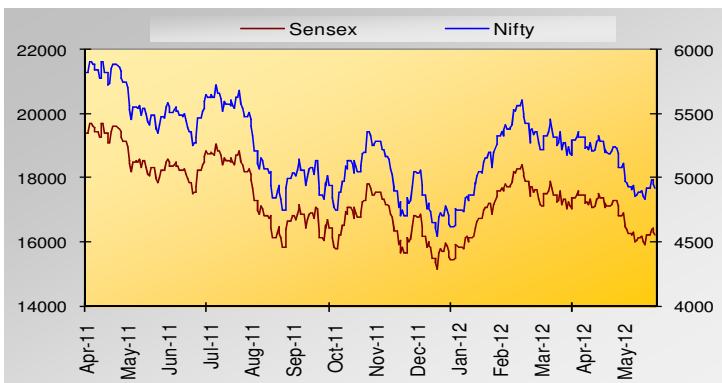
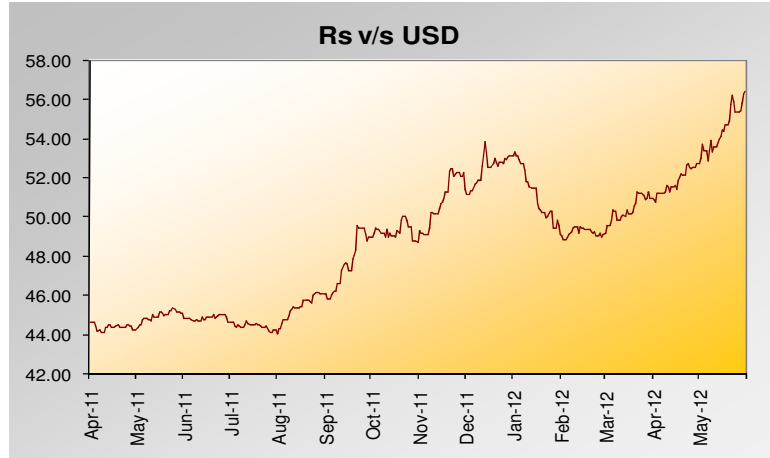
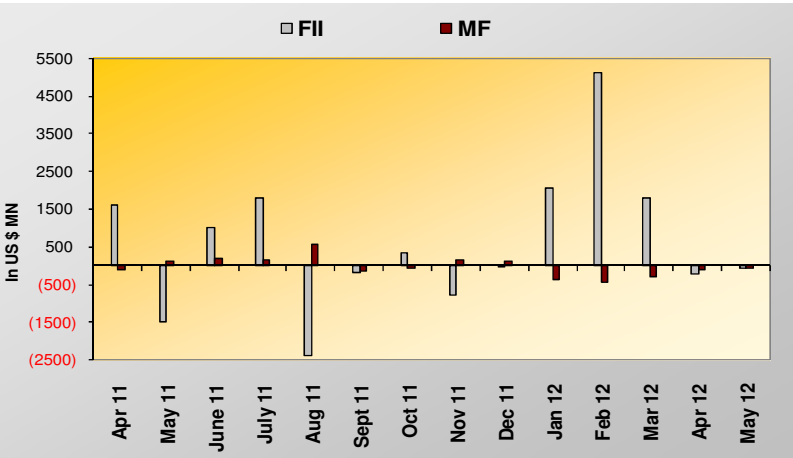


## Equity Market Outlook



Key Indices	31-May-12	30-Apr-12	% Change
<b>Nifty</b>	4924.25	5248.15	-6.17%
<b>Sensex</b>	16218.53	17318.81	-6.35%
<b>BSE 100</b>	4942.13	9083.47	-45.59%
<b>Dow Jones</b>	12393.45	13213.63	-6.21%
<b>Nikkei</b>	8542.73	9520.89	-10.27%
<b>Hang Seng</b>	18629.52	21094.21	-11.68%
<b>Nasdaq</b>	2827.34	3046.36	-7.19%
<b>KOSPI</b>	1843.47	1981.99	-6.99%

May was a difficult month for both global and Indian equities. Indian equity markets fell by ~ 6% in the month. Though the Indian equity markets outperformed other markets in local currency terms, in US\$ terms it performed in-line with the EM Index due to the rupee depreciation of 6%. The RBI resorted to specific measures to stem the sharp fall in the rupee, including mandatory conversion of EEFC (Exchange Earners Foreign Currency) of US\$ holding into INR within two weeks. RBI, after permitting Qualified Foreign Investors (QFI) to invest in equity mutual funds and equities earlier, has created a separate QFI sub-limit of US\$ 1Bn for investments in corporate bonds and mutual fund debt schemes. Lingering uncertainty on GAAR was put to rest by the Finance Minister by postponing it by a year and removing the ambiguity that the onus of proof would lie with the taxation authority rather than the tax payer.

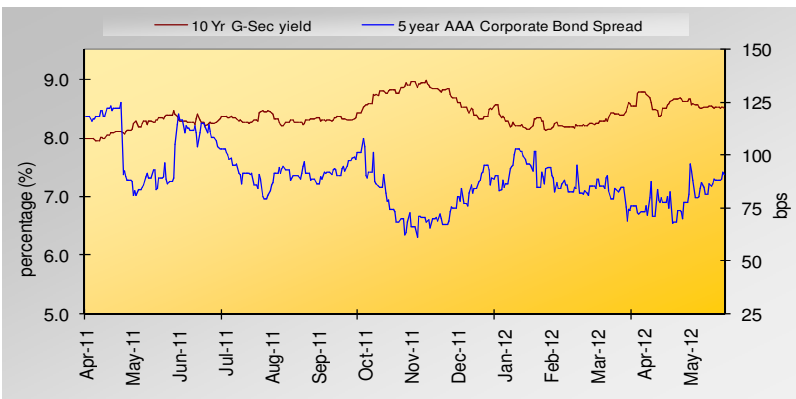


Foreign institutional investors (FIIs) were sellers of US\$ 58 Mn in May as the global risk off trade was widespread across all risk assets. Fears of a global economic slowdown pushed the risk-off trade, taking safe-haven yields to new lows (US10yr at 1.48%, JGB10yr at 0.81%). The risk off trade followed a series of weak global data releases, including a higher-than-expected US unemployment rate of 8.2%, lower-than-expected GDP growth in Brazil at 0.2%, and a sharp fall in the Chinese manufacturing PMI to 48.4. Crude oil corrected to US\$97/bbl. It is perceived that the all-round global GDP and PMI weaknesses will lead to central banks opening the liquidity taps again to allay funding/asset concerns.

On the domestic front, Q4 GDP growth at 5.3% was disappointing. Industrial growth of 3.4% in FY12 is one of the weakest in recent times. The IIP for the quarter grew by a mere 0.4% over last year, lowest in the last five quarters. The slow IIP growth was on account of weakness in Capital Goods (Investment) and Consumer Durables (Consumption). Industrial production is likely to remain weak in the near-term notwithstanding a firm manufacturing PMI reading; however the crude oil prices falling by over 20% and lower commodity prices will help in controlling our current account deficit, fiscal deficit and inflation.

Despite the poor GDP growth in Q4FY12 and weakness in industrial production, corporate earnings growth of Q4FY12 has been good. The earnings growth for Sensex companies for the quarter, at 29% Y-o-Y, was higher than the consensus estimates. The sensex earnings growth for FY12 was 13% Y-o-Y with an EPS of Rs. 1134 for the Sensex. Our FY13 Sensex EPS estimates are optimistic as we believe the earnings downgrade cycle is over. We expect earnings growth in FY13 to be in the range of 14% - 15%. Equity valuations have turned attractive at 12.25x with the sensex forward P/E. Equities looks attractively priced for long term investors and the risk reward profile is favorable as most negatives are priced in.

## Debt Market Outlook



Key Indices	31-May-12	30-Apr-12	% Change
10 year G-Sec	8.50%	8.67%	-1.98%
5 Year G-Sec	8.31%	8.49%	-2.14%
91 Day T Bill	8.31%	8.37%	-0.72%
364 day T-Bill	8.19%	8.19%	0.00%
MIBOR	9.33%	9.33%	0.00%
Call Rates	8.11%	8.08%	0.37%
Inflation	NA	7.20%	NA

The sovereign debt crisis in the developed markets, and persistent inflation and a shortage of skilled workers in the emerging markets has led to weak global outlook. The euro zone debt crisis, a weaker global growth outlook and increased risk of the euro-area breakup should central banks to take a more accommodating monetary stance.

India too faces rising macro-economic imbalances - - sticky inflation and high twin deficits, rising oil prices and weak foreign demand. The resultant rupee depreciation is also a matter of concern. India GDP growth has slowed from an earlier 7.4% to 6.5%. Other economic fundamentals like investment, income growth and Industrial production also showing signs of slowing down.

WPI Inflation for April was 7.23% Y-o-Y, much ahead of the consensus estimate of 6.7% and above the earlier month's 6.89%. In addition, the February reading was revised upwards from the provisional 6.95% to 7.36%. The component-wise analysis shows that demand pressures are keeping core inflation in a downtrend while agri-inflation re-emerges as a concern area even after accounting for seasonality and base effect.

Slowing growth could push the RBI to consider a cut in the repo rate. Bond yield have softened on this expectation.

We expect RBI to cut the repo rate by 50 bps through this financial year but that will depend on both headline and core inflation. Liquidity is expected to continue to be tight and RBI will keep it negative to the extent of range of Rs. 1,00,000 Crore.

The 10 year G-sec yield is expected to move down to 8.20%. Corporate bonds should track the G-sec yield with a spread of about 90 bps. Bond investors will gain as yields soften.

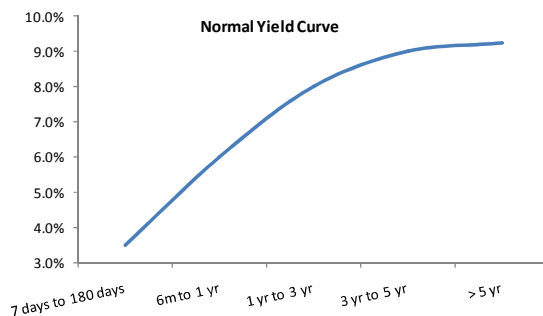


## Learning Curve

### Understanding Yield Curve

A yield curve is a graph of bond yields against their maturities or duration.

In general, Long term interest rates are higher than short term interest rates which are justified as to compensate an investor who has locked in his money for longer period of time. This curve is referred to as 'Normal Yield Curve', the same is shown below. In simple terms this concept can be understood by viewing Banks which gives higher interest rates for the longer maturity and lower interest rates for small maturities, this is an example of normal yield curve.

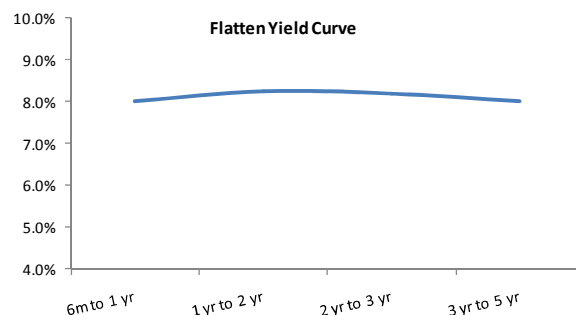


The shape of a yield curve is influenced by:

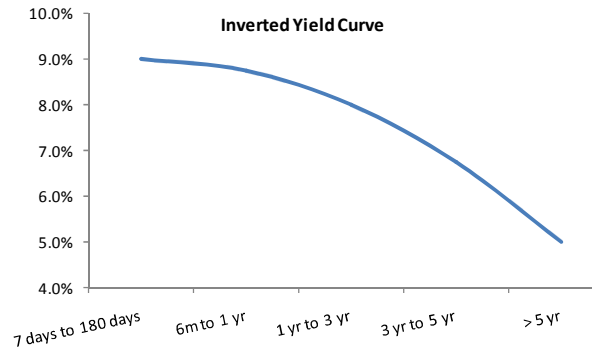
- The Market Rate Expectation
- The Bond Risk Premium &
- The Convexity Bias

An upward sloping curve would reflect the markets expectation of rising interest rates of high risk premium and a downward sloping curve shows the opposite. Yield curve are built on expected future interest rates.

The yield curve is a crucial indicator that indicates the direction in which the economy is moving. When the difference between the interest rates reduces for different maturities, the yield curve 'Flattens'; this reflects the shifts in the economic outlook as well as demand and supply of the capital in the economy.



A yield curve is said to be 'Inverted' when the short term interest rates of government securities are higher than the long term interest rates. In simple terms, this can also be observed in our current banking system where short term interest rates are very high.



It has been observed that inverted yield curve is an indicator of a weaker economic outlook because the investors are not confident about long term outlook of the economy. This has a huge impact on the borrowers who have opted for floating interest rates as the interest payment to the same amount of debt increases. Inverted yield curve also have an impact on the companies as they are forced to borrow at higher short term interest rates to finance their working capital requirements. This reduces expendable income and consequently impacts savings and investments in the economy. During this phase, Money market funds and certificates of deposit may also be attractive - particularly when a one-year security pays yields higher than longer-tenor securities by the same issuer.

Banks are also affected by inverted yield curve as they are forced to borrow at higher interest rates from the people who typically invest for a short period and lend to companies or organizations for a relatively longer period. Hence their Net Interest Margins & consequently, core profitability reduces.

Hence, yield curve analysis is an important tool used by investors to adjust their portfolio allocations with changing macroeconomic conditions.

**Arpita Nanoti**

Head – Investment Communication & Advisory



## FUND PERFORMANCE AS ON 31st MAY 2012

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	4.47%	4.43%	1.34%	1.45%	-2.09%	-1.51%	-3.34%	-3.48%
Last 2 years	4.55%	4.07%	3.26%	2.85%	1.89%	1.58%	1.81%	0.71%
Last 3 years	6.49%	4.81%	6.53%	4.63%	7.25%	4.38%	8.29%	4.17%
Last 4 year	8.86%	4.88%	8.18%	4.18%	9.28%	3.33%	11.22%	2.68%
Last 5 years	9.59%	5.53%	8.70%	5.30%	11.14%	5.05%	-	-
Since Inception	10.78%	-	13.75%	-	15.21%	-	11.29%	-

<b>Asset Held (Rs. In Crores)</b>	<b>635</b>	<b>395</b>	<b>190</b>	<b>15</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	9.27%	7.52%	11.19%	-	12.03%	8.42%	9.85%	7.83%	15.20%	8.41%
Last 2 years	8.66%	6.59%	8.33%	-	8.69%	5.62%	8.49%	5.80%	10.10%	5.62%
Last 3 years	8.13%	5.04%	8.92%	-	9.56%	4.93%	8.02%	-	-	-
Last 4 year	10.49%	5.63%	11.61%	-	13.14%	5.59%	-	-	-	-
Last 5 years	10.92%	-	11.91%	-	12.52%	5.46%	-	-	-	-
Since Inception	9.60%	-	11.51%	-	8.47%	-	8.63%	-	9.94%	5.77%

<b>Asset Held (Rs. In Crores)</b>	<b>217</b>	<b>164</b>	<b>111</b>	<b>68</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 May 2012

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 24.96%

7.8% GOVERNMENT OF INDIA 2021	3.88%
8.2% GOVERNMENT OF INDIA 2022	3.05%
8.79% GOVERNMENT OF INDIA 2021	2.55%
8.13% GOVERNMENT OF INDIA 2022	2.39%
8.26% GOVERNMENT OF INDIA 2027	2.22%
8.28% GOVERNMENT OF INDIA 2032	1.52%
6.35% GOVERNMENT OF INDIA 2020	1.05%
8.08% GOVERNMENT OF INDIA 2022	0.92%
6.05% GOVERNMENT OF INDIA 2019	0.90%
12.3% GOVERNMENT OF INDIA 2016	0.89%
OTHER GOVERNMENT SECURITIES	5.58%

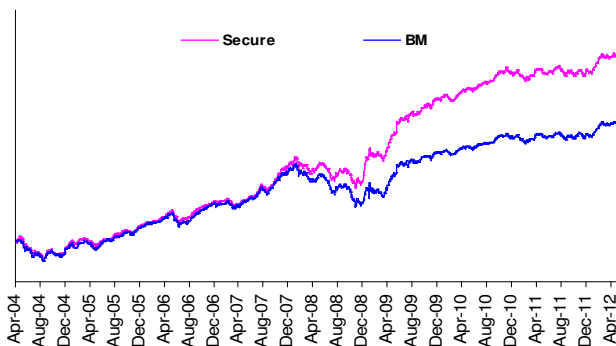
#### CORPORATE DEBT 32.73%

8.9% STEEL AUTHORITY OF INDIA LTD. 2019	3.00%
9.15% LARSEN AND TOUBRO LTD. 2019	2.67%
11.45% RELIANCE INDUSTRIES LTD. 2013	1.77%
10.9% RURAL ELECTRIFICATION CORPN. LTD. 2013	1.63%
11.5% RURAL ELECTRIFICATION CORPN. LTD. 2013	1.26%
9.05% RALLIS INDIA LTD. 2013	1.20%
10.25% TECH MAHINDRA LTD. 2014	1.11%
10.48% SUNDARAM FINANCE LTD. 2013	0.98%
9.45% RURAL ELECTRIFICATION CORPN. LTD. 2013	0.89%
5.9% H D F C BANK LTD. 2014	0.89%
OTHER CORPORATE DEBT	17.33%

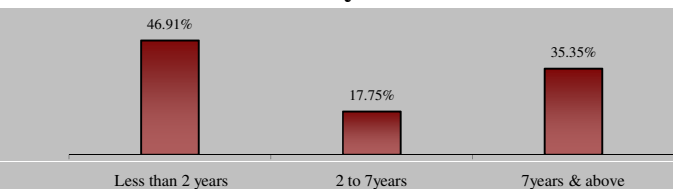
#### EQUITY 19.35%

RELIANCE INDUSTRIES LTD.	1.34%
I C I C I BANK LTD.	1.20%
I T C LTD.	1.19%
INFOSYS LTD.	1.18%
LARSEN AND TOUBRO LTD.	0.86%
STATE BANK OF INDIA	0.82%
H D F C BANK LTD.	0.76%
HOUSING DEVELOPMENT FINANCE CORPN. LTD.	0.66%
BHARTI AIRTEL LTD.	0.63%
OIL AND NATURAL GAS CORPN. LTD.	0.51%
OTHER EQUITY	10.21%

#### MMI 22.96%



### Maturity Profile

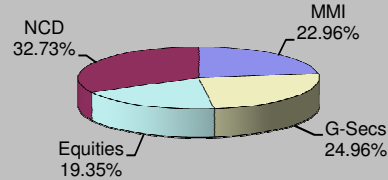


### About the Fund

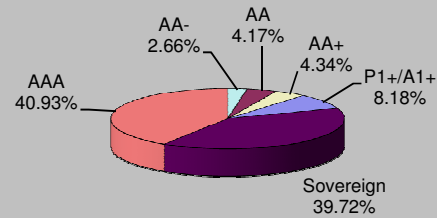
**Objective:** To build capital and generate better returns at moderate level of risk, over a medium or long-term period through a balance of investment in equity and debt.

**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.

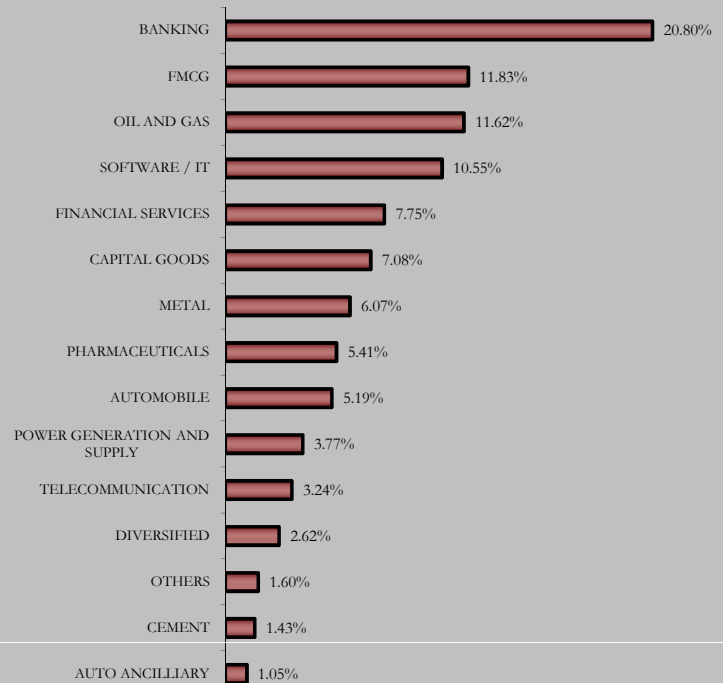
### Asset Allocation



### Rating Profile



### Sectoral Allocation



## Portfolio as on 31st May 2012

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 19.16%

7.8%	GOVERNMENT OF INDIA 2021	3.36%
8.7%	GOVERNMENT OF INDIA 2021	2.21%
8.28%	GOVERNMENT OF INDIA 2032	2.13%
8.2%	GOVERNMENT OF INDIA 2022	1.71%
8.08%	GOVERNMENT OF INDIA 2022	1.55%
8.3%	GOVERNMENT OF INDIA 2040	1.21%
7.59%	GOVERNMENT OF INDIA 2015	1.07%
8.28%	GOVERNMENT OF INDIA 2027	1.05%
7.46%	GOVERNMENT OF INDIA 2017	1.04%
7.5%	GOVERNMENT OF INDIA 2034	1.01%
	OTHER GOVERNMENT SECURITIES	2.83%

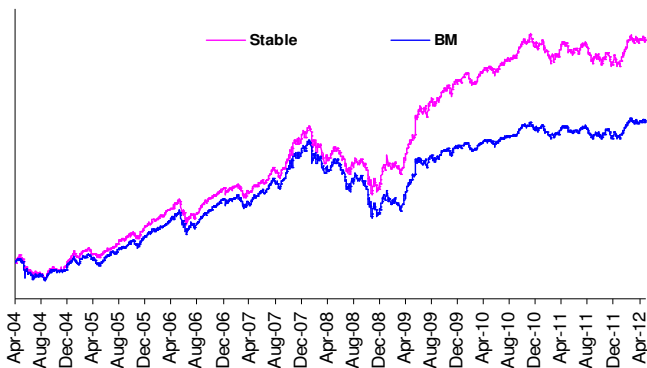
#### CORPORATE DEBT 30.29%

8.65%	RURAL ELECTRIFICATION CORPN. LTD. 2019	2.39%
9.45%	RURAL ELECTRIFICATION CORPN. LTD. 2013	2.17%
9.5%	NATIONAL BANK FOR AGRI. AND RURAL DEVELOPM	1.77%
8.7%	POWER FINANCE CORPN. LTD. 2020	1.46%
11.4%	POWER FINANCE CORPN. LTD. 2013	1.42%
10.1%	POWER GRID CORPN. OF INDIA LTD. 2017	1.30%
9.4%	NATIONAL HOUSING BANK 2013	1.26%
8.9%	POWER FINANCE CORPN. LTD. 2014	1.25%
8.55%	TATA MOTORS FINANCE LTD. 2012	1.19%
12.65%	CHOLAMANDALAM INVESTMENT AND FINANCE C	1.17%
	OTHER CORPORATE DEBT	14.89%

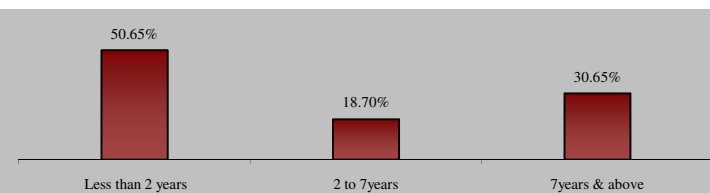
#### EQUITY 33.45%

	RELIANCE INDUSTRIES LTD.	2.26%
	I C I C I BANK LTD.	2.10%
	INFOSYS LTD.	2.08%
	I T C LTD.	2.07%
	STATE BANK OF INDIA	1.54%
	LARSEN AND TOUBRO LTD.	1.51%
	H D F C BANK LTD.	1.32%
	HOUSING DEVELOPMENT FINANCE CORPN. LTD.	1.16%
	BHARTI AIRTEL LTD.	1.09%
	OIL AND NATURAL GAS CORPN. LTD.	0.88%
	OTHER EQUITY	17.44%

#### MMI 17.10%



### Maturity Profile

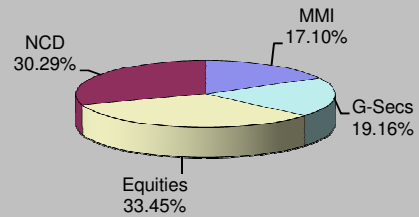


### About the Fund

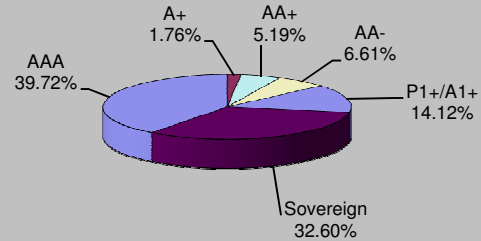
**Objective:** To grow your capital through enhanced returns over a medium to long term period through investments in equity and debt instruments, thereby providing a good balance between risk and return.

**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.

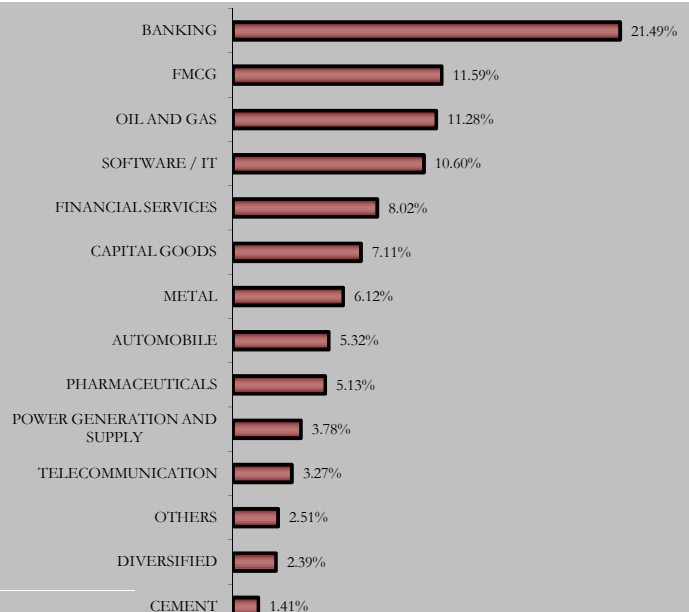
### Asset Allocation



### Rating Profile



### Sectoral Allocation



## Portfolio as on 31st May 2012

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 16.09%

7.8%	GOVERNMENT OF INDIA 2021	4.38%
8.2%	GOVERNMENT OF INDIA 2022	3.88%
8.79%	GOVERNMENT OF INDIA 2021	1.89%
7.59%	GOVERNMENT OF INDIA 2016	1.70%
6.9%	GOVERNMENT OF INDIA 2019	1.51%
8.08%	GOVERNMENT OF INDIA 2022	1.13%
8.3%	GOVERNMENT OF INDIA 2040	0.88%
7.02%	GOVERNMENT OF INDIA 2016	0.44%
9.15%	GOVERNMENT OF INDIA 2024	0.28%

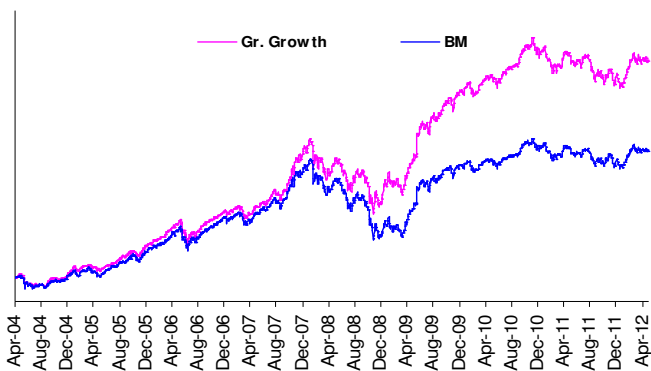
#### CORPORATE DEBT 21.07%

8.7%	POWER FINANCE CORPN. LTD. 2020	4.25%
8.48%	L I C HOUSING FINANCE LTD. 2013	2.28%
5.9%	H D F C BANK LTD. 2014	1.72%
8.95%	POWER FINANCE CORPN. LTD. 2015	1.45%
10.05%	MARICO LTD. 2013	1.37%
9.4%	NATIONAL BANK FOR AGRI. AND RURAL DEVELOPM	1.36%
8.5%	INFRASTRUCTURE DEVELOPMENT FINANCE CO. LTD	1.36%
9.05%	STATE BANK OF INDIA 2020	1.33%
8.2%	ASHOK LEYLAND LTD. 2015	0.99%
9.76%	INDIAN RAILWAY FINANCE CORPN. LTD. 2012	0.95%
	OTHER CORPORATE DEBT	4.00%

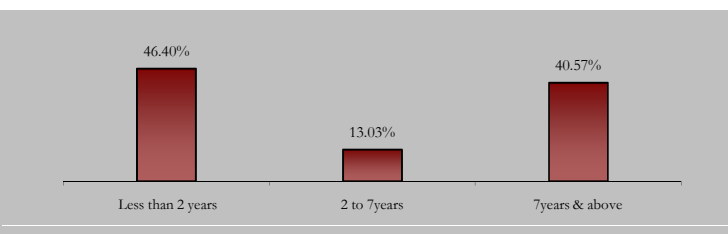
#### EQUITY 48.00%

	RELIANCE INDUSTRIES LTD.	3.15%
	I C I C I BANK LTD.	3.06%
	INFOSYS LTD.	2.99%
	I T C LTD.	2.96%
	LARSEN AND TOUBRO LTD.	2.14%
	STATE BANK OF INDIA	2.10%
	H D F C BANK LTD.	1.90%
	HOUSING DEVELOPMENT FINANCE CORPN. LTD.	1.64%
	BHARTI AIRTEL LTD.	1.56%
	HINDUSTAN UNILEVER LTD.	1.23%
	OTHER EQUITY	25.27%

#### MMI 14.84%



Maturity Profile

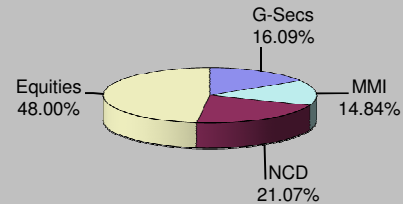


### About the Fund

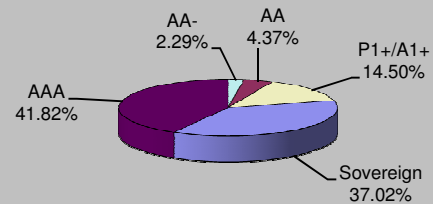
**Objective:** To achieve optimum balance between growth and stability to provide long-term capital appreciation with balanced level of risk by investing in fixed income securities and high quality equity security.

**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.

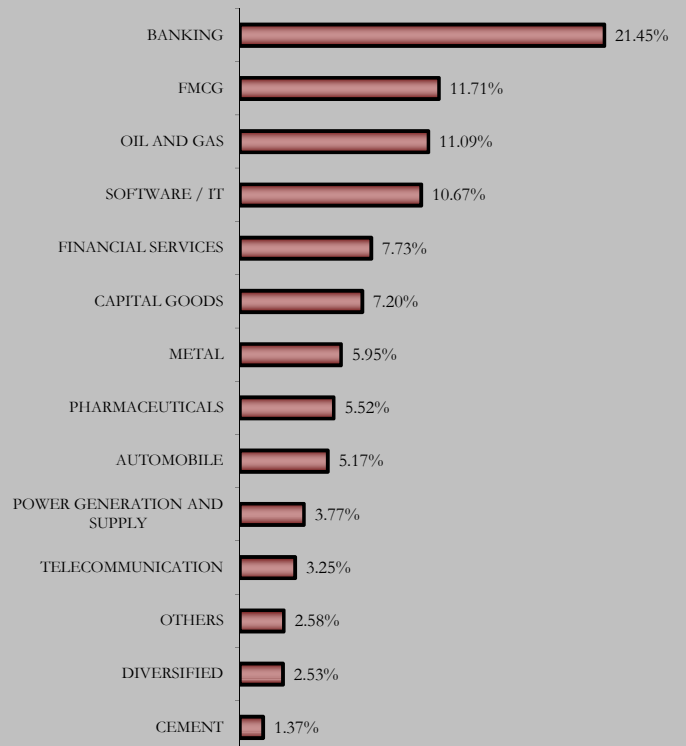
### Asset Allocation



### Rating Profile



### Sectoral Allocation





## Portfolio as on 31st May 2012

### SECURITIES HOLDING

#### GOVERNMENT SECURITIES 13.50%

7.8%	GOVERNMENT OF INDIA 2021	4.17%
8.79%	GOVERNMENT OF INDIA 2021	2.06%
8.2%	GOVERNMENT OF INDIA 2022	1.77%
7.49%	GOVERNMENT OF INDIA 2017	1.62%
8.3%	GOVERNMENT OF INDIA 2040	1.59%
7.59%	GOVERNMENT OF INDIA 2016	0.65%
8.08%	GOVERNMENT OF INDIA 2022	0.65%
7.46%	GOVERNMENT OF INDIA 2017	0.65%
7.99%	GOVERNMENT OF INDIA 2017	0.33%

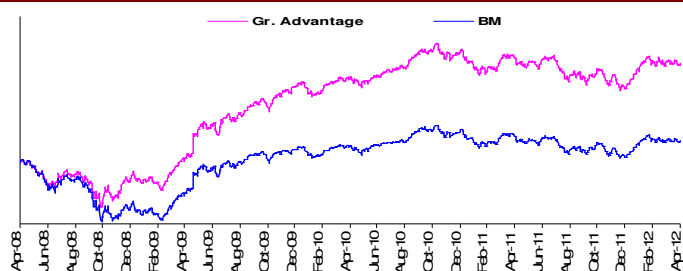
#### CORPORATE DEBT 19.55%

11.5%	RURAL ELECTRIFICATION CORPN. LTD. 201	4.10%
10.9%	RURAL ELECTRIFICATION CORPN. LTD. 201	3.38%
6.1%	NUCLEAR POWER CORPN. OF INDIA LTD. 20	3.15%
9.47%	POWER GRID CORPN. OF INDIA LTD. 2013	2.50%
2%	INDIAN HOTELS CO. LTD. 2014	1.57%
7.75%	RURAL ELECTRIFICATION CORPN. LTD. 201	1.32%
8.7%	POWER FINANCE CORPN. LTD. 2020	1.29%
8.8%	POWER GRID CORPN. OF INDIA LTD. 2019	0.81%
11.95%	HOUSING DEVELOPMENT FINANCE CORP	0.75%
10.48%	ULTRATECH CEMENT LTD. 2013	0.67%

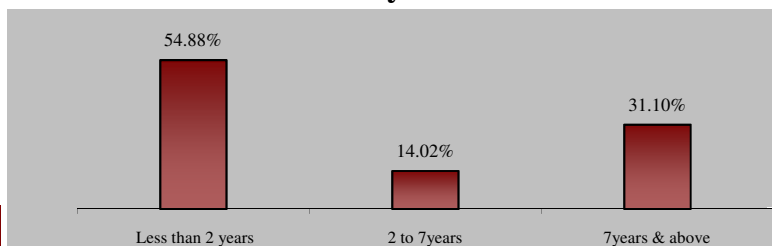
#### EQUITY 58.73%

	RELIANCE INDUSTRIES LTD.	3.87%
	I C I C I BANK LTD.	3.73%
	INFOSYS LTD.	3.65%
	I T C LTD.	3.64%
	LARSEN AND TOUBRO LTD.	2.64%
	STATE BANK OF INDIA	2.57%
	H D F C BANK LTD.	2.33%
	HOUSING DEVELOPMENT FINANCE CORPN. LTD.	2.02%
	BHARTI AIRTEL LTD.	1.92%
	HINDUSTAN UNILEVER LTD.	1.52%
	OTHER EQUITY	30.84%

#### MMI 8.22%



Maturity Profile

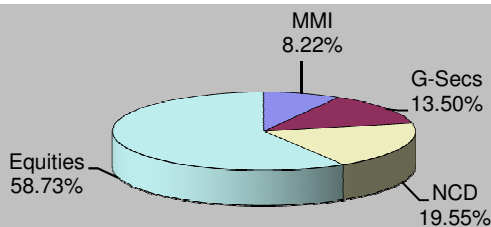


### About the Fund

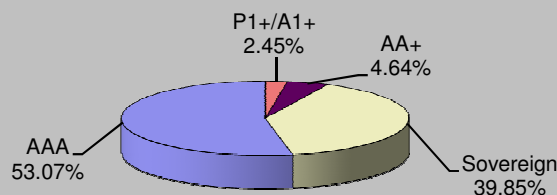
**Objective:** To provide blend of fixed return by investing in debt & money market instruments and capital appreciation by predominantly investing in equities of fundamentally strong and large blue chip companies.

**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.

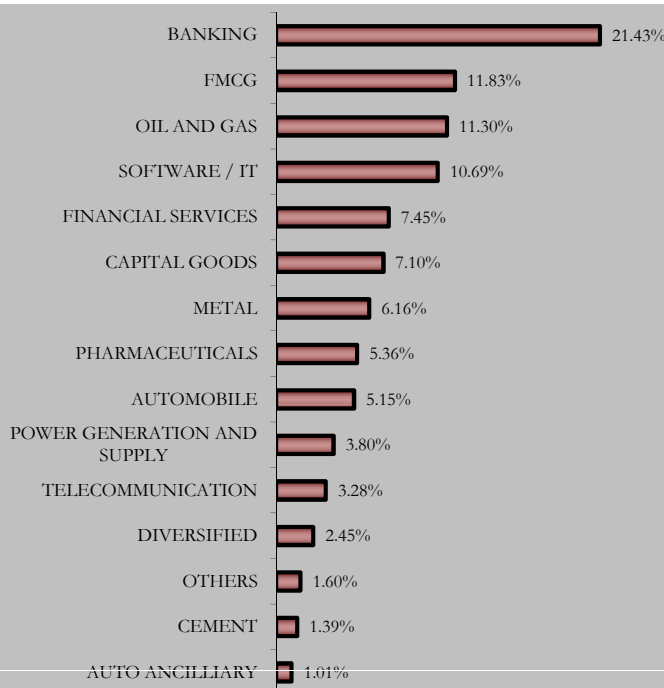
### Asset Allocation



### Rating Profile



### Sectoral Allocation



## Portfolio as on 31st May 2012

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>

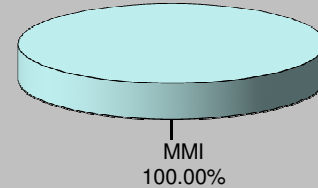
10.90% CANARA BANK FD QUARTERLY COMP (MD	9.21%
ORIENTAL BANK OF COMMERCE CD (MD 20/03/20	7.79%
10.51% BANK OF BARODA FD QUARTERLY COMP (	6.91%
SHAPOORJI PALLONJI AND COMPANY LTD CP (MI	6.86%
ADITYA BIRLA NUVO LTD CP (MD 07/08/2012)	6.78%
AFCONS INFRASTRUCTURE LTD. CP (MD 09/11/201	6.60%
INDIAN OVERSEAS BANK CD ( MD 21/03/2013)	6.41%
BANK OF INDIA CD (MD 20/03/2013)	6.37%
VIJAYA BANK CD ( MD 26/03/2013)	6.26%
INFRASTRUCTURE DEVELOPMENT FINANCE CO.	5.59%
OTHER MMI	31.24%

### About the Fund

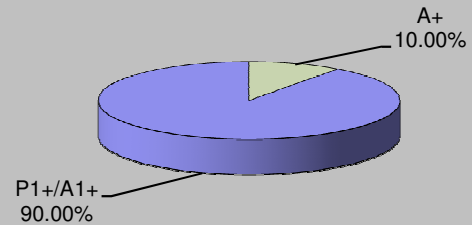
**Objective:** To provide reasonable returns, at a high level of safety and liquidity for capital conservation for the Policyholder

**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

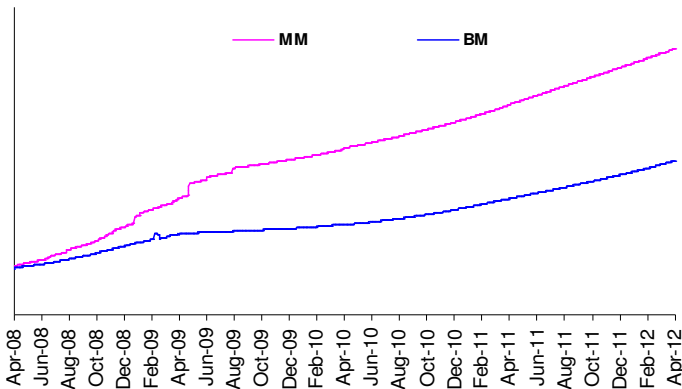
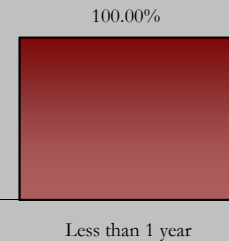
### Asset Allocation



### Rating Profile



### Maturity Profile



Portfolio as on 31st May 2012

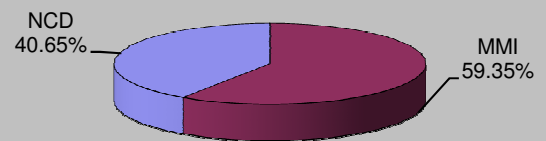
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>0.00%</b>
<b>CORPORATE DEBT</b>	<b>40.65%</b>
9.65% NATIONAL BANK FOR AGRI. AND RURAL DE	4.54%
8.5% INFRASTRUCTURE DEVELOPMENT FINANCE C	4.09%
8% MAHINDRA VEHICLE MANUFACTURERS LIMITE	4.00%
10.6499% CHOLAMANDALAM INVESTMENT AND FI	3.78%
9.72% INFRASTRUCTURE DEVELOPMENT FINANCE	3.67%
9.63% POWER FINANCE CORPN. LTD. 2014	3.67%
7.35% HINDUSTAN PETROLEUM CORPN. LTD. 2012	3.20%
9.85% HOUSING DEVELOPMENT FINANCE CORPN.	2.96%
10.48% SUNDARAM FINANCE LTD. 2013	2.66%
7.75% RURAL ELECTRIFICATION CORPN. LTD. 2012	2.62%
OTHER CORPORATE DEBT	5.47%
<b>SECURITISED DEBT</b>	<b>0.00%</b>
<b>MMI</b>	<b>59.35%</b>

## About the Fund

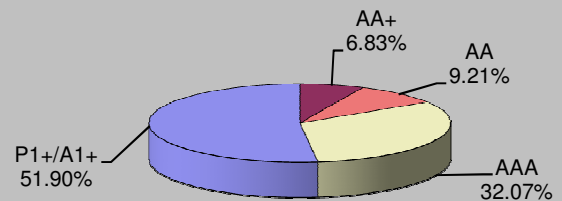
**Objective:** To provide capital preservation at a high level of safety & liquidity through judicious investments in high quality short-term debt instruments

**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.

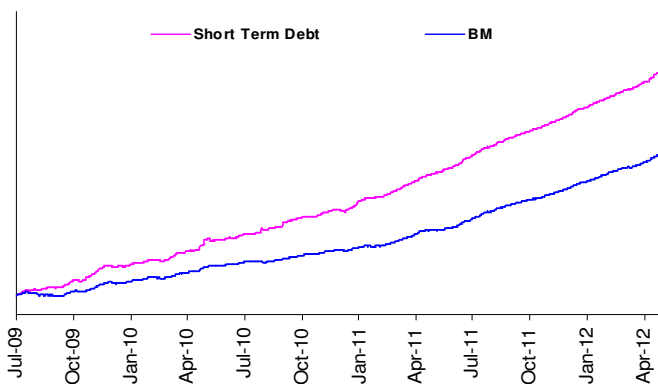
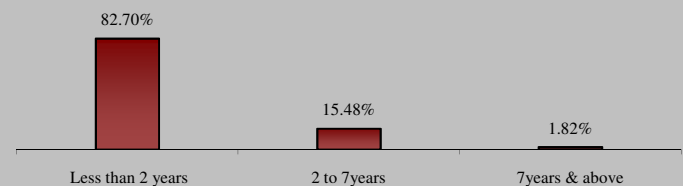
## Asset Allocation



## Rating Profile



## Maturity Profile





# Income Advantage Fund

ULGF01425/02/10BSLGINCADV109

Portfolio as on 31st May 2012

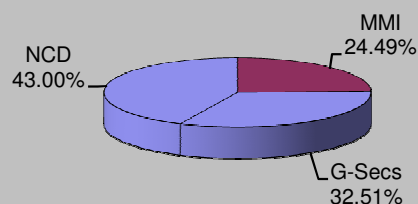
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>32.51%</b>
8.2% GOVERNMENT OF INDIA 2022	15.36%
8.08% GOVERNMENT OF INDIA 2022	12.70%
8.79% GOVERNMENT OF INDIA 2021	4.45%
<b>CORPORATE DEBT</b>	<b>43.00%</b>
10.6% INDIAN RAILWAY FINANCE CORPN. LTD. 201	9.25%
9.9% HOUSING DEVELOPMENT FINANCE CORPN. I	8.87%
10.48% ULTRATECH CEMENT LTD. 2013	8.76%
7.75% RURAL ELECTRIFICATION CORPN. LTD. 2012	8.59%
2% TATA STEEL LTD. 2022	7.52%
<b>SECURITISED DEBT</b>	<b>0.00%</b>
<b>MMI</b>	<b>24.49%</b>

## About the Fund

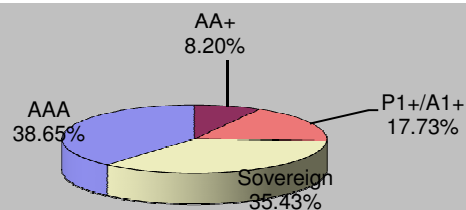
**Objective:** To provide capital preservation and regular income, at a high level of safety over a medium term horizon by investing in high quality debt instruments

**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.

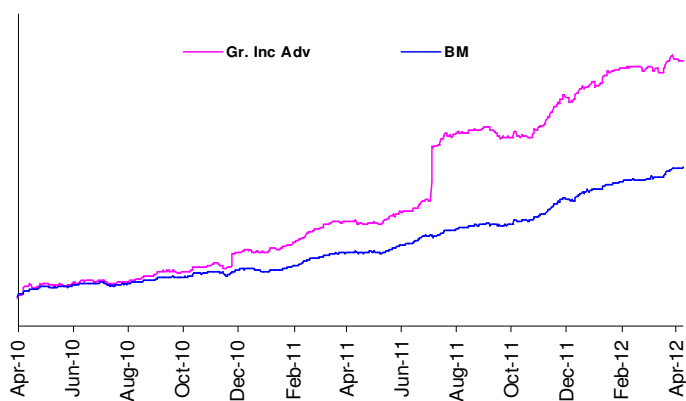
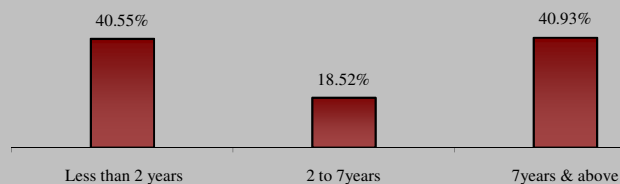
## Asset Allocation



## Rating Profile



## Maturity Profile



## Portfolio as on 31st May 2012

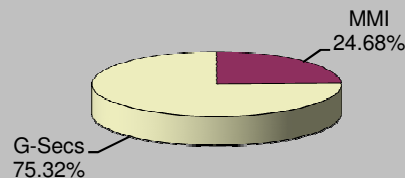
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>75.32%</b>
8.79% GOVERNMENT OF INDIA 2021	20.09%
5.64% GOVERNMENT OF INDIA 2019	13.47%
8.35% GOVERNMENT OF INDIA 2022	12.93%
7.46% GOVERNMENT OF INDIA 2017	12.60%
9.15% GOVERNMENT OF INDIA 2024	6.88%
8.28% GOVERNMENT OF INDIA 2027	6.36%
7.61% GOVERNMENT OF INDIA 2015	2.56%
7.59% GOVERNMENT OF INDIA 2016	0.24%
7.8% GOVERNMENT OF INDIA 2021	0.13%
8.2% GOVERNMENT OF INDIA 2022	0.06%
<b>CORPORATE DEBT</b>	<b>0.00%</b>
<b>EQUITY</b>	<b>0.00%</b>
<b>MMI</b>	<b>24.68%</b>

### About the Fund

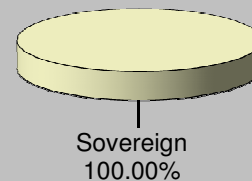
**Objective:** To deliver safe and consistent returns over a long-term period by investing in Government Securities.

**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.

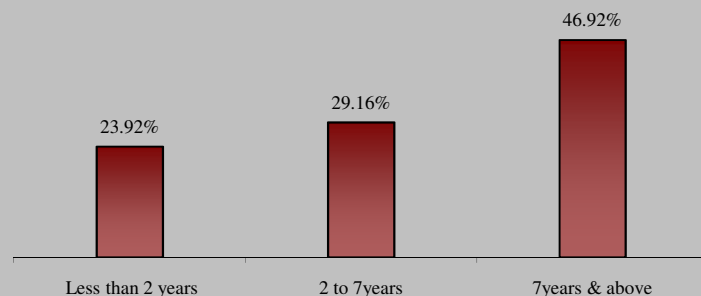
### Asset Allocation



### Rating Profile



### Maturity Profile





## Portfolio as on 31st May 2012

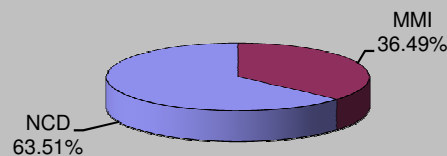
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>0.00%</b>
<b>CORPORATE DEBT</b>	<b>63.51%</b>
9.8% NATIONAL BANK FOR AGRI. AND RURAL DEVELOP	5.83%
2% TATA STEEL LTD. 2022	4.75%
9.8% L I C HOUSING FINANCE LTD. 2014	3.42%
9.57% INDIAN RAILWAY FINANCE CORPN. LTD. 2021	3.06%
8.73% POWER GRID CORPN. OF INDIA LTD. 2015	2.97%
7.7% N H P C LTD. 2014	2.95%
9.75% TATA MOTORS LTD. 2020	2.84%
9.45% L I C HOUSING FINANCE LTD. 2022	2.44%
12.65% CHOLAMANDALAM INVESTMENT AND FINANCE	2.43%
11.3% A C C LTD. 2013	2.36%
OTHER CORPORATE DEBT	30.46%
<b>SECURITISED DEBT</b>	<b>0.00%</b>
<b>EQUITY</b>	<b>0.00%</b>
<b>MMI</b>	<b>36.49%</b>

### About the Fund

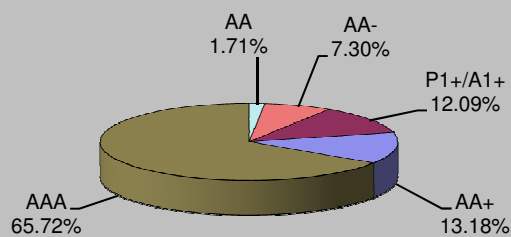
**Objective:** To achieve capital preservation along with stable returns by investing in corporate bonds over medium-term period.

**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.

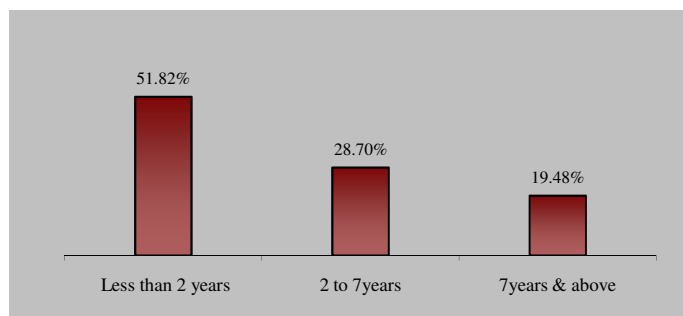
### Asset Allocation



### Rating Profile



### Maturity Profile



## Portfolio as on 31st May 2012

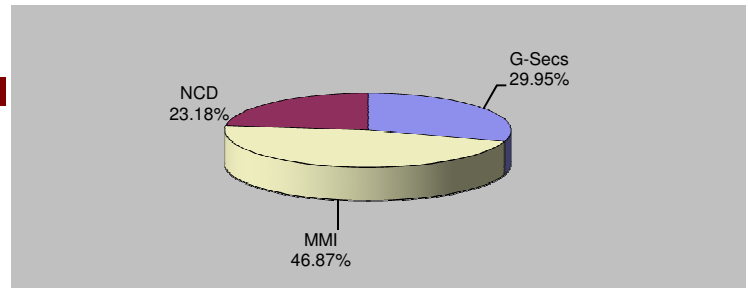
SECURITIES	HOLDING
<b>GOVERNMENT SECURITIES</b>	<b>29.95%</b>
8.08% GOVERNMENT OF INDIA 2022	3.98%
7.8% GOVERNMENT OF INDIA 2021	3.52%
6.13% GOVERNMENT OF INDIA 2028	3.21%
7.8% GOVERNMENT OF INDIA 2020	3.16%
9.15% GOVERNMENT OF INDIA 2024	2.86%
7.99% GOVERNMENT OF INDIA 2017	2.42%
6.9% GOVERNMENT OF INDIA 2019	2.40%
8.13% GOVERNMENT OF INDIA 2022	2.09%
8.2% GOVERNMENT OF INDIA 2023	1.97%
6.05% GOVERNMENT OF INDIA 2019	1.19%
OTHER GOVERNMENT SECURITIES	3.15%
<b>CORPORATE DEBT</b>	<b>23.18%</b>
2% TATA STEEL LTD. 2022	4.31%
9.61% POWER FINANCE CORPN. LTD. 2021	3.39%
8.84% POWER GRID CORPN. OF INDIA LTD. 2016	2.43%
9.9% HOUSING DEVELOPMENT FINANCE CORPN. LTD.	2.27%
8% MAHINDRA VEHICLE MANUFACTURERS LIMITED 2	1.83%
NATIONAL HOUSING BANK 2018	1.76%
9.7% NATIONAL BANK FOR AGRI. AND RURAL DEVELO	1.63%
11.45% RELIANCE INDUSTRIES LTD. 2013	1.39%
9.45% STATE BANK OF INDIA 2026	1.24%
9.85% TATA SONS LTD. 2017	0.92%
OTHER CORPORATE DEBT	2.01%
<b>EQUITY</b>	<b>0.00%</b>
<b>MMI</b>	<b>46.87%</b>

### About the Fund

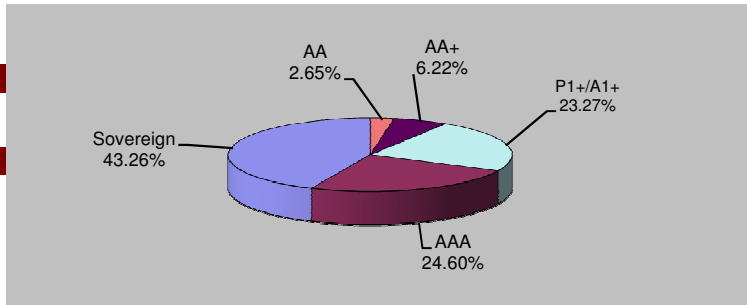
**Objective:** To achieve value creation at low risk over a long-term horizon by investing into high quality fixed interest securities.

**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

