

Fund Assure

Investment Report, March 2013



From the CIO's Desk

Fund Assure, Investment Report, March 2013



Dear Friends,

The month of March 2013 saw the benchmark indices; BSE Sensex and CNX Nifty shed around 0.14% and 0.18% respectively, even as the Mid-cap index, CNX Mid-cap lost 1.84% during the same period.

On the global front, in a bid to avert a banking system collapse, Cyprus worked out a deal with the EU, ECB and IMF-the troika, to shut down its second largest bank, Laiki, shift deposits below €100,000 to the Bank of Cyprus and freeze deposits above €100,000, using them to resolve debts. Cyprus will now be able to secure a €10 billion bailout from the troika. The uncertainties in the government formation in Italy linger on, with the Italian elections held earlier throwing up a gridlock, even as the protracted consultations among key players continue.

The US Federal reserve sees GDP growth in 2013 at 2.3-2.8%, improving to 2.9-3.4% in 2014. The Fed expects to reach the 6.5% unemployment level only in 2015, at which it has guided the start of the interest hike cycle. The Fed would withdraw Quantitative easing before raising rates and would guide market expectations towards tightening in subsequent policy briefings.

The BRICS summit 2013, attended by the political leaders of the BRICS nations, proposed a Contingent Reserve Arrangement (CRA) with an initial size of USD 100 billion to act as a financial safety net for the BRICS countries to complement the global financial safety net. The summit also announced the launch of the New Development Bank, with initial contribution to the Bank expected to be substantial and sufficient for the Bank to be effective in financing infrastructure.

The Reserve Bank of India (RBI) in its Mid-quarter monetary policy review reduced the policy repo rate under the liquidity adjustment facility (LAF) by 25 basis points from 7.75 % to 7.50%, largely along expected lines. The RBI noted that even as the policy stance emphasized addressing the growth risks, the headroom for further monetary easing remained quite limited. The tight liquidity conditions as well as low deposit growth rates limit the transmission of the rate cut to the end borrower.

The February 2013 trade deficit narrowed significantly to USD 14.9 billion from USD 20 billion earlier, helped by a 4.2% up-tick in exports and slowdown in total imports to 2.6%. In value terms, exports surged to USD 26.3 billion in February even as non-oil imports amounted to USD 26 billion, down 3.5% year on year. However, the Indian macro economy saw the current account widen in the third quarter this fiscal posting a deficit of USD 32.5 billion (6.7% of GDP), up from a deficit of USD 22.8 billion in the second quarter (5.4% of GDP). The deterioration in current account deficit was despite the marginal pick-up in exports growth in the third quarter this fiscal. The import growth continued to remain strong at 9.4%, with oil imports and gold imports posting robust growth. Ample liquidity due to loose monetary policy from the global central banks has helped India attract FII inflows in the first three months of the calendar year 2013 and has restricted the adverse impact on the INR stemming from a sharp deterioration of the current account deficit. Going forward, sustained FII inflows will be the key factor in keeping the INR at reasonable levels.

Wholesale Price Index (WPI) Inflation for the month of February 2013 rose to 6.84%, above the consensus estimate of around 6.6% and the January 2013 print of 6.6%. Manufactured products inflation declined to 4.5% in February 2013. The positive around the February 2013 WPI inflation print was the continued decline in the core inflation, now at near three year lows.

Index of Industrial Production (IIP) for the month of January 2013 came in at a respectable 2.4%, above the consensus estimate of 1.3%, aided by a favourable base effect. There had been a moderate up tick in the growth in electricity and consumer goods segment even as the capital goods segment remained firmly in the contraction phase due to slow project approvals. Overall, the macro economic indicators suggest a moderate revival in the economic growth trajectory and the 4.5% GDP growth registered for the third quarter this fiscal could well be the trough. However, a sustainable recovery in growth needs an enabling policy environment and a concerted thrust for big ticket infrastructure projects to kick start the investment cycle.

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

Market Outlook - Debt

Fund Assure, Investment Report, March 2013

March 2013 saw the benchmark 10 year Government securities (G-sec) harden by 8 bps to close the month at 7.95% levels.

March 2013 saw the G-sec market selling off due to the RBI policy reiterating that there was only limited space available for further easing. The yields of the 30 year G-sec over the 10 year G-sec was at around 30 bps in March 2013 as against the 25 bps, seen in the prior month.

The corporate bond market eased towards the end of March as the supply got absorbed, to close the month at around the 8.85% levels in the 5-10 year bonds, 5 bps lower than the February levels of 8.90%. As a consequence, the corporate bond spread over the benchmark 10 year G-sec stood at around 75 Bps in March 2013, contracting from the February 2013 levels.

On the liquidity front, the Liquidity Adjustment Facility -LAF continued to be the primary mode of liquidity injection, maintaining a shortfall of around Rs.1 trillion levels for most of the month before ending the month at over Rs.1.5 trillion levels, due to financial year end liquidity demand, as well as muted deposit growth in the banking system, thereby requiring the RBI to shore up the liquidity through the Open Market Operations (OMOs).

The Reserve Bank of India (RBI) in its Mid-quarter monetary policy review reduced the policy repo rate under the liquidity adjustment facility (LAF) by 25 basis points from 7.75 % to 7.50% and signaled that “even as the policy stance emphasizes addressing the growth risks, the headroom for further monetary easing remains quite limited.” It has placed the onus on sustaining growth squarely on the government by stating that a competitive interest rate is necessary but not sufficient for stimulating growth by increasing investments.

The RBI believed that the growth had decelerated significantly, even as inflation remained at an elevated level. The RBI noted the softening of non-food manufactured products inflation but was concerned about the fact that food inflation remained high. The RBI was disappointed with the services sector growth, which had been the mainstay of the overall growth, decelerating to its slowest pace in a decade pulling down India's GDP growth in Q3 of 2012-13 to 4.5 %, the weakest in the last 15 quarters. While overall industrial production growth turned positive in January 2013, key sectors such as capital goods and mining continued to contract.

The RBI stated that the year-on-year headline WPI inflation had edged up to 6.8 % in February 2013 from 6.6 % in January, essentially reflecting the upward revisions effected to administered prices of petroleum products. The RBI expressed satisfaction that the non-food

manufactured products inflation had continued its downward trajectory since September 2012, enabled by softening prices of metals, textiles and rubber products. The RBI was worried at the upward path of retail inflation since October 2012, on sustained price pressures from food items, especially cereals and proteins.

The RBI listed the key macroeconomic priorities, which were to raise the growth rate, restrain inflation pressures and mitigate the vulnerability of the external sector.

On the growth front, the RBI believed that the key to reinvigorating growth was by accelerating investment. The RBI stated that the government had a critical role to play in this regard by remaining committed to fiscal consolidation, easing the supply bottlenecks and improving governance surrounding project implementation. On the external sector front, the RBI noted that the key challenge was to reduce the CAD and that financing of the CAD with stable flows remained a challenge. The RBI expected the headline inflation to be range-bound around current levels over 2013-14 in view of sectoral demand-supply imbalances, the ongoing corrections in administered prices and their second-round effects. Moreover, elevated food prices, including pressures stemming from MSP increases had adverse implications for inflation expectations and the risks on account of the CAD remained significant.

The first half FY2014 borrowing calendar was front-loaded, accounting for around 60% of the fiscal's budgeted gross borrowing at Rs3.49 trillion, resulting in a net borrowing Rs 2.74 trillion. The Government also plans to issue Rs120-200 billion of inflation-indexed bonds. The RBI borrowing calendar sees the weekly borrowing at Rs150 billion, except for two weeks in August. The issuance in H1 is concentrated in the below 15 year segment, which accounts for around 67% of the borrowing programme. The 15 year-19 year and above 20year maturity segments each constitute around 16% of the total borrowings.

In what is broadly seen as a positive development in the debt market, the existing debt limits will be merged into two broad categories -Gsecs limit of USD 25 billion and corporate bond limit of USD 51 billion, thereby removing the various sub-limits like GSec old, GSec long term, corporate bond limit in QFIs and FII in long-term infra bonds.

Going forward, monetary easing, continuation of OMOs and weak credit demand will be key positives for the government securities even as the supply of bonds through weekly auctions will be the dampener.

In the near term, the increasing G-sec supply through weekly auctions in April 2013 would keep the yields under pressure and the 10-year yield G-sec may trade in the range of 7.80-8.00%.

Market Outlook - Equity

Fund Assure, Investment Report, March 2013

The month of March 2013 saw the benchmark indices; BSE Sensex and CNX Nifty shed around 0.14% and 0.18% respectively, even as the Mid-cap index, CNX Mid-cap lost 1.84% during the same period.

FIIIs were net buyers with net inflow of around USD 1.9 billion in March 2013 even as the DIIIs were net sellers to the tune of around USD 1.4 billion, with domestic mutual funds net sellers of around USD 0.3 billion and Insurance companies net sellers of around USD 1.1 billion over the month. In the first three months of the calendar year 2013, the FIIIs have been net buyers to the tune of USD 10.5 billion with the DIIIs net sellers to the tune of USD 6.3 billion, Insurance companies and mutual funds selling Indian equities to the tune of USD 5.0 billion and USD 1.3 billion respectively.

Indian equities were among the best performing asset classes in CY 2012 on the back of the Government's thrust on reforms but increasing political uncertainty, RBI's hawkish guidance in the Mid-quarter monetary policy and limited window available for reforms, given the busy election calendar over the next one year, have weighed on the equity market in the first three months of CY 2013.

The investment cycle remains weak with the private capex cycle muted. The sentiment is affected by sustained high retail inflation, lower growth impacting employment opportunities as well as structural deterioration of the macro-indicators. These factors have driven the household savings into physical assets has added pressure on the domestic financial savings, impacting monetary transmission and partly offsetting the impact of the rate cuts from RBI.

The consensus earnings estimate for the broad market (MSCI India) were reduced by 1% and 0.8% for FY 2013 (E) and FY 2014(E) over the month. The estimates earnings

growth stands at 10% and 15% for FY 2013(E) and FY 2014(E) respectively. The equity markets would take further cues from the Budget session of parliament as it resumes on 22nd April and continues till 10th May and could see some key bills pertaining to insurance and pension sectors, land acquisition and food security being in the agenda for discussion.

The fourth quarter fiscal FY 2013 earnings will be closely tracked by the market to see any visible signs of a pick up in the investment cycle. The earnings season is expected to see a muted revenue growth due to the prevailing sluggish demand conditions. The profitability could be adversely impacted due to higher input prices of petroleum products and inadequate pricing power of corporate India.

The government is expected to speed up project clearances, spur PSU capex spends as well as announce the new exports policy and these initiatives would be seen as positive by the equity markets. In an attempt to speed up investments in the oil and gas space, the Cabinet Committee on Investment (CCI) has given clearances to oil and gas activity in five blocks off the east coast. The government will pay ₹ 250 billion additional cash subsidy to PSU fuel retailers to cover for the revenue they lost on selling auto and cooking fuel below cost in FY 2013. The GDP growth will continue be driven by consumption as sizeable government spend in a pre-election year as well as initiatives such as direct cash transfers will act as tailwinds.

The market offers the comfort of reasonable valuations at around 14 times one year forward price earnings, close to long term averages. 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, March 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 Mar, 13 : ₹35.3906

Benchmark : BSE Sensex - 100%

Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		94.34
Reliance Industries Ltd.	Refineries	8.20
HDFC Bank Ltd.	Banks	7.77
ITC Ltd.	Tobacco Products	7.44
Infosys Technologies Ltd.	IT - Software	6.70
ICICI Bank Ltd.	Banks	6.58
HDFC Ltd.	Finance	4.86
Tata Consultancy Services Ltd.	IT - Software	4.18
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	4.08
Oil and Natural Gas Corpn Ltd.	Crude Oil & Natural Gas	3.87
Tata Motors Ltd.	Automobile	3.43
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	2.99
State Bank of India	Banks	2.75
Hindustan Unilever Ltd.	FMCG	2.71
Bharti Airtel Ltd.	Telecomm-Service	2.66

Instrument	Industry/Rating	% Of NAV
Mahindra and Mahindra Ltd.	Automobile	2.00
Coal India Ltd	Mining & Mineral Products	1.79
Nestle India Ltd.	FMCG	1.52
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	1.46
Tata Steel Ltd.	Steel	1.43
HCL Technologies Ltd.	IT - Software	1.32
Maruti Suzuki India Ltd.	Automobile	1.27
Power Grid Corporation of India Ltd.	Power Generation & Distribution	1.26
IDFC Ltd.	Finance	1.19
Cipla Ltd.	Pharmaceuticals	1.10
Havells India Ltd.	Capital Goods - Electrical	1.07
Hero Motocorp Ltd.	Automobile	1.02
Sterlite Industries (India) Ltd.	Non Ferrous Metals	1.01
Other Equity below 1% corpus		8.68
Cash Bank & Others		5.66
Total		100.00

Fund Performance

PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 6 Months	30-Sep-12	35.3040	18762.74	0.25%	0.39%
Last 1 Year	31-Mar-12	32.8672	17404.20	7.68%	8.23%
Last 2 Years	31-Mar-11	35.9129	19445.22	-0.73%	-1.58%
Last 3 Years	31-Mar-10	32.1735	17527.77	3.23%	2.43%
Last 4 Years	31-Mar-09	16.9416	9708.50	20.22%	18.02%
Last 5 Years	31-Mar-08	30.4802	15644.44	3.03%	3.78%
Since Inception	29-Mar-04	10.0000	5571.37	15.06%	14.47%

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.

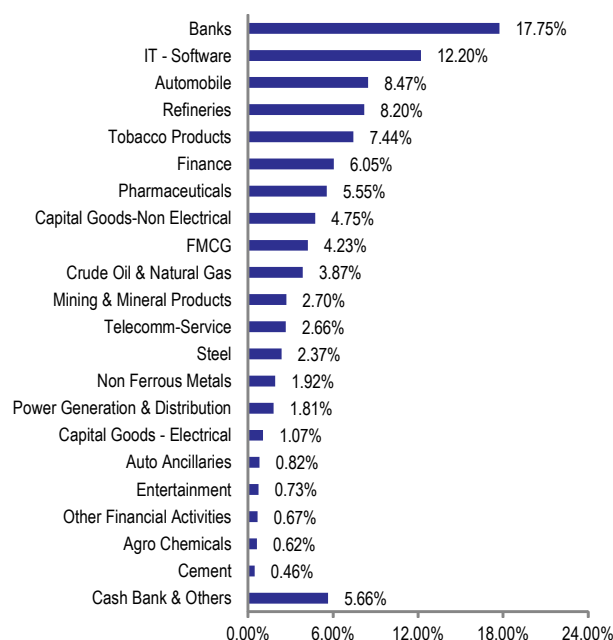
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	Up to 100%	94%
Debt *	Up to 40%	6%
Cash & Money Market **	Up to 40%	6%

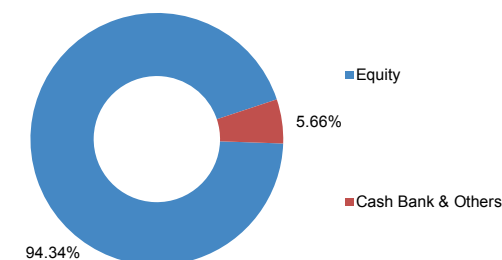
* Exposure to Debt is restricted to exposure to Cash & Money Market

** 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, March 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 Mar, 13 : ₹15.5662

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		16.57
Cholamandaram Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	9.25
Indiabulls Fin. Services Ltd. CP 17-JUL-13	A1+	4.97
Bank of Baroda CD 05-Mar-14	A1+	2.35
Corporate Bonds		70.08
9.75% IDFC Ltd. 11-Jul-14	AAA	8.77
9.40% NHB 10-Jan-15	AAA	7.72
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	6.45
9.64% PGC Ltd. 31-May-15	AAA	5.18
10.20% Sundaram Finance Ltd. 21-Jul-14	AA+	5.17
9.63% PFC Ltd. 15-Dec-14	AAA	5.16
9.655% NABARD 18-Oct-14	AAA	5.16
10.40% ICICI Sec Prim Deal Ltd. 27-Jun-13	AAA	5.12
9.55% HDFC Ltd. 11-Apr-13	AAA	5.11
8.80% SAIL 26-Oct-15	AAA	5.10
8.40% HDFC Ltd. 08-Dec-14	AAA	3.04
8.45% REC Ltd. 19-Feb-15	AAA	2.53
7.65% REC Ltd. 31-Jan-16	AAA	2.48
10.75% REC Ltd. 24-Jul-13	AAA	2.05
11.40% PFC Ltd. 28-Nov-13	AAA	1.04
Fixed Deposit		4.60
9.50% State Bank Of Hyderabad FD 04-Jan-14		4.60
Unit funds		4.24
ICICI Prudential Liquid - Direct Plan - Growth		4.24
Cash Bank & Others		4.51
Total		100.00

Fund Performance

PERIOD	DATE	NAV	CRISIL Short-Term Bond Index	NAV Change	INDEX Change
Last 6 Months	30-Sep-12	14.9777	1948.67	3.93%	4.05%
Last 1 Year	31-Mar-12	14.2453	1858.56	9.27%	9.10%
Last 2 Years	31-Mar-11	13.1204	1716.04	8.92%	8.70%
Last 3 Years	31-Mar-10	12.5364	1632.46	7.48%	7.49%
Last 4 Years	31-Mar-09	11.5974	1541.81	7.64%	7.09%
Last 5 Years	31-Mar-08	10.5556	1404.31	8.08%	7.62%
Since Inception	3-Jul-06	10.0000	1242.33	6.78%	7.53%

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.

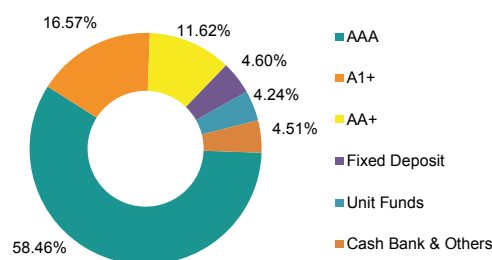
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	60% - 100%	100%
Cash & Money Market **	Up to 40%	30%

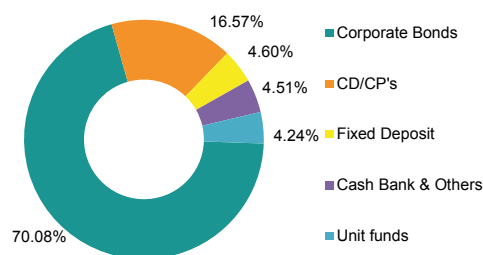
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

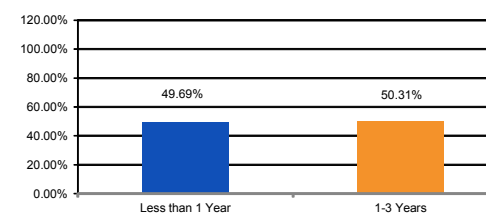
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Income Fund

ULGF 002 02/03/04 11 110

FundAssure, Investment Report, March 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 Mar, 13 : ₹17.8652

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		0.18
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	0.18
Government Securities		38.72
8.83% GOI 12-Dec-41	Sovereign	9.20
8.20% GOI 24-Sep-25	Sovereign	8.99
8.97% GOI 05-Dec-30	Sovereign	5.88
8.19% GOI 16-Jan-20	Sovereign	4.51
8.15% GOI 11-Jun-22	Sovereign	3.65
8.33% GOI 09-Jul-26	Sovereign	1.73
8.91% Gujarat SDL 22-Aug-22	Sovereign	1.39
8.84% Maharashtra SDL 17-Oct-22	Sovereign	1.38
8.79% Gujarat SDL 25-Oct-22	Sovereign	1.37
8.79% GOI 08-Nov-21	Sovereign	0.33
7.38% GOI 03-Sep-15	Sovereign	0.28
Corporate Bonds		47.28
9.57% IRFC Ltd. 31-May-21	AAA	11.70
10.40% Reliance Ports & Terminals Ltd. 18-July-21	AAA	7.82
9.00% PFC Ltd. 11-Mar-2028	AAA	4.70
2.00% Tata Steel Ltd. 23-Apr-22	AA	3.90
9.70% HDFC Ltd. 07-Jun-17	AAA	3.14
9.75% HDFC Ltd. 07-Dec-16	AAA	2.61

Instrument	Industry/Rating	% of NAV
9.35% PGC Ltd. 29-Aug-16	AAA	2.15
9.5% United Phosphorus Ltd. 12-Jan-15	AA+	2.13
7.95% IDFC Ltd. 04-May-14	AAA	2.10
9.40% LIC Housing Finance Ltd. 20-12-13	AAA	1.91
8.84% NTPC Ltd. 04-Oct-22	AAA	1.06
8.50% PFC Ltd. 15-Dec-14	AAA	0.84
9.64% PGC Ltd. 31-May-21	AAA	0.55
9.64% PGC Ltd. 31-May-18	AAA	0.55
9.64% PGC Ltd. 31-May-16	AAA	0.54
9.95% SBI 16-Mar-26	AAA	0.45
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	0.22
9.29% PFC Ltd. 21-Aug-2022	AAA	0.22
Fixed Deposit		4.24
9.50% State Bank Of Hyderabad FD 04-Jan-14		2.97
9.50% State Bank of Hyderabad FD 10-Feb-2014		1.27
Unit funds		0.92
ICICI Prudential Liquid - Direct Plan - Growth		0.92
Cash Bank & Others		8.66
Total		100.00

Fund Performance

PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	30-Sep-12	17.0856	1883.05	4.56%	4.19%
Last 1 Year	31-Mar-12	16.1221	1795.50	10.81%	9.27%
Last 2 Years	31-Mar-11	14.8300	1667.12	9.76%	8.48%
Last 3 Years	31-Mar-10	14.0255	1586.80	8.40%	7.33%
Last 4 Years	31-Mar-09	12.9832	1505.33	8.31%	6.85%
Last 5 Years	31-Mar-08	11.8263	1402.21	8.60%	6.95%
Since Inception	2-Mar-04	10.0000	1193.20	6.60%	5.63%

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.

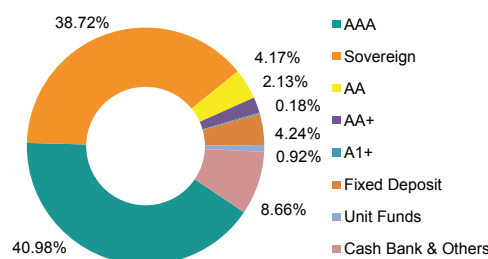
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	85% - 100%	100%
Cash & Money Market **	Up to 40%	14%

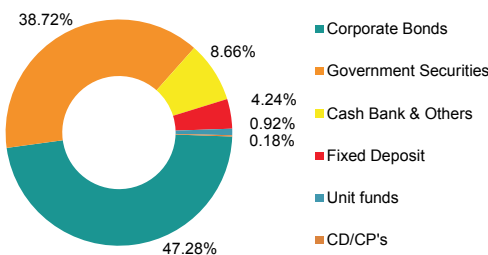
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

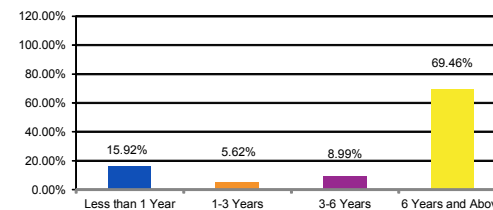
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Liquid Fund

ULGF 003 02/03/04 L1 110

FundAssure, Investment Report, March 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 Mar, 13 : ₹17.8485

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		61.36
Oriental Bank of Commerce CD 16-Jan-14	A1+	9.08
Vijaya Bank CD 16-Jan-14	A1+	9.08
IDBI Bank CD 17-Feb-14	A1+	8.95
Canara Bank CD 24-Feb-14	A1+	8.94
Indiabulls Fin. Services Ltd. CP 17-JUL-13	A1+	8.84
Cholamandalam Invest & Fin. Co. Ltd CP 10-Oct-13	A1+	8.66
Bank of Baroda CD 05-Mar-14	A1+	7.81
Unit funds		4.48
ICICI Prudential Liquid - Direct Plan - Growth		4.48
Cash Bank & Others		34.16
Total		100.00

Fund Performance

PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 6 Months	30-Sep-12	17.1133	1871.69	4.30%	3.93%
Last 1 Year	31-Mar-12	16.3808	1797.46	8.96%	8.22%
Last 2 Years	31-Mar-11	15.0735	1657.04	8.82%	8.35%
Last 3 Years	31-Mar-10	14.2770	1560.20	7.73%	7.63%
Last 4 Years	31-Mar-09	13.4249	1504.63	7.38%	6.63%
Last 5 Years	31-Mar-08	12.4025	1382.85	7.55%	7.06%
Since inception	25-May-04	10.0000	1113.63	6.76%	6.50%

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.

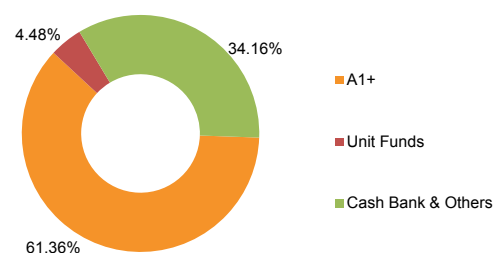
Asset Mix

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%

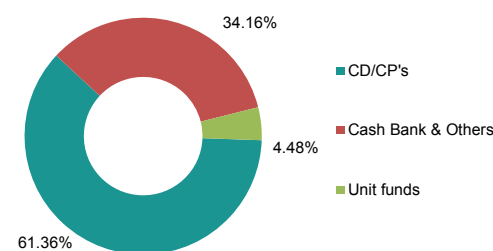
* Exposure to Debt is restricted to exposure to Cash & Money Market

** Cash & Money Market includes current assets

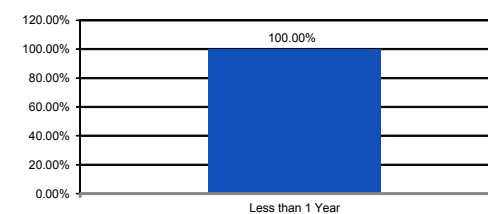
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Bond Fund

ULGF 005 17/08/07 BO 110

FundAssure, Investment Report, March 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 Mar, 13 : ₹15.2528

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
Government Securities		38.34
8.20% GOI 24-Sep-25	Sovereign	11.05
8.97% GOI 05-Dec-30	Sovereign	8.34
8.83% GOI 12-Dec-41	Sovereign	7.81
8.33% GOI 09-Jul-26	Sovereign	3.99
8.91% Gujarat SDL 22-Aug-22	Sovereign	2.40
8.84% Maharashtra SDL 17-Oct-22	Sovereign	2.39
8.79% Gujarat SDL 25-Oct-22	Sovereign	2.37
Corporate Bonds		47.60
10.40% Reliance Ports & Terminals Ltd. 18-Jul-21	AAA	8.48
9.75% HDFC Ltd. 07-Dec-16	AAA	8.03
9.00% PFC Ltd. 11-Mar-2028	AAA	7.09
9.57% IRFC Ltd. 31-May-21	AAA	6.56
2.00% Indian Hotels Ltd. 09-Dec-14	AA	5.93

Instrument	Industry/Rating	% of NAV
9.64% PGC Ltd. 31-May-21	AAA	2.03
9.64% PGC Ltd. 31-May-18	AAA	2.02
9.64% PGC Ltd. 31-May-16	AAA	2.00
9.64% PGC Ltd. 31-May-15	AAA	1.98
9.48% REC Ltd. 10-Aug-21	AAA	1.61
9.95% SBI 16-Mar-26	AAA	0.96
10.70% Sundaram Finance Ltd. 06-Jun-14	AA+	0.79
9.75% SBI Series 3 Lower Tier II 16-Mar-21	AAA	0.12
Fixed Deposit		8.13
9.50% State Bank of Hyderabad FD 10-Feb-2014		6.25
9.50% State Bank Of Hyderabad FD 04-Jan-14		1.88
Unit funds		2.42
ICICI Prudential Liquid - Direct Plan - Growth		2.42
Cash Bank & Others		3.51
Total		100.00

Fund Performance

PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	30-Sep-12	14.5717	1883.05	4.67%	4.19%
Last 1 Year	31-Mar-12	13.7669	1795.50	10.79%	9.27%
Last 2 Years	31-Mar-11	12.6590	1667.12	9.77%	8.48%
Last 3 Years	31-Mar-10	11.9803	1586.80	8.38%	7.33%
Last 4 Years	31-Mar-09	11.0594	1505.33	8.37%	6.85%
Last 5 Years	31-Mar-08	10.3415	1402.21	8.08%	6.95%
Since Inception	17-Aug-07	10.0000	1339.53	7.79%	7.02%

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.

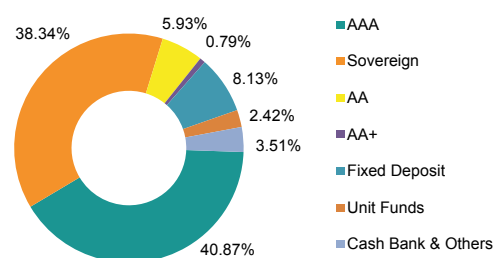
Asset Mix

Instrument	Asset Mix as per F&U	Actual Asset Mix
Equity	0%	0%
Debt *	Up to 100%	100%
Cash & Money Market **	Up to 40%	14%

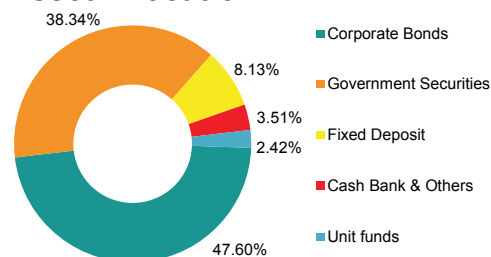
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

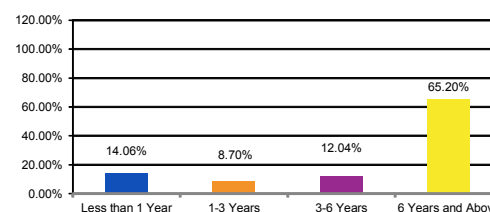
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Balanced Fund

ULGF 006 17/08/07 BL 110

FundAssure, Investment Report, March 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 Mar, 13 : ₹14.3409

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	30-Sep-12	13.8487	3.55%	3.74%
Last 1 Year	31-Mar-12	13.0844	9.60%	9.08%
Last 2 Years	31-Mar-11	12.5323	6.97%	7.50%
Last 3 Years	31-Mar-10	11.8125	6.68%	6.87%
Last 4 Years	31-Mar-09	10.7789	7.40%	7.87%
Last 5 Years	31-Mar-08	10.2768	6.89%	6.63%
Since Inception	17-Aug-07	10.0000	6.62%	6.91%

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

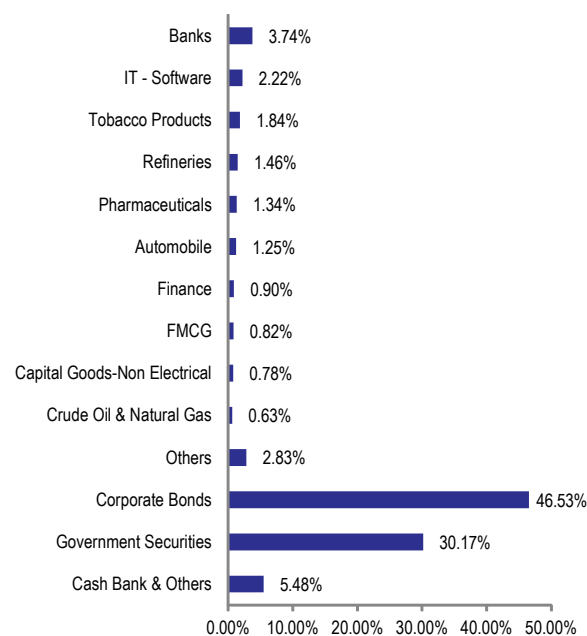
Pension Schemes

Portfolio

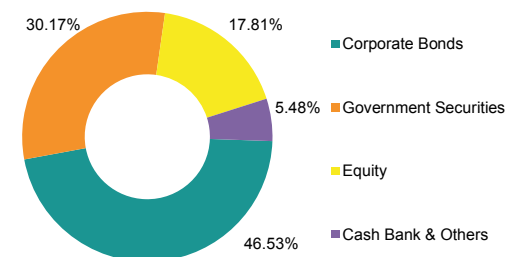
Instrument	Industry/Rating	% Of NAV
Equity		17.81
ITC Ltd.	Tobacco Products	1.84
HDFC Bank Ltd.	Banks	1.30
Reliance Industries Ltd.	Refineries	1.26
ICICI Bank Ltd.	Banks	1.24
Infosys Technologies Ltd.	IT - Software	1.16
Other Equity		11.00
Government Securities		30.17
8.79% GOI 08-Nov-21	Sovereign	10.89
8.33% GOI 09-Jul-26	Sovereign	7.58
8.83% GOI 12-Dec-41	Sovereign	4.74
9.15% GOI 14-Nov-24	Sovereign	3.20
8.20% GOI 24-Sep-25	Sovereign	2.25
8.15% GOI 11-Jun-22	Sovereign	1.51
Corporate Bonds		46.53
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	10.28

Instrument	Industry/Rating	% Of NAV
9.95% SBI 16-Mar-26	AAA	6.62
8.70% PFC Ltd. 14-May-15	AAA	5.18
9.97% IL&FS 28-Sep-16	AAA	4.60
8.35% HDFC Ltd. 19-Jul-15	AAA	4.41
9.655% NABARD 18-Oct-14	AAA	3.75
9.20% PGC Ltd. 12-Mar-15	AAA	2.99
8.84% NTPC Ltd. 04-Oct-22	AAA	2.22
8.40% HDFC Ltd. 08-Dec-14	AAA	2.21
10.40% ICICI Sec Prim Deal Ltd. 27-Jun-13	AAA	1.49
7.65% REC Ltd. 31-Jan-16	AAA	1.44
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	1.33
Cash Bank & Others		5.48
Total		100.00

Sector Allocation



Asset Allocation



Growth Fund

ULGF 007 17/08/07 G2 110

FundAssure, Investment Report, March 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 Mar, 13 : ₹13.8397

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	30-Sep-12	13.4617	2.81%	2.82%
Last 1 Year	31-Mar-12	12.7574	8.48%	8.68%
Last 2 Years	31-Mar-11	12.6538	4.58%	5.55%
Last 3 Years	31-Mar-10	12.0013	4.87%	5.94%
Last 4 Years	31-Mar-09	9.8840	8.78%	9.93%
Last 5 Years	31-Mar-08	9.9819	6.75%	5.98%
Since Inception	17-Aug-07	10.0000	5.95%	6.70%

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%	26%
Debt *	60% - 80%	74%
Cash & Money Market **	Up to 80%	11%

* Exposure to Debt includes Cash & Money Market

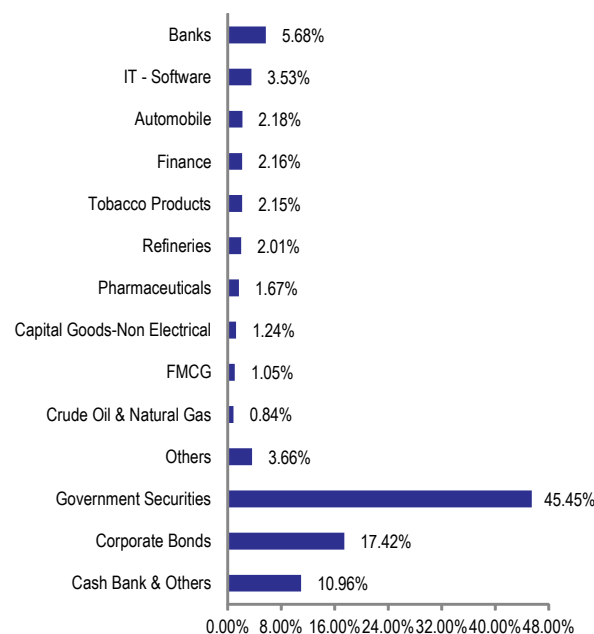
** Cash & Money Market includes current assets

Pension Schemes

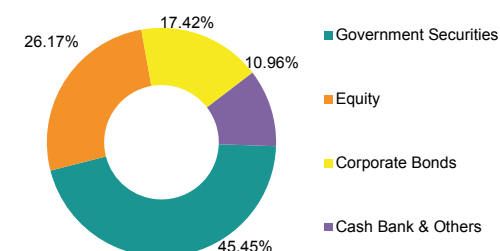
Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		26.17
HDFC Bank Ltd.	Banks	2.17
ITC Ltd.	Tobacco Products	2.15
Infosys Technologies Ltd.	IT - Software	1.81
Reliance Industries Ltd.	Refineries	1.74
ICICI Bank Ltd.	Banks	1.72
HDFC Ltd.	Finance	1.65
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	1.19
Other Equity below 1% corpus		13.75
Government Securities		45.45
9.15% GOI 14-Nov-24	Sovereign	11.21
8.79% GOI 08-Nov-21	Sovereign	10.90
8.97% GOI 05-Dec-30	Sovereign	7.41
7.83% GOI 11-04-2018	Sovereign	6.90
8.83% GOI 12-Dec-41	Sovereign	5.54
8.20% GOI 24-Sep-25	Sovereign	3.51
Corporate Bonds		17.42
8.84% NTPC Ltd. 04-Oct-22	AAA	6.92
9.57% IRFC Ltd. 31-May-21	AAA	3.64
8.30% HDFC Ltd. 23-Jun-15	AAA	3.43
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	3.43
Cash Bank & Others		10.96
Total		100.00

Sector Allocation



Asset Allocation



Maxima Fund

ULGF 008 17/08/07 M1 110

FundAssure, Investment Report, March 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 Mar, 13 : ₹11.0955

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

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%	9%

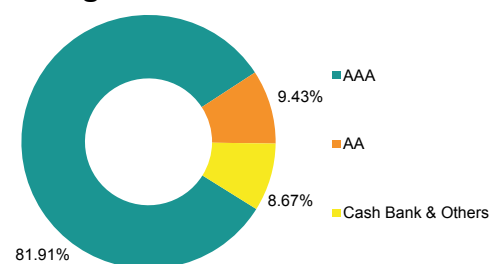
* Exposure to Debt includes Cash & Money Market

** Cash & Money Market includes current assets

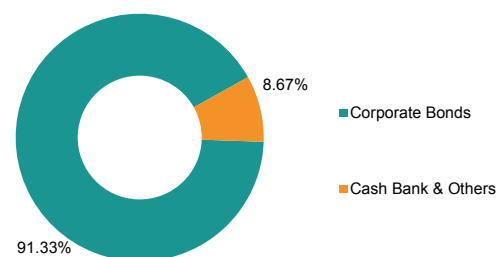
Portfolio

Instrument	Industry/Rating	% of NAV
Corporate Bonds		91.33
8.94% PFC Ltd. 25-Mar-28	AAA	10.36
9.70% GE Shipping 02-Feb-21	AAA	9.71
9.48% REC Ltd. 10-Aug-21	AAA	9.60
9.43% LIC Housing Finance Ltd. 10-Feb-22	AAA	9.59
9.60% HDFC Ltd. 07-Apr-16	AAA	9.49
9.00% EXIM Bank 10-Jan-19	AAA	9.45
9.90% Indian Hotels Ltd. 24-Feb-17	AA	9.43
9.40% NABARD 31-Jul-15	AAA	9.41
9.40% NHB 10-Jan-15	AAA	9.37
9.95% SBI 16-Mar-26	AAA	4.93
Cash Bank & Others		8.67
Total		100.00

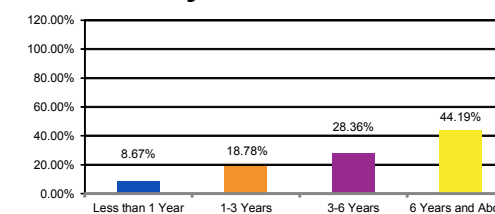
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

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9. Interest Rate Sensitivity
Less than 3 year duration - Low
3 to 10 years duration - Medium
more than 10 years duration - High
10. Shading indicates the general representative nature of the portfolio to a particular style or cap".
11. 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.

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

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Pension Schemes

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