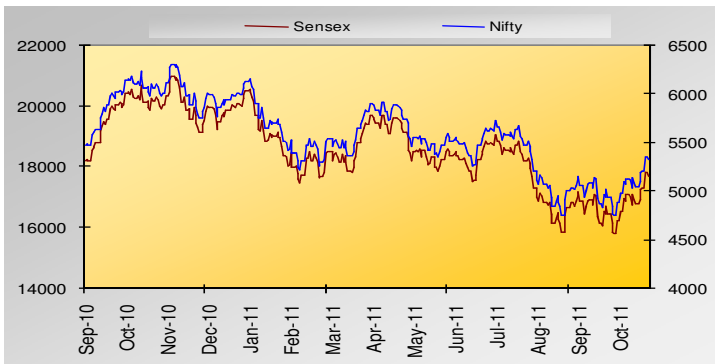
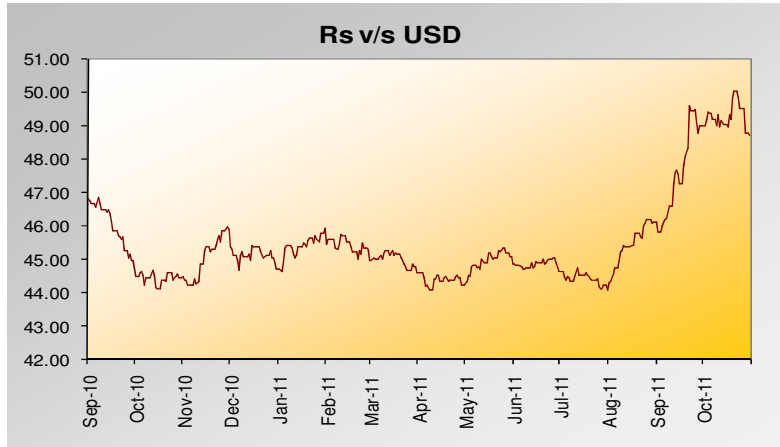
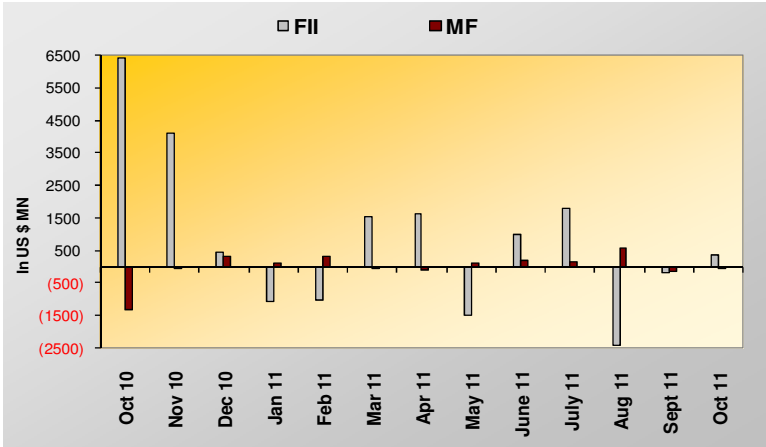


## Equity Market Outlook



Key Indices	31-Oct-11	30-Sep-11	% Change
Nifty	5326.60	4943.25	7.76%
Sensex	17705.01	16453.76	7.60%
BSE 100	9196.79	8613.22	6.78%
Dow Jones	11955.01	10913.38	9.54%
Nikkei	8988.39	8700.29	3.31%
Hang Seng	19864.87	17592.41	12.92%
Nasdaq	2684.41	2415.40	11.14%
KOSPI	1909.03	1769.65	7.88%

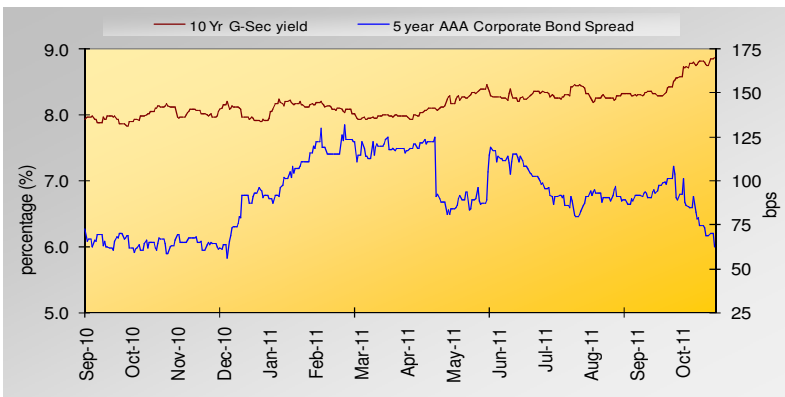
The month of October 2011 found Indian equity investors cheering as the Sensex rallied strongly by 7.5% along with global equity markets from the recent lows in September 2011 on strong hopes of a solution to the European crisis. Investor confidence was further boosted as EU members at the recent summit agreed to a comprehensive set of additional measures to overcome the current turmoil, which includes fully supporting ECB in maintaining price stability in the Euro area targeting sustainable public finances and structural reforms for growth. On the positive side US 3rd quarter GDP data surprised on the upside with 2.5% growth indicating moderation in near term growth risks. Initial jobless claims continue to improve suggesting labor market too is slowly improving. Recent FOMC statement assures US central bank commitment to stronger economic growth going ahead. Global investors are now waiting for the outcome of the G20 meeting scheduled with China's support for the European Financial Stability Facility still remaining an enigma.



On the domestic front, the sticky headline inflation showed slight moderation in September 2011, but still remained elevated at 9.7%. The double-digit Primary inflation continues to remain a major concern while easing commodity prices and higher base of last year offers some hope for the future. The RBI continued its policy tightening with another 25 bps hike in the policy meet on Nov 25, in line with market expectations but hinted at a pause for the Dec meet, mentioning there is 'low probability' of another hike. Due to the visible slowdown, the RBI has cut its FY12 growth forecast down to 7.6% from 8% earlier; but maintained the FY12 end inflation target of 7%. Savings rate deregulation was the another reformist step taken by the RBI which was unexpected at this juncture. The downside risks to GDP growth have been contained as Rural India is resulting into a consumption boom due to two consecutive good monsoons, higher MSPs for their crops and schemes like NREGA have delivered a bounty to the farming community. This year's monsoon was better than last year's and, in fact, saw India receive rainfall that was better-distributed both temporally and geographically than in any of the past 10 years.

Domestic investment demand is softening as a result of combination of factors including monetary tightening, hindrances to project execution, deteriorating business confidence and slowing global economy. The latest Purchasing Managers Index (PMI) data which depicts the ordering activity shows the momentum in the manufacturing sector sprung back to life in October, after nearly stalling in the previous month, led by a spurt in domestic orders. However, service sector activity dipped in October due to slower growth in new business as well as disruptive labour strikes. Domestic price pressures still remain significant and broad-based due to supply shortages and hence the possibility of a rate cut soon in the near future looks bleak. Quarterly earnings in India also held up as sales momentum did not slip as much as the street had estimated as operating margins positively surprised in most cases. Contrary to the negatively biased analyst views, the much feared banking sector's asset quality is so far intact, barring a few exceptions. Post the recent rally; valuations still remain reasonable for the long term investor as Sensex at the end of October 2011 is trading at 15.6x FY12e earnings and 13.3x FY13e earnings. However in the short term, India equity markets could be volatile due to global events, domestic inflationary trends and Government's policy reform.

## Debt Market Outlook



Key Indices	31-Oct-11	30-Sep-11	% Change
10 year G-Sec	8.88%	8.43%	5.30%
5 Year G-Sec	8.84%	8.32%	6.21%
91 Day T Bill	8.63%	8.42%	2.49%
364 day T-Bill	8.70%	8.43%	3.20%
MIBOR	9.27%	9.24%	0.32%
Call Rates	8.34%	7.90%	5.57%
Inflation	9.72%	9.78%	-0.61%

The global economy will sail through the heightened financial and economic uncertainty this scenario will allow an unsatisfactorily slow pace of growth in many regions. The suggestion of a referendum on the Greek package has upset fragile confidence that progress was being made towards a "grand plan". The 10yr sovereign yields in Italy have reached new highs ~6.65%, and are at levels that are considered unsustainable. While the eventual outcome is still unknown, the immediate consequences are for greater uncertainty in both Greece and Euro zone. The decision has raised the risk of disorderly Greek default and contagion risk to the rest of Europe. In China too, the leading indicators readings suggest a moderate slowdown ahead

In the 2011-12 Budget, the centre had planned to borrow Rs 4170bn however it raised the market borrowing target for the current fiscal by Rs. 528bn to Rs. 4700bn. While the markets were already expecting a hike in borrowing targets, the quantum and timing of the increase has surprised participants. This has fuelled worries that the revised borrowing target may even overshoot the new estimate because of subdued tax collections amidst a renewed slowdown in global and domestic economies and a larger oil subsidy burden. The over all effect of this will be felt as the yield curve starts creeping upwards and hits a new high.

Currently, though inflation continues to be elevated, the impact of the fall in global commodity prices is expected to contribute to the declining trajectory of inflation in a couple of months. The slowing domestic demand along with high base effect (Nov-Dec onwards) will be able to contain headline inflation below 7% by March 2012 Although, RBI has indicated many times in the past that it would continue to adopt a hawkish stance until inflation moderates, poor industrial output numbers and the unstable global economic situation are likely to make the RBI hesitant in hiking rates in future and rather prefer to wait for the monetary transmission mechanism to work through the system.

With the 25bps repo rate hike in October policy meeting (which is thirteenth in a row), the RBI seems to be done with the tightening cycle Concerns over growth rather than inflation would start taking centre stage, going forward. The systemic liquidity has remained in a deficit mode for the last whole quarter. In line with RBI's stance of retaining a liquidity deficit for better monetary transmission, The RBI would continue to retain a similar stance on the liquidity front. We expect liquidity to remain tight with a continuing deficit in the quarter ahead. The continuous bond supply and rollover of CMB (in case) would add to the strain. Apart from RBI's stance on liquidity, the pan out of systemic liquidity would also depend on the extent of Government expenditure.

The 10yr yield in G-sec market is expected to be in ~ 8.75/9.1% given the negative sentiment after the surprise addition in the borrowing calendar; corporate bonds will again track Gsec with a spread of ~ 75 bps.



## Learning Curve

### Deep Discount Bond

A deep discount bond is a type of bond that is sold at a lower price than the par value. Deep discount bonds are also sometimes referred to as zero-coupon bonds and do not have coupons at all. This simply means that periodic interest payments are not available under the provisions of this type of bond. The annual compounded interest is paid in full at the time of maturity. In pricing the bond, it will be discounted at its spot rate i.e. the rate of discount specific to that maturity.

The price of a zero coupon bond is therefore given by:-

$$\text{Price} = R / (1 + Z_i)$$

Where R is the redemption payment

Z<sub>i</sub> is the spot rate relating to period i: (the maturity of the bond)

The discount rate used (Z<sub>i</sub>) can be thought as the redemption yield of a zero-coupon bond.

Zero coupon bonds may be long or short term investments. The bonds can be held until maturity or sold on secondary bond markets. Short-term zero coupon bonds generally have maturities of less than one year.

Regular bonds, on the other hand, provide investors with regular income which comes in the form of coupon payments. Such payments are usually available on a semi-annual/annual basis. The principal amount is then paid to the investor at the time of maturity.

The zero coupon bond has a number of advantages over its conventional counterpart. The zero coupon bond consists of a single point cash flow and therefore, by purchasing a selection of such bonds, the investor can build up the cash flows he wants, rather than receiving - and possibly needing to reinvest - frequent coupons. This allows far more efficient asset/liability management and eliminates reinvestment risk. Zero coupon bonds can therefore be used as building blocks from which to construct financial instruments such as annuities or deferred payment bonds.

A zero coupon bond also has greatest duration (for the same maturity) and greatest convexity (for the same duration) than coupon bonds. This makes them potentially attractive to a large part of the market; for example, traders, who trade on risk and are looking for increased volatility; investors who want long duration assets; fund managers who are seeking to match the duration of their portfolios and have, for example, long duration pension liabilities.

**Arpita Nanoti**

Head – Investment Communication & Advisory



## FUND PERFORMANCE AS ON 31ST OCTOBER 2011

GROUP Inception Date	Secure 19-Jun-01		Stable 31-Aug-01		Growth 31-Aug-01		Growth Advantage 18-Feb-08	
	Fund Return	BM	Fund Return	BM	Fund Return	BM	Fund Return	BM
Last 1 year	0.48%	1.17%	-2.79%	-1.43%	-6.49%	-4.03%	-6.18%	-5.77%
Last 2 years	5.50%	4.55%	5.61%	4.59%	6.40%	4.58%	7.86%	4.53%
Last 3 years	13.07%	9.01%	14.92%	11.32%	19.13%	13.54%	22.85%	14.97%
Last 4 year	8.15%	3.57%	6.60%	2.77%	8.39%	1.93%	-	-
Last 5 years	9.60%	5.77%	9.39%	6.30%	12.82%	6.96%	-	-
Since Inception	11.02%	-	14.36%	-	16.10%	-	13.42%	-

<b>Asset Held (Rs. In Crores)</b>	<b>606</b>	<b>341</b>	<b>219</b>	<b>19</b>
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GROUP Inception Date	Money Market 30-Mar-05		Bond 28-Jan-07		Fixed Interest 18-Nov-02		Short Term Debt 10-Dec-08		Income Advantage 23-Mar-10	
	Fund Return	BM	Fund Return	BM	Fund Return	BM	Fund Return	BM	Fund Return	BM
Last 1 year	9.03%	6.71%	6.65%	-	6.41%	4.64%	8.83%	5.90%	11.35%	4.64%
Last 2 years	7.70%	4.94%	7.99%	-	7.75%	4.40%	7.49%	4.80%	-	-
Last 3 years	10.47%	4.98%	13.10%	-	14.46%	5.80%	-	-	-	-
Last 4 year	10.72%	-	11.36%	-	11.96%	4.24%	-	-	-	-
Last 5 years	10.87%	-	-	-	10.98%	4.56%	-	-	-	-
Since Inception	9.63%	-	11.43%	-	8.09%	-	8.41%	-	8.76%	4.34%

<b>Asset Held (Rs. In Crores)</b>	<b>181</b>	<b>162</b>	<b>117</b>	<b>67</b>	<b>1</b>
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<u>Fund Name</u>	<u>Benchmark Composition</u>		<u>SFIN</u>
Secure	BSE 100	Crisil Composite Bond Index	ULGF00212/06/01BSLGSECURE109
Stable	BSE 100	Crisil Composite Bond Index	ULGF00312/06/01BSLGGSTABLE109
Growth	BSE 100	Crisil Composite Bond Index	ULGF00112/06/01BSLGGGROWTH109
Growth Advantage	BSE 100	Crisil Composite Bond Index	ULGF01026/11/07BSLIGGRADV109
Money Market	-	Crisil Liquid Fund Index	ULGF00824/08/04BSLIGRMMKT109
Income Advantage	-	Crisil Composite Bond Index	ULGF01425/02/10BSLGINCADV109
Fixed Interest	-	Crisil Composite Bond Index	ULGF00416/07/02BSLGFIXINT109
Short Term Debt Fund	-	Crisil Short Term Bond Index	ULGF01322/09/08BSLGSHTDBT109
Bond Fund	-	-	ULGF00530/05/03BSLIGRBOND109

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## Portfolio as on 31st October 2011

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 24.22%

7.8%	GOVERNMENT OF INDIA 2021	5.48%
8.26%	GOVERNMENT OF INDIA 2027	2.95%
8.13%	GOVERNMENT OF INDIA 2022	2.42%
8.2%	GOVERNMENT OF INDIA 2022	2.30%
8.28%	GOVERNMENT OF INDIA 2032	1.54%
6.35%	GOVERNMENT OF INDIA 2020	1.05%
8.08%	GOVERNMENT OF INDIA 2022	0.93%
8.32%	GOVERNMENT OF INDIA 2032	0.85%
7.59%	GOVERNMENT OF INDIA 2016	0.79%
8.24%	GOVERNMENT OF INDIA 2027	0.77%
	OTHER GOVERNMENT SECURITIES	5.12%

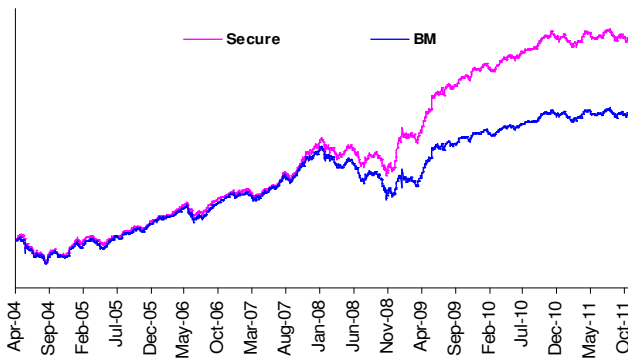
#### CORPORATE DEBT 40.54%

8.9%	STEEL AUTHORITY OF INDIA LTD. 2019	3.08%
9.15%	LARSEN AND TOUBRO LTD. 2019	2.76%
11.45%	RELIANCE INDUSTRIES LTD. 2013	1.88%
10.9%	RURAL ELECTRIFICATION CORPN. LTD. 2013	1.72%
9.48%	RURAL ELECTRIFICATION CORPN. LTD. 2021	1.36%
	HOUSING DEVELOPMENT FINANCE CORPN. LTD. 201	1.35%
11.5%	RURAL ELECTRIFICATION CORPN. LTD. 2013	1.33%
9.47%	POWER GRID CORPN. OF INDIA LTD. 2012	1.32%
9.05%	RALLIS INDIA LTD. 2013	1.25%
10.25%	TECH MAHINDRA LTD. 2014	1.17%
	OTHER CORPORATE DEBT	23.32%

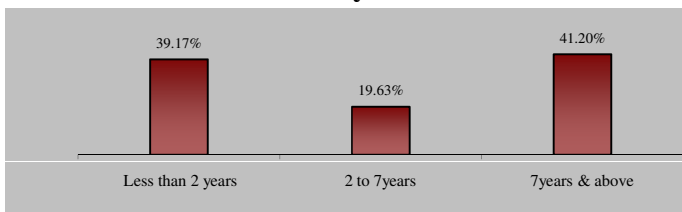
#### EQUITY 18.68%

	RELIANCE INDUSTRIES LTD.	1.39%
	INFOSYS LTD.	1.16%
	ITC LTD.	1.12%
	ICICI BANK LTD.	1.03%
	LARSEN AND TOUBRO LTD.	0.70%
	BHARTI AIRTEL LTD.	0.68%
	STATE BANK OF INDIA	0.64%
	HDFC BANK LTD.	0.55%
	OIL AND NATURAL GAS CORPN. LTD.	0.55%
	HOUSING DEVELOPMENT FINANCE CORPN. LTD.	0.51%
	OTHER EQUITY	10.33%

#### MMI 16.56%



### Maturity Profile

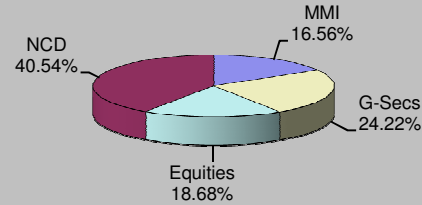


### About the Fund

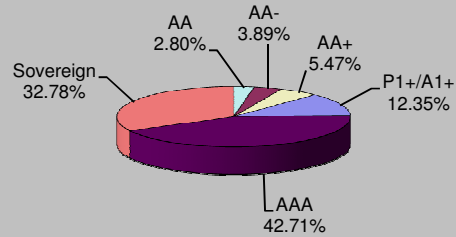
**Objective:** To build capital and generate better returns at moderate level of risk, over a medium or long-term period through a balance of investment in equity and debt.

**Strategy:** Generate better returns with moderate risk level through fixed income portfolio and focus on creating long term equity portfolio which will enhance yield of composite portfolio with low level of risk appetite.

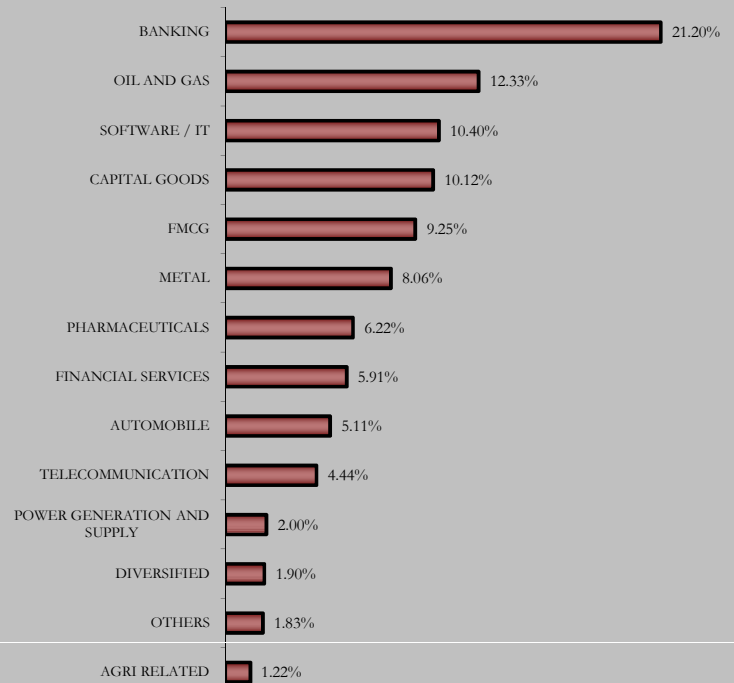
### Asset Allocation



### Rating Profile



### Sectoral Allocation



## Portfolio as on 31st October 2011

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 21.68%

7.8% GOVERNMENT OF INDIA 2021	5.14%
8.28% GOVERNMENT OF INDIA 2032	2.39%
8.26% GOVERNMENT OF INDIA 2027	2.21%
8.2% GOVERNMENT OF INDIA 2022	1.90%
7.44% GOVERNMENT OF INDIA 2012	1.87%
8.08% GOVERNMENT OF INDIA 2022	1.73%
8.3% GOVERNMENT OF INDIA 2040	1.36%
7.59% GOVERNMENT OF INDIA 2015	1.26%
7.8% GOVERNMENT OF INDIA 2020	1.16%
7.5% GOVERNMENT OF INDIA 2034	1.13%
OTHER GOVERNMENT SECURITIES	1.51%

#### CORPORATE DEBT 35.79%

8.65% RURAL ELECTRIFICATION CORPN. LTD. 2019	2.72%
9.45% RURAL ELECTRIFICATION CORPN. LTD. 2013	2.52%
9.5% NATIONAL BANK FOR AGRI. AND RURAL DEVELOPN	2.05%
11.4% POWER FINANCE CORPN. LTD. 2013	1.67%
8.7% POWER FINANCE CORPN. LTD. 2020	1.66%
10.1% POWER GRID CORPN. OF INDIA LTD. 2017	1.49%
9.4% NATIONAL HOUSING BANK 2013	1.46%
8.9% POWER FINANCE CORPN. LTD. 2014	1.45%
8.55% TATA MOTORS FINANCE LTD. 2012	1.42%
12.65% CHOLAMANDALAM INVESTMENT AND FINANCE C	1.40%
OTHER CORPORATE DEBT	17.94%

#### EQUITY 32.75%

RELIANCE INDUSTRIES LTD.	2.44%
INFOSYS LTD.	2.04%
IT C LTD.	1.95%
I C I C I BANK LTD.	1.80%
LARSEN AND TOUBRO LTD.	1.24%
BHARTI AIRTEL LTD.	1.19%
STATE BANK OF INDIA	1.14%
OIL AND NATURAL GAS CORPN. LTD.	0.98%
H D F C BANK LTD.	0.96%
HOUSING DEVELOPMENT FINANCE CORPN. LTD.	0.88%
OTHER EQUITY	18.14%

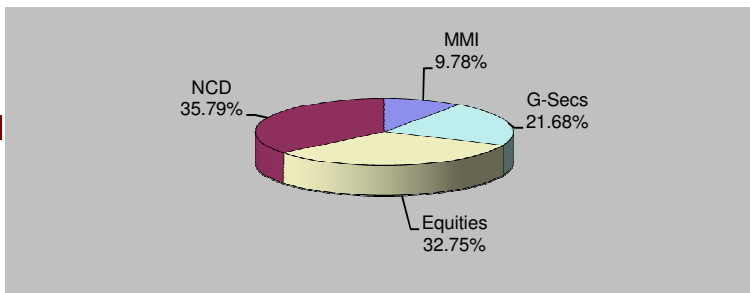
#### MMI 9.78%

### About the Fund

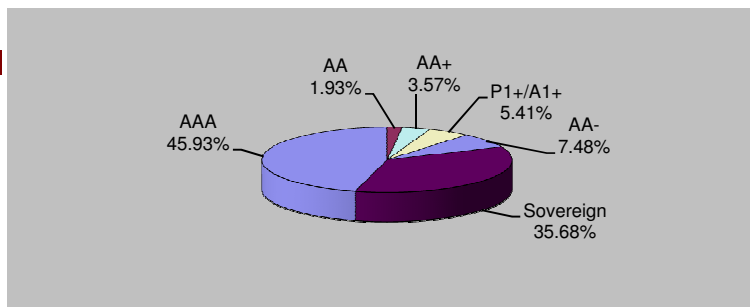
**Objective:** To grow your capital through enhanced returns over a medium to long term period through investments in equity and debt instruments, thereby providing a good balance between risk and return.

**Strategy:** To earn capital appreciation by maintaining diversified equity portfolio and seek to earn regular return on fixed income portfolio by active management resulting in wealth creation for policyholders.

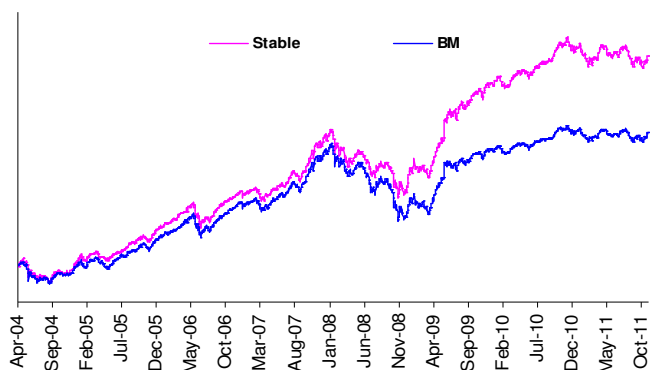
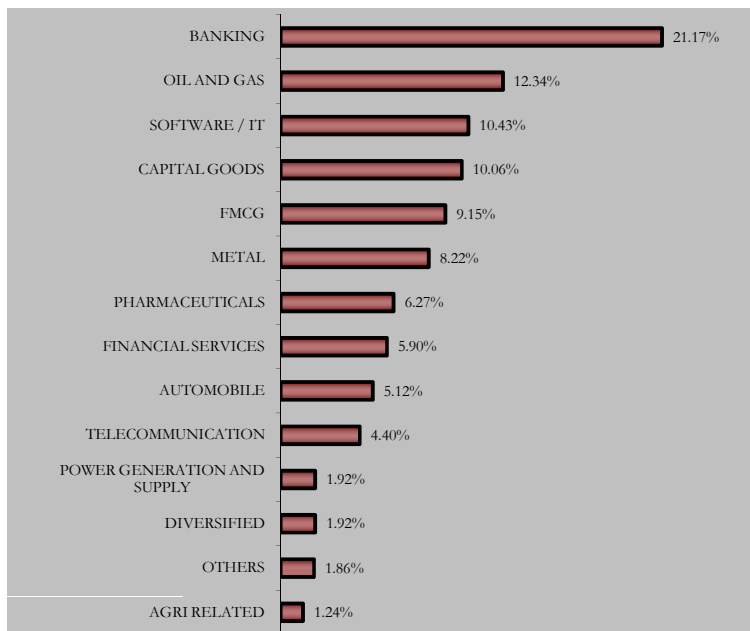
### Asset Allocation



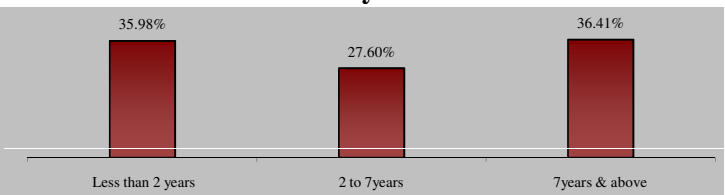
### Rating Profile



### Sectoral Allocation



### Maturity Profile



## Portfolio as on 31st October 2011

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 15.67%

7.8% GOVERNMENT OF INDIA 2021	6.59%
8.2% GOVERNMENT OF INDIA 2022	3.67%
7.59% GOVERNMENT OF INDIA 2016	1.63%
6.9% GOVERNMENT OF INDIA 2019	1.42%
8.08% GOVERNMENT OF INDIA 2022	1.08%
8.3% GOVERNMENT OF INDIA 2040	0.85%
7.02% GOVERNMENT OF INDIA 2016	0.42%

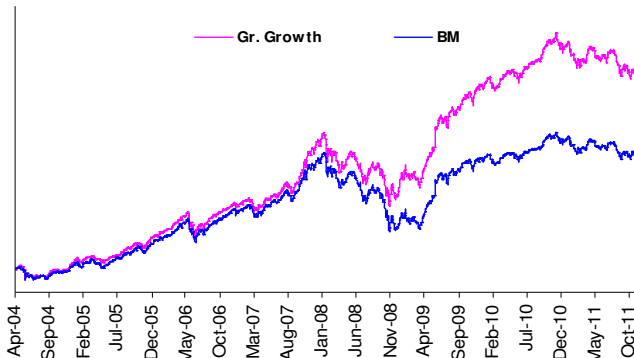
#### CORPORATE DEBT 24.79%

8.7% POWER FINANCE CORPN. LTD. 2020	4.08%
10.48% SUNDARAM FINANCE LTD. 2013	2.53%
8.48% L I C HOUSING FINANCE LTD. 2013	2.24%
5.9% H D F C BANK LTD. 2014	1.68%
8.95% POWER FINANCE CORPN. LTD. 2015	1.43%
10.05% MARICO LTD. 2013	1.37%
9.4% NATIONAL BANK FOR AGRI. AND RURAL DEVELOP.	1.36%
8.5% INFRASTRUCTURE DEVELOPMENT FINANCE CO. LI	1.36%
9.05% STATE BANK OF INDIA 2020	1.29%
9.76% INDIAN RAILWAY FINANCE CORPN. LTD. 2012	0.92%
OTHER CORPORATE DEBT	6.53%

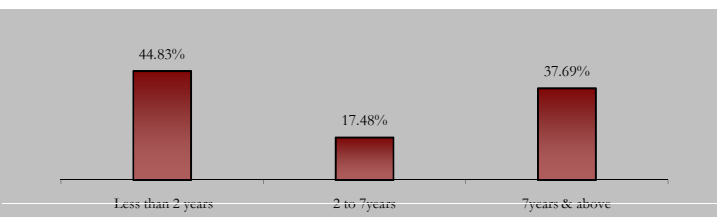
#### EQUITY 46.04%

RELIANCE INDUSTRIES LTD.	3.43%
INFOSYS LTD.	2.87%
I T C LTD.	2.72%
I C I C I BANK LTD.	2.53%
LARSEN AND TOUBRO LTD.	1.74%
BHARTI AIRTEL LTD.	1.64%
STATE BANK OF INDIA	1.59%
OIL AND NATURAL GAS CORPN. LTD.	1.37%
H D F C BANK LTD.	1.35%
HOUSING DEVELOPMENT FINANCE CORPN. LTD.	1.22%
OTHER EQUITY	25.57%

#### MMI 13.50%



**Maturity Profile**

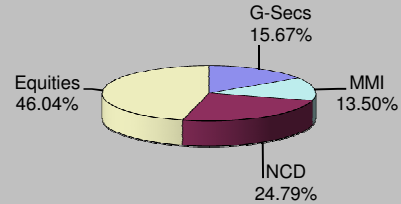


### About the Fund

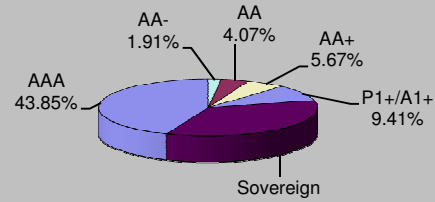
**Objective:** To achieve optimum balance between growth and stability to provide long-term capital appreciation with balanced level of risk by investing in fixed income securities and high quality equity security.

**Strategy:** To ensure capital appreciation by simultaneously investing into fixed income securities and maintaining diversified equity portfolio. Active fund management is carried out to enhance policyholder's wealth in long run.

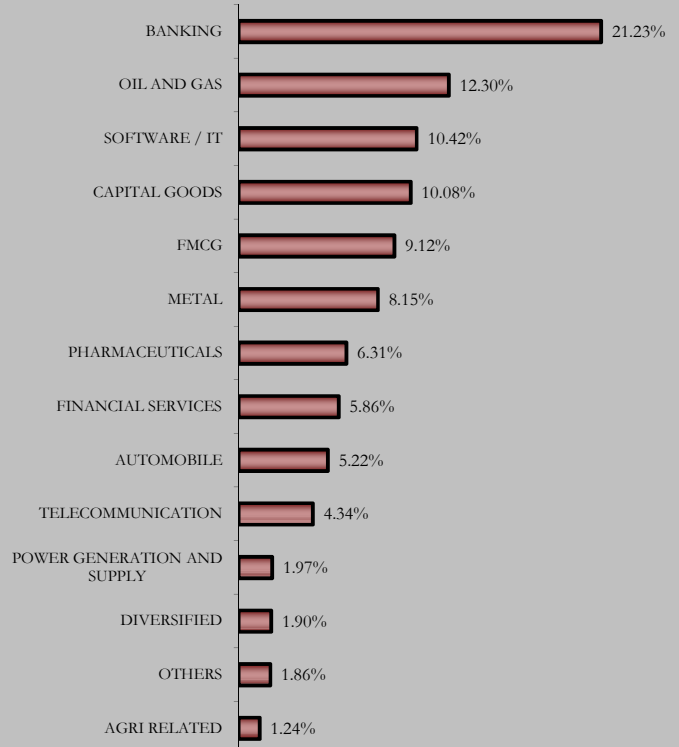
### Asset Allocation



### Rating Profile



### Sectoral Allocation





## Portfolio as on 31st October 2011

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 13.42%

7.8% GOVERNMENT OF INDIA 2021	5.53%
8.13% GOVERNMENT OF INDIA 2022	2.44%
8.2% GOVERNMENT OF INDIA 2022	1.32%
7.49% GOVERNMENT OF INDIA 2017	1.21%
8.3% GOVERNMENT OF INDIA 2040	1.20%
7.59% GOVERNMENT OF INDIA 2016	0.49%
8.08% GOVERNMENT OF INDIA 2022	0.49%
7.46% GOVERNMENT OF INDIA 2017	0.48%
7.99% GOVERNMENT OF INDIA 2017	0.25%

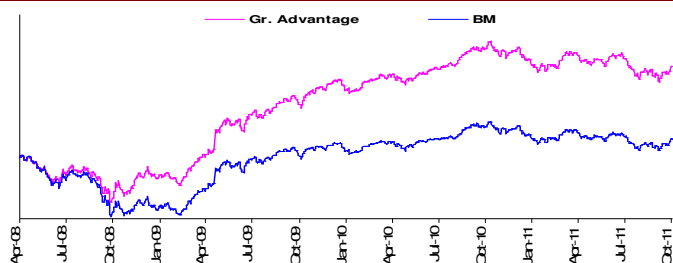
#### CORPORATE DEBT 15.53%

11.5% RURAL ELECTRIFICATION CORPN. LTD. 201	3.20%
10.9% RURAL ELECTRIFICATION CORPN. LTD. 201	2.63%
6.1% NUCLEAR POWER CORPN. OF INDIA LTD. 20	2.39%
9.47% POWER GRID CORPN. OF INDIA LTD. 2013	1.93%
2% INDIAN HOTELS CO. LTD. 2014	1.16%
7.75% RURAL ELECTRIFICATION CORPN. LTD. 201	1.01%
8.7% POWER FINANCE CORPN. LTD. 2020	0.97%
8.8% POWER GRID CORPN. OF INDIA LTD. 2019	0.61%
11.95% HOUSING DEVELOPMENT FINANCE CORP	0.57%
10.48% ULTRATECH CEMENT LTD. 2013	0.52%
OTHER CORPORATE DEBT	0.52%

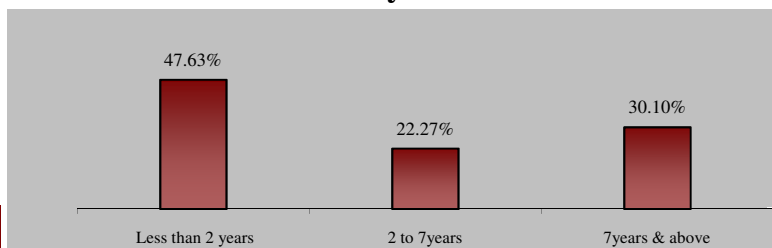
#### EQUITY 54.88%

RELIANCE INDUSTRIES LTD.	4.10%
INFOSYS LTD.	3.44%
I T C LTD.	3.25%
I C I C I BANK LTD.	3.01%
LARSEN AND TOUBRO LTD.	2.07%
BHARTI AIRTEL LTD.	1.96%
STATE BANK OF INDIA	1.90%
OIL AND NATURAL GAS CORPN. LTD.	1.65%
H D F C BANK LTD.	1.63%
HOUSING DEVELOPMENT FINANCE CORPN. LTD.	1.56%
OTHER EQUITY	30.31%

#### MMI 16.17%



### Maturity Profile

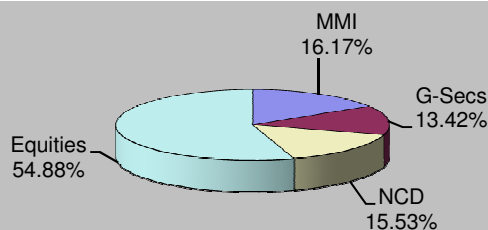


### About the Fund

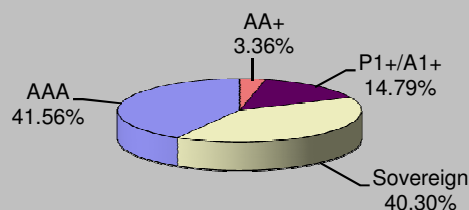
**Objective:** To provide blend of fixed return by investing in debt & money market instruments and capital appreciation by predominantly investing in equities of fundamentally strong and large blue chip companies.

**Strategy:** To build and actively manage a well-diversified equity portfolio of value & growth driven stocks by following a research-focused investment approach. While appreciating the high risk associated with equities, the fund would attempt to maximize the risk-return pay-off for the long-term advantage of the policyholders. The non-equity portion of the fund will be invested in high rated debt and money market instruments and fixed deposits.

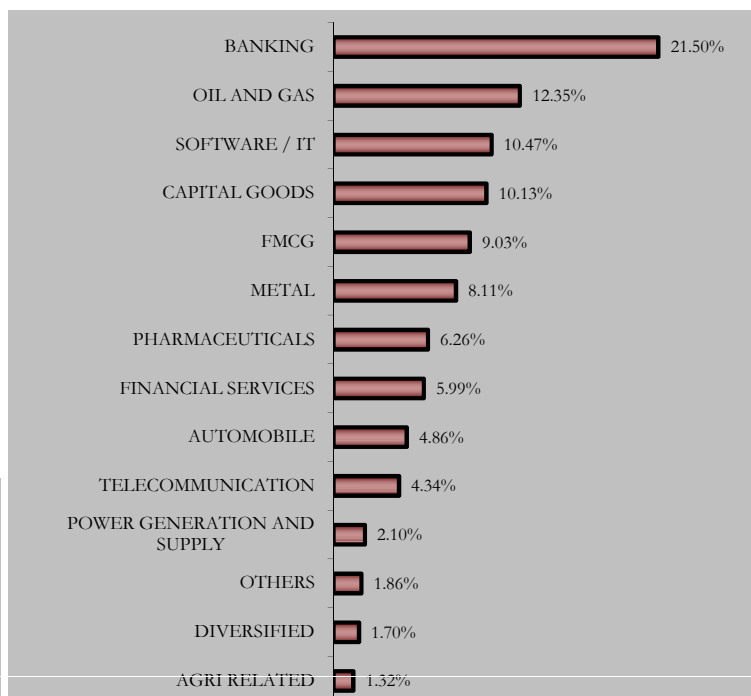
### Asset Allocation



### Rating Profile



### Sectoral Allocation

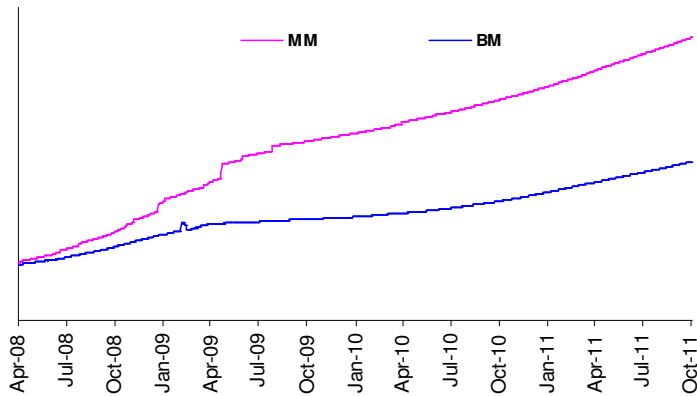




## Portfolio as on 31st October 2011

SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>0.00%</b>
<b>CORPORATE DEBT</b>	<b>0.00%</b>
<b>EQUITY</b>	<b>0.00%</b>
<b>MMI</b>	<b>100.00%</b>

APOLLO TYRES LTD CPM (MD 14/12/2011)	8.18%
CHOLAMANDALAM INVST AND FINANCE CP (MD	7.02%
AFCONS INFRASTRUCTURE LTD. CP (MD 30/12/201	6.84%
SHAPOORJI PALLONJI N COMPANY LTD CP (MD 02	5.46%
MOTHERSON SUMI SYSTEMS LTD. CP (MD 16/12/20	5.45%
NRB BEARINGS LIMITED CP (MD 22/02/12)	5.34%
BAJAJ ELECTRICALS LTD CPM (MD 20/04/12)	5.26%
KOTAK MAHINDRA PRIME LTD CP (MD 08/06/2012	5.19%
BLUE STAR Ltd. CP (MD 19/07/2012)	5.15%
ADITYA BIRLA FINANCE LIMITED CPM (MD 14/09/	5.07%
OTHER MMI	41.03%

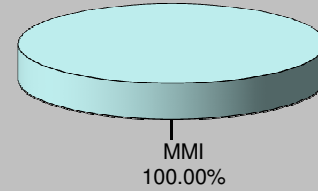


### About the Fund

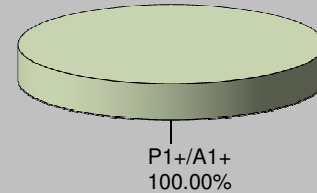
**Objective:** To provide reasonable returns, at a high level of safety and liquidity for capital conservation for the Policyholder

**Strategy:** To make judicious investments in high quality debt and money market instruments to protect capital of the Policyholder with very low level of risk

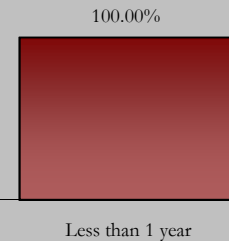
### Asset Allocation



### Rating Profile



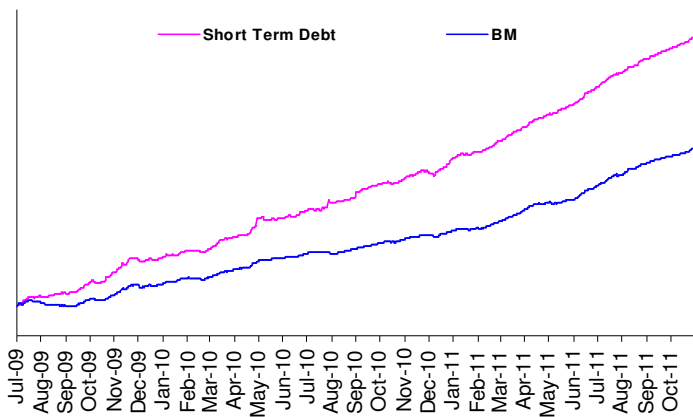
### Maturity Profile



## Portfolio as on 31st October 2011

SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>0.00%</b>
<b>CORPORATE DEBT</b>	<b>69.15%</b>
8.5% INFRASTRUCTURE DEVELOPMENT FINANCE CORPN. LTD. 2012	8.83%
HOUSING DEVELOPMENT FINANCE CORPN. LTD. 2012	8.65%
10.3% I D B I BANK LTD. 2012	7.46%
7.73% BHARAT PETROLEUM CORPN. LTD. 2012	7.31%
10.4% I C I C I SECURITIES PRIMARY DEALERSHIP LTD. 2012	6.01%
9.65% NATIONAL BANK FOR AGRI. AND RURAL DEVELOPMENT	5.20%
7.35% HINDUSTAN PETROLEUM CORPN. LTD. 2012	3.64%
10.48% SUNDARAM FINANCE LTD. 2013	3.00%
10.25% ASHOK LEYLAND LTD. 2016	2.98%
9.5% NATIONAL BANK FOR AGRI. AND RURAL DEVELOPMENT	2.97%
OTHER CORPORATE DEBT	13.09%
<b>SECURITISED DEBT</b>	<b>0.00%</b>

<b>MMI</b>	<b>30.85%</b>
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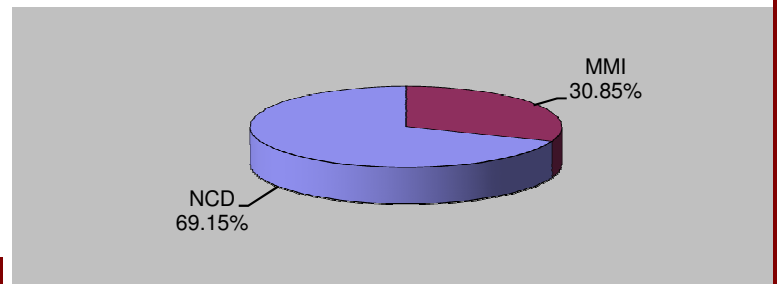


## About the Fund

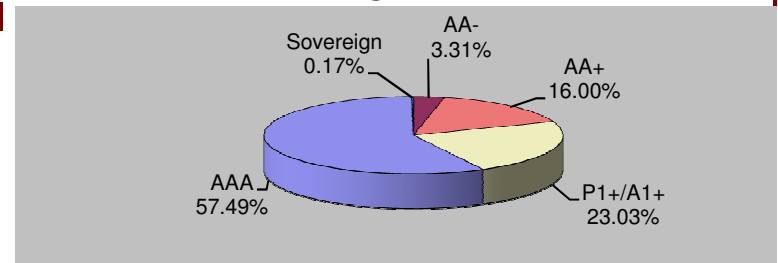
**Objective:** To provide capital preservation at a high level of safety & liquidity through judicious investments in high quality short-term debt instruments

**Strategy:** To actively manage the fund by building a portfolio of fixed income instruments with short term duration. The fund will invest in government securities, high rated corporate bonds, good quality money market instruments and other fixed income securities. The quality & duration of the assets purchased would aim to minimize the credit risk and liquidity risk of the portfolio. The fund will maintain reasonable level of liquidity.

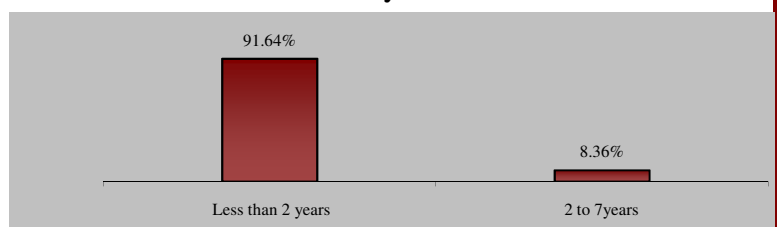
## Asset Allocation



## Rating Profile



## Maturity Profile



## Portfolio as on 31st October 2011

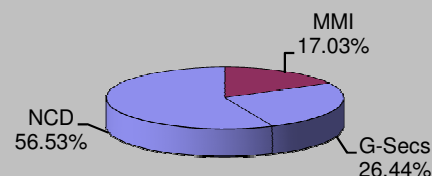
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>26.44%</b>
8.2% GOVERNMENT OF INDIA 2022	13.25%
8.08% GOVERNMENT OF INDIA 2022	13.19%
<b>CORPORATE DEBT</b>	<b>56.53%</b>
10.6% INDIAN RAILWAY FINANCE CORPN. LTD. 201	9.85%
10.48% ULTRATECH CEMENT LTD. 2013	9.47%
9.9% HOUSING DEVELOPMENT FINANCE CORPN. I	9.42%
9.2% LARSEN AND TOUBRO LTD. 2012	9.32%
9.48% NATIONAL BANK FOR AGRI. AND RURAL DE	9.31%
9.48% RURAL ELECTRIFICATION CORPN. LTD. 2021	9.17%
<b>SECURITISED DEBT</b>	<b>0.00%</b>
<b>MMI</b>	<b>17.03%</b>

### About the Fund

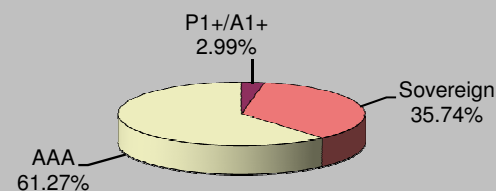
**Objective:** To provide capital preservation and regular income, at a high level of safety over a medium term horizon by investing in high quality debt instruments

**Strategy:** To actively manage the fund by building a portfolio of fixed income instruments with medium term duration. The fund will invest in government securities, high rated corporate bonds, high quality money market instruments and other fixed income securities. The quality of the assets purchased would aim to minimize the credit risk and liquidity risk of the portfolio. The fund will maintain reasonable level of liquidity.

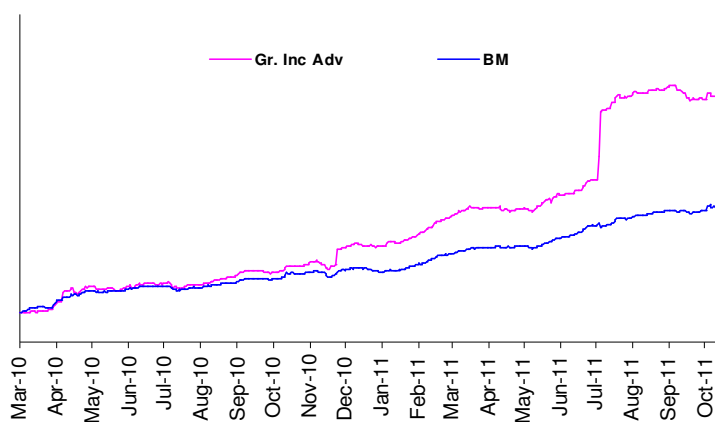
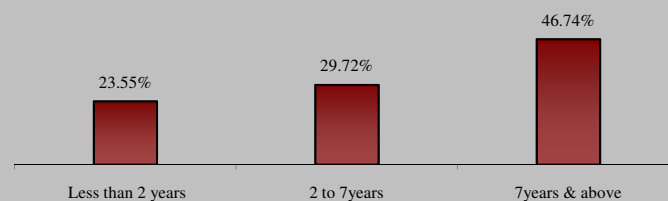
### Asset Allocation



### Rating Profile



### Maturity Profile



**Portfolio as on 31st October 2011**

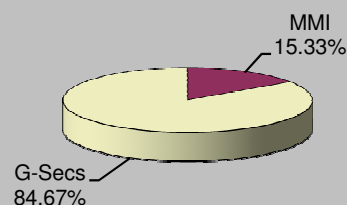
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>84.67%</b>
7.59% GOVERNMENT OF INDIA 2016	40.51%
7.44% GOVERNMENT OF INDIA 2012	22.79%
7.8% GOVERNMENT OF INDIA 2021	21.37%
<b>CORPORATE DEBT</b>	<b>0.00%</b>
<b>EQUITY</b>	<b>0.00%</b>
<b>MMI</b>	<b>15.33%</b>

**About the Fund**

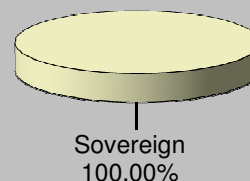
**Objective:** To deliver safe and consistent returns over a long-term period by investing in Government Securities.

**Strategy:** Active fund management at very low level of risk by having entire exposure to government securities & money market instruments, maintaining medium term duration of the portfolio to achieve capital conservation.

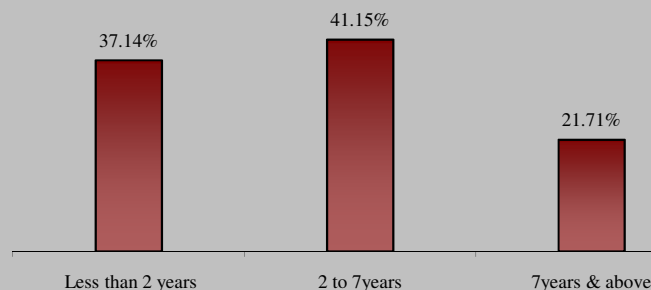
**Asset Allocation**



**Rating Profile**



**Maturity Profile**





# Bond Fund

ULGF00530/05/03BSLIGRBOND109

Portfolio as on 31st October 2011

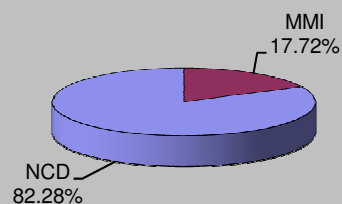
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>0.00%</b>
<b>CORPORATE DEBT</b>	<b>82.28%</b>
9.8% LIC HOUSING FINANCE LTD. 2014	6.18%
9.8% NATIONAL BANK FOR AGRI. AND RURAL DEVELOP	6.17%
9.57% INDIAN RAILWAY FINANCE CORPN. LTD. 2021	5.26%
9.65% HOUSING DEVELOPMENT FINANCE CORPN. LTD.	4.74%
9.95% STATE BANK OF INDIA 2026	4.67%
9.48% RURAL ELECTRIFICATION CORPN. LTD. 2021	3.03%
9.36% POWER FINANCE CORPN. LTD. 2021	3.01%
8.73% POWER GRID CORPN. OF INDIA LTD. 2015	2.99%
7.7% N H P C LTD. 2014	2.95%
9.75% TATA MOTORS LTD. 2020	2.94%
OTHER CORPORATE DEBT	40.35%
<b>SECURITISED DEBT</b>	<b>0.00%</b>
<b>EQUITY</b>	<b>0.00%</b>
<b>MMI</b>	<b>17.72%</b>

## About the Fund

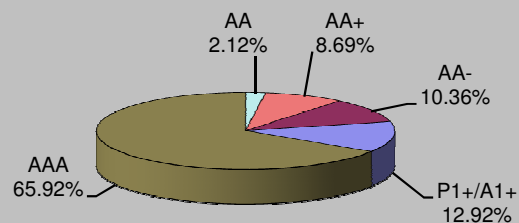
**Objective:** To achieve capital preservation along with stable returns by investing in corporate bonds over medium-term period.

**Strategy:** To invest in high credit rated corporate bonds, maintaining a short-term duration of the portfolio at a medium level of risk to achieve capital conservation.

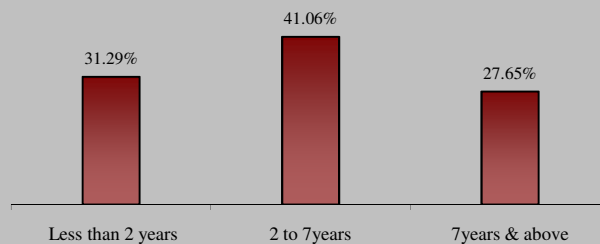
## Asset Allocation



## Rating Profile



## Maturity Profile



## Portfolio as on 31st October 2011

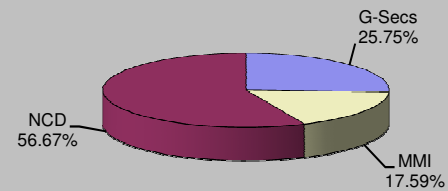
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>25.75%</b>
7.8% GOVERNMENT OF INDIA 2021	7.99%
8.13% GOVERNMENT OF INDIA 2022	4.04%
8.08% GOVERNMENT OF INDIA 2022	4.03%
6.9% GOVERNMENT OF INDIA 2019	3.41%
7.99% GOVERNMENT OF INDIA 2017	2.46%
8.2% GOVERNMENT OF INDIA 2023	2.01%
8.2% GOVERNMENT OF INDIA 2022	1.01%
8.24% GOVERNMENT OF INDIA 2027	0.80%
<b>CORPORATE DEBT</b>	<b>56.67%</b>
NATIONAL HOUSING BANK 2019	7.72%
9.75% HOUSING DEVELOPMENT FINANCE CORPN. LTD	5.31%
10.48% ULTRATECH CEMENT LTD. 2013	5.21%
9.95% STATE BANK OF INDIA 2026	4.75%
7.63% INDIAN RAILWAY FINANCE CORPN. LTD. 2013	4.14%
9.05% RALLIS INDIA LTD. 2013	2.94%
10.25% ASHOK LEYLAND LTD. 2016	2.57%
9.48% RURAL ELECTRIFICATION CORPN. LTD. 2021	2.52%
8.84% POWER GRID CORPN. OF INDIA LTD. 2016	2.48%
12.65% CHOLAMANDALAM INVESTMENT AND FINANCI	2.26%
OTHER CORPORATE DEBT	16.76%
<b>EQUITY</b>	<b>0.00%</b>
<b>MMI</b>	<b>17.59%</b>

### About the Fund

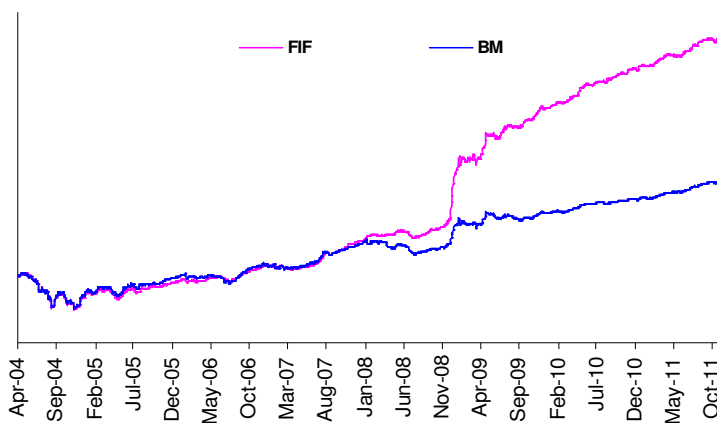
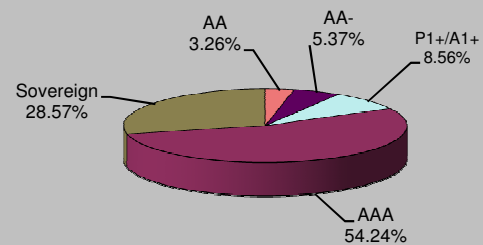
**Objective:** To achieve value creation at low risk over a long-term horizon by investing into high quality fixed interest securities.

**Strategy:** To actively manage the fund at a medium level of risk by having entire exposure to government securities, corporate bonds maintaining medium to long-term duration of the portfolio to achieve capital conservation.

### Asset Allocation



### Rating Profile



### Maturity Profile

