFC Ltd. 08-Dec-14	AAA	2.28
8.84% NTPC Ltd. 04-Oct-22	AAA	2.19
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	1.37
8.84% PGC Ltd. 21-Oct-18	AAA	0.75
9.25% PGC Ltd. 26-Dec-20	AAA	0.19
Unit Funds		1.84
Axis Liquid Fund - Direct Plan - Growth Option		1.84
Cash Bank & Others		2.89
Total		100.00

Sector Allocation



Asset Allocation



Pension Schemes

Growth Fund

ULGF 007 17/08/07 G2 110

FundAssure, Investment Report, September 2013

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 30 Sep, 13 : ₹13.8164

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-Mar-13	13.8397	-0.17%	-0.22%
Last 1 Year	30-Sep-12	13.4617	2.63%	2.59%
Last 2 Years	30-Sep-11	12.3561	5.74%	6.83%
Last 3 Years	30-Sep-10	12.7251	2.78%	3.82%
Last 4 Years	30-Sep-09	11.6783	4.29%	5.11%
Last 5 Years	30-Sep-08	9.9641	6.76%	7.12%
Since Inception	17-Aug-07	10.0000	5.42%	6.09%

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%	24%
Debt *	60% - 80%	76%
Cash & Money Market **	Up to 80%	23%

* Exposure to Debt includes Cash & Money Market

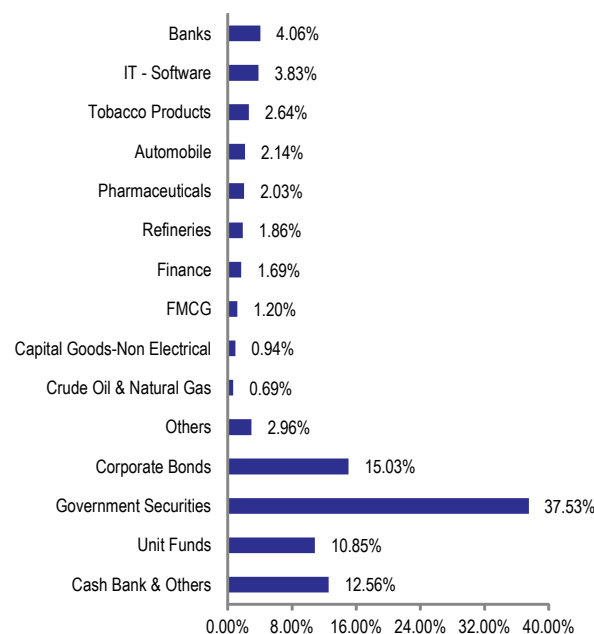
** Cash & Money Market includes current assets

Pension Schemes

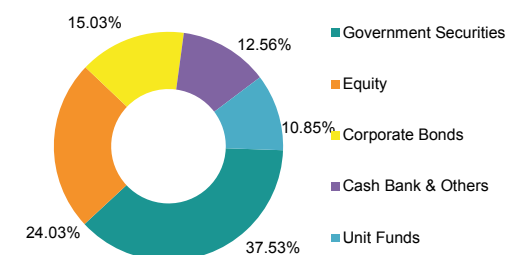
Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		24.03
ITC Ltd.	Tobacco Products	2.64
Infosys Technologies Ltd.	IT - Software	1.87
HDFC Bank Ltd.	Banks	1.84
Reliance Industries Ltd.	Refineries	1.66
HDFC Ltd.	Finance	1.36
ICICI Bank Ltd.	Banks	1.30
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	1.10
Tata Consultancy Services Ltd.	IT - Software	1.02
Other Equity below 1% corpus		11.25
Government Securities		37.53
9.15% GOI 14-Nov-24	Sovereign	9.23
8.79% GOI 08-Nov-21	Sovereign	9.03
8.97% GOI 05-Dec-30	Sovereign	6.02
7.83% GOI 11-04-2018	Sovereign	5.97
8.83% GOI 12-Dec-41	Sovereign	4.41
8.20% GOI 24-Sep-25	Sovereign	2.86
Corporate Bonds		15.03
8.84% NTPC Ltd. 04-Oct-22	AAA	5.87
9.57% IRFC Ltd. 31-May-21	AAA	3.11
8.30% HDFC Ltd. 23-Jun-15	AAA	3.03
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	3.03
Unit Funds		10.85
Axis Liquid Fund - Direct Plan - Growth Option		4.03
Kotak Liquid-Plan A -(Growth) - Direct		3.41
DWS Insta Cash Plus Fund - Direct Plan - Growth		3.41
Cash Bank & Others		12.56
Total		100.00

Sector Allocation



Asset Allocation



Maxima Fund

ULGF 008 17/08/07 M1 110

FundAssure, Investment Report, September 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

NAV as on 30 Sep, 13 : ₹11.1669

Benchmark : -

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
Last 6 Months	31-Mar-13	11.0955	0.64%
Last 1 Year	30-Sep-12	10.6671	4.69%
Since Inception	13-Feb-12	10.0000	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	Up to 60%	0%
Debt *	0% - 100%	100%
Cash & Money Market **	Up to 40%	13%

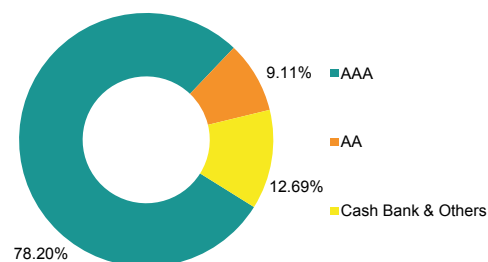
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

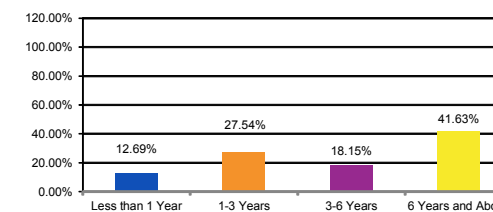
Portfolio

Instrument	Industry/Rating	% of NAV
Corporate Bonds		87.31%
8.94% PFC Ltd. 25-Mar-28	AAA	9.63%
9.70% GE Shipping 02-Feb-21	AAA	9.20%
9.60% HDFC Ltd. 07-Apr-16	AAA	9.19%
9.40% NHB 10-Jan-15	AAA	9.18%
9.40% NABARD 31-Jul-15	AAA	9.17%
9.90% Indian Hotels Ltd. 24-Feb-17	AA	9.11%
9.48% REC Ltd. 10-Aug-21	AAA	9.09%
9.43% LIC Housing Finance Ltd. 10-Feb-22	AAA	9.05%
9.00% EXIM Bank 10-Jan-19	AAA	9.04%
9.95% SBI 16-Mar-26	AAA	4.66%
Cash Bank & Others		12.69%
Total		100.00%

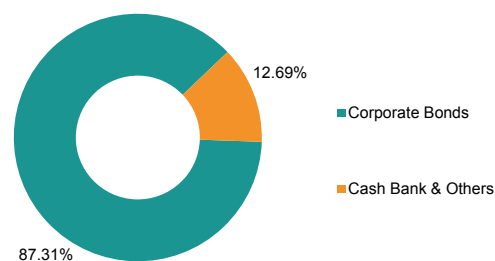
Rating Profile



Maturity Profile



Asset Allocation



Pension Schemes

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Tata AIA Life Delphi 'B' Wing, 2nd Floor, Hiranandani Business
Park, Orchard Avenue, Powai, Mumbai 400076.

Tata AIA Life Insurance's Investment team

Name	Designation
Harshad Patil	Fund Manager
Rajeev Tewari	Fund Manager
Jayanth Udupa	Fund Manager
Nitin Bansal	Analyst
Cheenu Gupta	Analyst
Nimesh Mistry	Analyst
Anirban Ray	Analyst
Nalin Ladiwala	Analyst
HS Bharath	Dealer
Pankaj Agarwal	Dealer

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Tata AIA Life Insurance Company Ltd. (Reg. No. 110)

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

Pension Schemes

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