

Investment Snapshot

For the quarter ended June - FY20

# India: Racing towards a \$5 Trillion economy\*



Toll free: 1800 102 2355

life.futuregenerali.in

 **FUTURE  
GENERALI**  
TOTAL INSURANCE SOLUTIONS

\*Source: <https://www.indiabudget.gov.in/budgetspeech.php>

# Indian Equity Market

FY19 ended on a positive note for Indian markets despite being plagued with challenges on the domestic as well as the global front. The juggernaut of the markets continued in the first quarter of FY20 as well. The Indian equity markets scaled new all-time highs with Nifty crossing the 12000-mark in May 2019, following an emphatic victory of the incumbent NDA government for the second time and strong FII inflows supporting the markets. FIIs have been aggressive on Indian equities in the first six months of CY19 (\$11.41 billion in January to June '19) despite increased volatility and uncertainty, mainly driven by improvement in global liquidity with the shift in stance on monetary policy outlook by various central banks. This, coupled with expectations of a positive outcome of the US-China trade talks that bolstered risk-on sentiments among FIIs, diverted investments towards emerging markets like India.

However, the euphoria in markets was short-lived with Nifty consolidating in the 11,500-12,000 range thereafter. Volatility levels picked up, especially in the mid and small-cap space, as market sentiment remained exposed to slowdown in the economy, concerns around liquidity woes for NBFCs and a moderation in consumption on the domestic front. The polarization in the market continued with divergence between large and mid-caps in terms of both performance and valuations. The large-cap indices moved to their all-time high in the process, while the mid-cap and small-cap indices have seen some correction after a smart run-up from their lows. Besides, within Nifty too there has been polarization in performance with the top 15 stocks having delivered 30% returns while other 35 stocks were down 11% over December '17 to June '19.

## Global Macro-economic Factors

The Indian markets were driven by a flurry of global factors as well. In an inflection move, central banks across the globe resorted to ease monetary policy in the midst of ambiguity about the trade war and its impact on global growth. EMs were thus major beneficiaries of this move, as they continued to witness positive FPI flows during the first few months of the year; thus helping currency appreciation and steady gains in their respective equity markets. Global markets further rallied in June on hopes of a rate cut by the US Fed and in anticipation of a resolution in the ongoing trade dispute between the US and China at the G-20 summit.

Meanwhile, crude oil prices kept swinging on global geopolitics, the US-China trade war and demand-supply dynamics touching a high of \$74, as concerns over deepening US-Iran conflict raised fears about potential disruption in oil supplies, and a low of \$60.

## Indian Macros and Fixed Income Update

India's macro-economic indicators continued to give mixed signals as a stable rupee, lower inflation and steady credit growth seem to be offset by weak IIP and GDP growth. While the 4QFY19 corporate earnings season was aided by the domestic cyclicals driving the earnings growth primarily led by financials, consumer discretionary and staples reported a weak quarter as signaled by the slowdown in the high frequency data and high base. The GDP growth data reflected a downward slant as India's GDP growth decelerated and came in at 5.8% YoY in Q4FY19. Cement/Infrastructure delivered robust results, while global sectors like IT & Commodities had a stable quarter.

As a consequence of global factors, yields across the globe fell to historic lows and the Indian fixed income markets closely mirrored these global movements. India's 10-year G-sec yields breached the 7.03% threshold in May 2019 from 7.41% in April 2019 and further fell to their lowest in nearly two years at 6.73% on June 20, 2019. Apart from the favorable global bond environment, domestic factors such as benign inflation, lower GDP growth data, the RBI policy rate cut in June (with a unanimous vote), two additional OMO purchases worth ₹27500 crore and foreign flows aided India's bond and rates market. The clear signal of a loose and accommodative monetary environment further strengthened sentiment in the debt markets.

The rally in the bond markets was given further fillip by the Union Budget 2020 in July 2019, with the 10-year G-sec rallying to 6.6% intra-day, as the Budget not only adhered to the fiscal consolidation path but also lowered the deficit target to 3.3% and kept the market borrowing of \$7.1 trillion unchanged with an intent of funding a part of the borrowings from external markets (which will reduce the pressure on domestic liquidity and alleviate the supply overhang in the bond markets). With the economy in the midst of a slowdown, the Budget rightly laid emphasis on its long-term vision of India becoming a \$5 trillion economy with growth and welfare being its key focal point in the short term and announced measures to improve infrastructure and boost consumption. Importantly, the Budget tried to provide a boost to specific pockets of the economy especially affordable housing (through tax incentives), rural roads, and the financial sector through recapitalization of PSUs. The government stepped in to the NBFC quagmire with a credit backstop and credit guarantee to banks for asset buyout from NBFCs. Nonetheless, the equity markets reacted negatively to the Budget, as the proposal to raise public shareholding threshold fanned fears of oversupply in the market. The fears of a higher surcharge on FPIs was also not taken too well by the markets.

## Macro-economic and Market Outlook

On the macro-economic front, we expect India's macro-economic conditions to be well-poised for FY20 given the lower inflation outlook, fairly valued rupee, crude prices in the range of \$65-\$70 from their peak in FY19, relatively better fiscal and current account deficit, and a cleaner banking

system. Being in the midst of a structurally high growth phase and with the Budget being growth-oriented with a specific push on infrastructure and consumption, we believe India is well-poised to grow around 7% in CY19. The benefits of the implementation of several structural reforms such as GST, demonetization, RERA, and IBC have set the stage for a strong, healthy economic recovery to drive the next phase of growth. Going into FY20, we expect CPI inflation to be benign with core inflation likely to glide down gradually later on. Crude in the range of \$65-70 is not a headwind, but anything above that level might be a concern. Assuming crude in this range, we expect macro-economic parameters to be supportive of the market in FY20 with low inflation at sub 4%, manageable CAD at around 2.1%, and continued strong GDP growth at 7%.

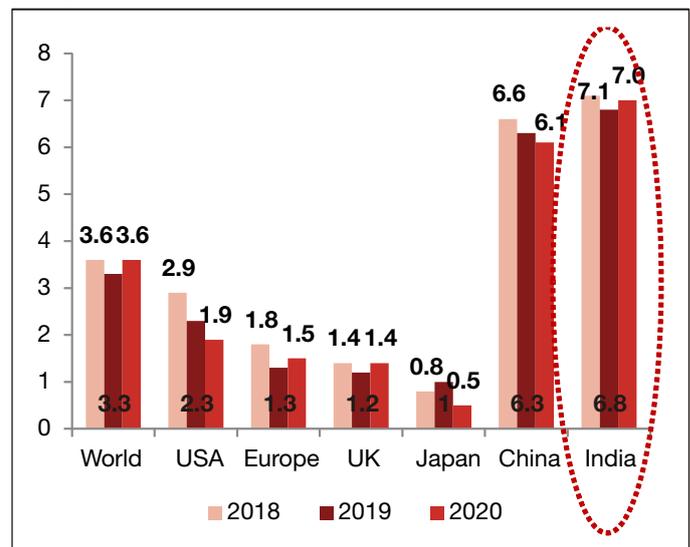
Going forward, with the most coveted event of the year being played out, the bond market's attention will now shift to the monetary policy both domestically and globally; progress of monsoon, inflation prints, movement of the rupee, crude oil, and the liquidity report due from the RBI. The dovish tilt of the US Fed and other central banks, bodes well for emerging markets like India. The MPC is also likely to deliver another rate cut during the course of the year, given the growth and benign inflation trajectory. Moreover, with clear signals from the central bank to provide adequate liquidity in the system and expected clarity on this front from the RBI liquidity report due in July, we see more upside for bond markets. Furthermore, the recent fall in oil prices despite the attempt of OPEC and ally members to reduce production further outlines the growth concerns denting sentiments, and is bond supportive. While a rebound in oil prices in July is something to be monitored, the upside risks at this time look limited. Lastly, as mentioned above, the government relying on external financing to meet its borrowing requirement is likely to bring significant momentum for bonds ahead. This, along with the need to keep interest rates low to boost economic growth, is likely to keep yields lower on a sustained basis.

With respect to equity markets, the baton will now shift to corporate earnings, and earnings revival will be the key focus area for investors in FY20. Although earnings growth has been a little subdued during the previous quarters and there are near-term demand pressures due to uncertainty over the monsoon, we remain constructive on the earnings outlook for FY20. Tailwinds of favorable base effect, consumption and infra boost in the Budget, the targeted redressal of the NBFC issue with credit enhancement and backstop liquidity, the PSU bank recapitalization to spur credit growth, softer interest rates, the clean-up of the banking system, and improving nominal GDP growth will aid earnings growth. Aggregate Nifty earnings growth is expected to pick up and clock 15-18% growth in FY20. Valuations have corrected significantly in the mid-cap & small-cap space post the underperformance of 30%-44% in past 18 months. With supportive macro-economic conditions and strong expected earnings growth, valuations are not expensive. We expect valuations to remain at a premium vis-à-vis other emerging markets, given the expected revival in GDP growth and Nifty earnings growth of 15-18% in FY20.

We believe India will continue to be the fastest growing economy with around 7% GDP growth; its favorable demographics should continue to support growth for the next few years. We believe the volatility in the markets over the next few months will provide a good opportunity to build a quality portfolio from the long-term standpoint as India is firmly entrenched on the growth path.

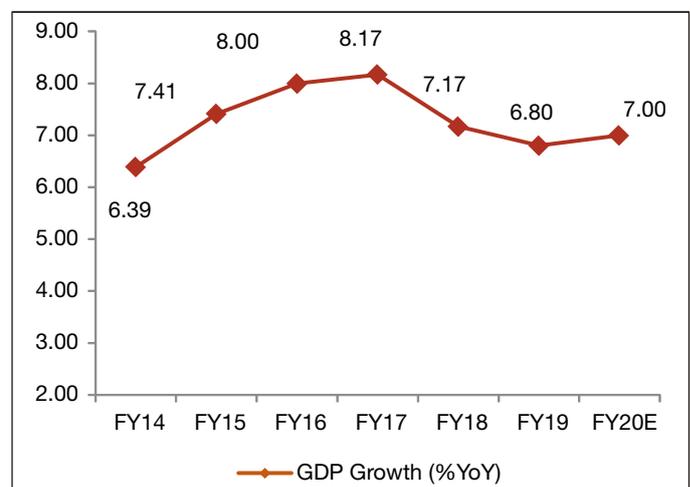
# India's Macro Chart Book

**GDP growth (YoY %) of the top world economies in 2018, 2019 & 2020**



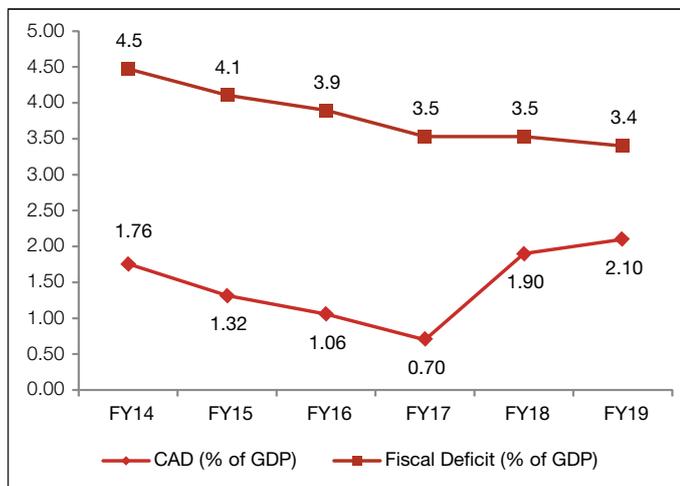
Source: IMF & FG Research  
Note: For India - FY20 is as per FG estimates

**India's GDP growth (YoY %) over the last few years**



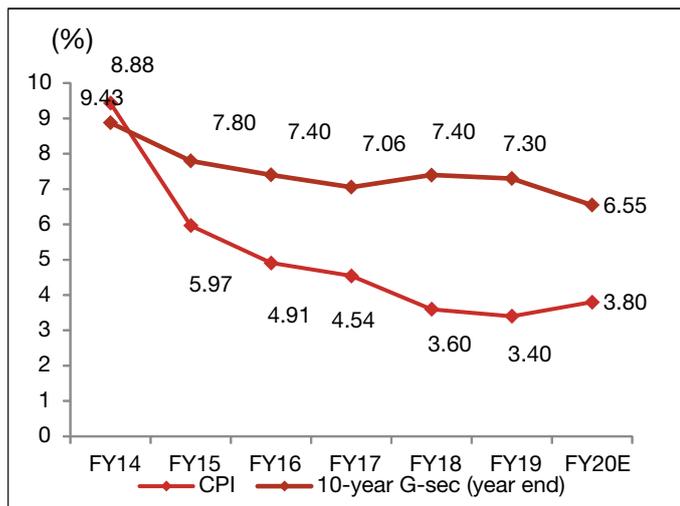
Source: Bloomberg, Reuters & FG Research

### Current Account Deficit and Fiscal Deficit as a % of GDP over the years



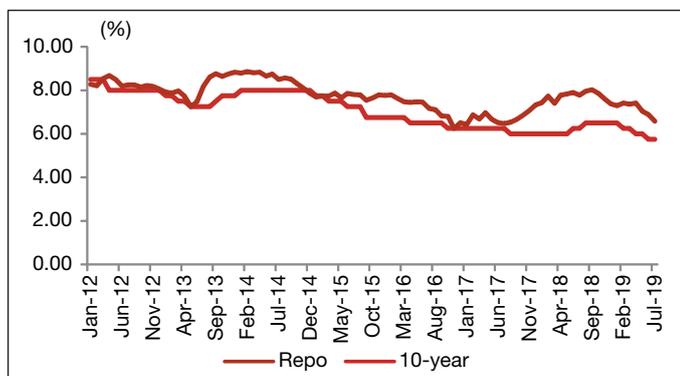
Source: Bloomberg, Reuters & FG Research

### CPI Inflation vs 10-year G-sec yield (%) in India over the years



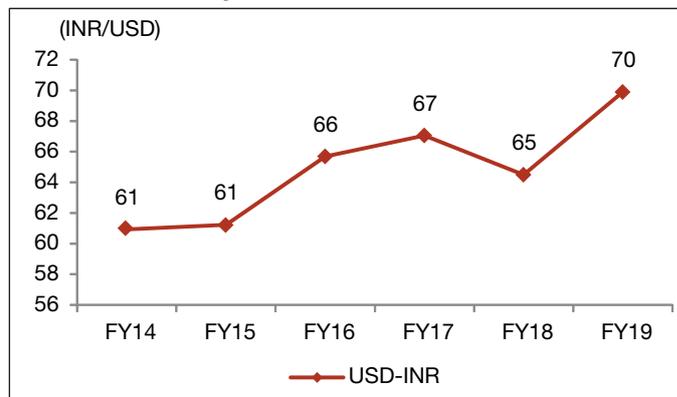
Source: Bloomberg, Reuters & FG Research  
Note: Yields as on date

### 10-year G-sec yield vs Repo Rate (%) in India over the years



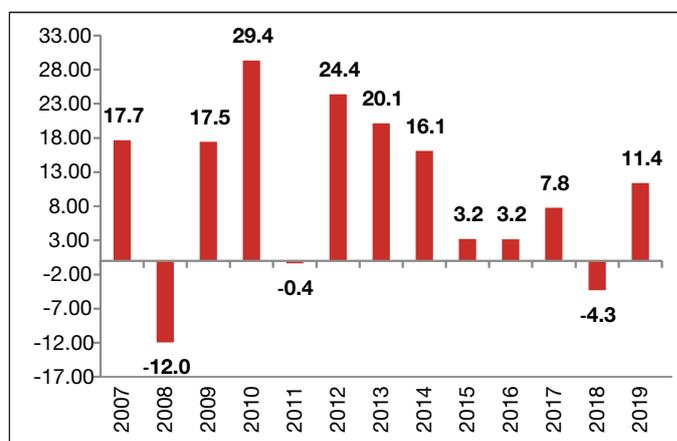
Source: Bloomberg, Reuters & FG Research

### USD-INR over the years



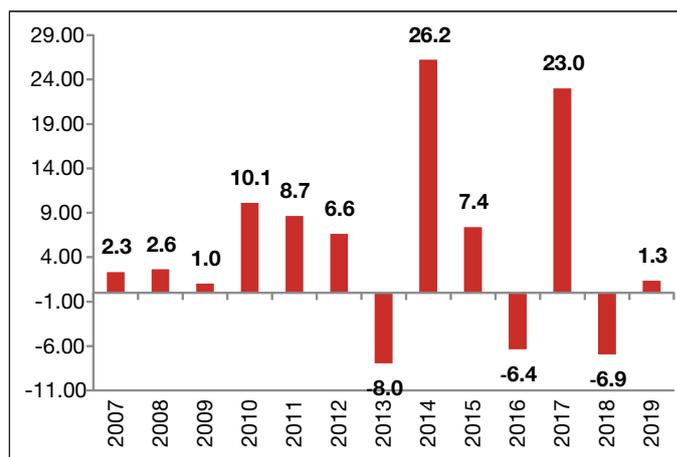
Source: Bloomberg, Reuters & FG Research

### Net FII Equity Flows (\$ billion) over the years (CY)



Source: Bloomberg, Reuters & FG Research

### Net FII Debt Flows (\$ billion) over the years (CY)



Source: Bloomberg, Reuters & FG Research

## India's Macros – Positives and Negatives

Positive	Neutral	Negative
Falling Interest Rate Regime	Currency	Global Cyclically Slowing Growth
Lower Inflation	Crude Prices	Delayed Transmission to Lending Rates
FII Inflows	Fiscal Deficit	Geopolitical Environment
Domestic Liquidity	Current Account Deficit	US-China Trade Disruption

## Evolution of India's ranking in the world in terms of Nominal GDP (in US\$ billion) over the years

	2019	2019 Nominal GDP (in US\$ billion)	2018	2014	2012	2009	2008
1	USA	21,345	USA	USA	USA	USA	USA
2	China	14,217	China	China	China	Japan	Japan
3	Japan	5,176	Japan	Japan	Japan	China	China
4	Germany	3,964	Germany	Germany	Germany	Germany	Germany
5	India	2,972	UK	UK	France	France	UK
6	UK	2,829	France	France	UK	UK	France
7	France	2,762	India	Brazil	Brazil	Italy	Italy
8	Italy	2,026	Italy	Italy	Russia	Brazil	Russia
9	Brazil	1,960	Brazil	Russia	Italy	Spain	Brazil
10	Canada	1,739	Canada	India	India	Canada	Spain
11	Korea	1,657	Russia	Canada	Canada	India	Canada
12	Russia	1,610	Korea	Australia	Australia	Russia	India
13	Spain	1,429	Spain	Korea	Spain	Australia	Mexico
14	Australia	1,417	Australia	Spain	Korea	Korea	Australia
15	Mexico	1,241	Mexico	Mexico	Mexico	Mexico	Korea
16	Indonesia	1,101	Indonesia	Turkey	Indonesia	Netherlands	Netherlands
17	Netherlands	914	Netherlands	Netherlands	Turkey	Turkey	Turkey
18	Saudi Arabia	762	Saudi Arabia	Indonesia	Netherlands	Indonesia	Indonesia
19	Switzerland	708	Turkey	Saudi Arabia	Saudi Arabia	Switzerland	Switzerland
20	Turkey	706	Switzerland	Switzerland	Switzerland	Belgium	Poland

Source: IMF

### Indian Macro Data at a Glance (Monthly Data Series)

Monthly Data	Jun 18	Jul 18	Aug 18	Sep 18	Oct 18	Nov 18	Dec 18	Jan 19	Feb 19	Mar 19	Apr 19	May 19	Jun 19
Industrial production (YoY %)	6.9	6.5	4.7	4.5	8.1	0.5	2.6	1.4	0.1	0.4	3.4		
CPI inflation (YoY %)	5.0	4.2	3.7	3.7	3.4	2.3	2.1	2.0	2.6	2.9	2.9	3.0	
Credit growth (YoY %)	10.9	12.4	14.4	12.6	14.8	15.2	13.4	14.4	14.5	13.3	13.1	12.6	11.3
Repo rate (YoY %)	6.25	6.25	6.50	6.50	6.50	6.50	6.50	6.50	6.25	6.25	6.00	6.00	5.75
Forex reserves (\$ billion)	405.7	403.7	400.1	400.5	392.1	393.7	395.6	400.2	402.0	412.9	418.8	421.9	
FII equity (\$ billion)	-0.71	0.33	0.26	-1.49	-3.93	0.84	0.45	-0.61	2.42	4.89	3.1	1.1	0.4
FII debt (\$ billion)	-1.6	0.0	0.5	-1.4	-1.3	0.8	0.7	-0.2	-0.8	1.7	-0.7	0.2	1.2
DII equity flows (\$ billion)	2.1	0.6	0.4	1.72	3.54	0.11	0.05	0.53	-0.08	-0.11	-0.61	0.76	0.53
SIP flows (\$ billion)	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.2	1.2	1.2	
Crude (Avg. price)	75.2	74.4	73.1	78.9	80.5	62.6	56.5	60.9	65.8	67.51	71.85	62.93	64.43
Rupee (INR/\$) average	68.5	68.5	71.0	72.5	74.0	69.6	69.8	71.1	70.7	69.2	69.6	69.7	69.0
US 10-year G-sec yield	2.86	2.96	2.86	3.06	3.14	2.99	2.68	2.63	2.72	2.41	2.50	2.12	2.01
India 10-year G-sec yield	7.90	7.77	7.95	8.02	7.85	7.61	7.37	7.28	7.41	7.35	7.41	7.03	6.88

### Indian Macro Data at a Glance (Quarterly Data Series)

Quarterly Data	Q3FY17	Q4FY17	Q1FY18	Q2FY18	Q3FY18	Q4FY18	Q1FY19	Q2FY19	Q3FY19	Q4FY19
Real GDP (YoY %)	6.8	6.1	6.0	6.8	7.7	7.7	8.0	7.0	6.6	5.8
Exports growth (%)	5.9	17.5	9.8	12.9	12.8	6.3	14.0	9.6	7.1	6.3
Imports growth (%)	3.1	18.2	27.2	16.7	19.1	15.7	12.2	22.9	8.9	-1.0
Trade balance	-33.27	-29.72	-41.94	-32.45	-44.02	-41.62	-45.75	-50.03	-49.28	-35.21
Balance of payments	-1.24	7.31	11.40	9.50	9.43	13.24	-11.33	-1.87	-4.29	14.18
CAD as % of GDP	-0.07	-0.61	-2.50	-1.10	-2.10	-1.90	-2.40	-2.90	-2.70	-0.70

### Indian Macro Data at a Glance (Yearly Data Series)

	FY 10	FY 11	FY 12	FY 13	FY 14	FY 15	FY 16	FY 17	FY 18	FY 19
GDP growth %	8.5	10.3	6.6	5.5	6.4	7.5	8.0	7.9	6.9	6.8
CPI inflation average	12.3	10.5	8.6	9.9	9.4	6.0	4.9	4.5	3.6	3.4
Exports (\$ billion)	182.4	256.2	309.8	306.6	318.6	316.5	266.4	280.1	309.0	337.2
Imports (\$ billion)	300.6	383.5	499.5	502.2	466.2	461.5	396.4	392.6	469.0	517.5
Trade Deficit (\$ billion)	-118.2	-127.3	-189.8	-195.7	-147.6	-144.9	-130.1	-112.4	-160.0	-180.3
Brent crude oil prices year ending	81.3	117.3	123.8	109.3	107.0	53.3	38.7	52.7	69.1	70.3
Oil import (\$ billion)	87.1	106.0	155.0	164.0	164.8	138.3	82.9	87.0	109.1	140.8
CAD (\$ billion)	-38.2	-48.1	-78.2	-88.2	-32.4	-26.8	-22.2	-15.3	-48.7	-57.3
CAD (% of GDP)	-2.8	-2.8	-4.3	-4.8	-1.8	-1.3	-1.1	-0.7	-1.9	-2.1
FDI (\$ billion)	18.0	11.8	22.1	19.8	21.6	31.3	36.0	35.6	30.3	30.7
FII (\$ billion)	32.4	30.3	17.2	26.9	4.8	42.2	-4.1	7.6	22.1	-0.6
Fiscal deficit %	-6.5	-4.8	-5.9	-4.9	-4.5	-4.1	-3.9	-3.5	-3.5	-3.4
Foreign reserves (\$ billion)	279	305	294	292	304	342	360	370	425	413
Rupee (INR/\$) average	47.4	45.6	48.1	54.5	60.9	61.2	65.7	67.1	64.5	69.9
US 10-year G-sec yield	3.8	3.5	2.2	1.8	2.7	1.9	1.8	2.4	2.7	2.4
India 10-year G-sec yield	7.83	8.02	8.56	8.01	8.88	7.80	7.40	7.06	7.42	7.35

Source: Bloomberg, Reuters, Capital Line, IMF & FG Research

## Market Performance

### Performance of Indian Equities across market caps

Sector	7yr CAGR	3yr CAGR	1yr Return	6m Return	3m Return
Nifty	12.20%	12.50%	10.00%	8.50%	1.40%
Sensex	12.40%	13.40%	11.20%	9.20%	1.90%
Nifty mid-cap	13.30%	8.50%	-2.90%	-1.20%	-3.30%
Nifty small-cap	9.20%	2.20%	-13.60%	-3.90%	-7.10%

Source: Bloomberg, Reuters & FG Research

### Our Fund Performance over the years

Funds	7yr CAGR	3yr CAGR	1yr Return	6m Return	3m Return
Future Apex	12.37%	10.93%	10.19%	8.22%	0.36%
Future Income	8.55%	7.25%	10.50%	5.89%	2.85%
Future Opportunity	11.03%	10.31%	8.56%	7.41%	-0.08%
Future Dynamic Growth	10.79%	10.80%	9.80%	7.61%	-0.04%
Future Maximize	10.71%	10.06%	8.91%	7.33%	0.44%
Future Balance	9.29%	8.74%	9.69%	6.38%	1.28%
Future Pension Active	11.34%	10.92%	9.97%	7.81%	0.16%
Future Pension Growth	10.65%	9.58%	9.06%	6.54%	1.41%
Future Pension Balance	9.83%	8.60%	12.67%	7.14%	3.46%
Future Group Balance	9.13%	9.03%	11.54%	5.48%	1.60%
Future Midcap	-	-	-	11.64%	1.00%
Future Group Secure	-	-	-	12.93%	4.57%

### Indian Sectoral Indices Performance (%)

Sector	7yr CAGR	3yr CAGR	1yr Return	6m Return	3m Return
BSETCG Index - Consumer Goods	10.25%	10.10%	13.50%	5.50%	7.50%
NSEFIN Index - Financials	18.34%	22.80%	23.20%	17.00%	8.10%
NSEINFR Index - Infra	4.87%	5.80%	7.80%	6.10%	5.00%
NSEBANK Index - Bank	17.04%	20.10%	18.00%	14.50%	2.20%
NSENRG Index - Energy	11.39%	22.60%	20.40%	11.90%	-2.70%
NSEFMCG Index - FMCG	12.78%	11.00%	2.00%	-3.20%	-2.60%
NSEAUTO Index - Auto	10.40%	-3.70%	-26.00%	-14.20%	-4.90%
NSEIT Index - IT	14.59%	12.70%	13.90%	10.40%	2.00%
NSEMET Index - Metals	0.54%	10.90%	-13.40%	-5.50%	-2.10%
NSEPHRM Index - Pharma	6.42%	-10.20%	-12.10%	-9.10%	-13.70%

Source: Bloomberg, Reuters & FG Research

### Global Indices Performance (%)

Global Indices	7yr CAGR	3yr CAGR	1yr Return	6m Return	3m Return
Dow Jones Index (USA)	10.92%	14.10%	9.60%	14.00%	2.60%
Nikkei 225 (Japan)	13.07%	11.00%	-4.60%	6.30%	0.30%
Hang Seng (Hong Kong)	5.64%	11.10%	-1.40%	10.40%	-1.80%
FTSE 100 (UK)	4.19%	4.50%	-2.80%	10.40%	2.00%
Shanghai Composite Index (China)	4.25%	0.60%	4.60%	19.40%	-3.60%
DAX (Germany)	9.87%	8.60%	0.80%	17.40%	7.60%
iBovespa (Brazil)	9.25%	25.10%	38.80%	14.90%	5.80%
MICEX (Russia)	10.36%	13.50%	20.50%	16.70%	10.80%

Source: Bloomberg, Reuters & FG Research

# FUTURE GROUP BALANCE FUND

SFIN No. ULGF003150210FUTGRBALAN133

## ABOUT THE FUND

### OBJECTIVE

Provision of high expected returns with a moderate probability of low return.

### STRATEGY

Balances high return and high risk from equity investments with the stability provided by fixed interest instruments.

### FUND MANAGER DETAILS

Fund Manager	No. of Funds Managed		
	Equity	Debt	Hybrid
Niraj Kumar	5	4	7
Srijan Sinha	5	-	7
Yahya Bookwala	-	4	7

### ASSET ALLOCATION

Composition	Min.	Max.	Actual
Fixed Interest Investment Money Market and Cash	60.00%	90.00%	72.79%
Equity	10.00%	40.00%	27.21%

### RISK RETURN PROFILE

Risk	Moderate
Return	High

### DATE OF INCEPTION

15th February 2010

### FUND PERFORMANCE AS ON 30th June 2019

Returns since publication of NAV

Absolute Return	118.02%
Simple Annual Return	12.57%
CAGR Return	8.66%

### NAV as on 30th June 2019

21.801527

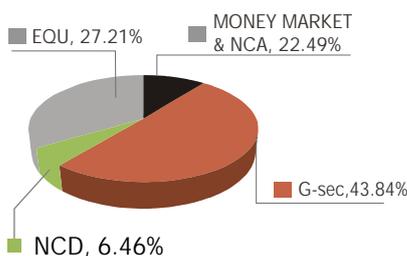
### AUM as on 30th June 2019 (Rs. in Lakh)

3.26

### MODIFIED DURATION (In Years)

3.33

### ASSET ALLOCATION



## PORTFOLIO AS ON 30<sup>th</sup> June 2019

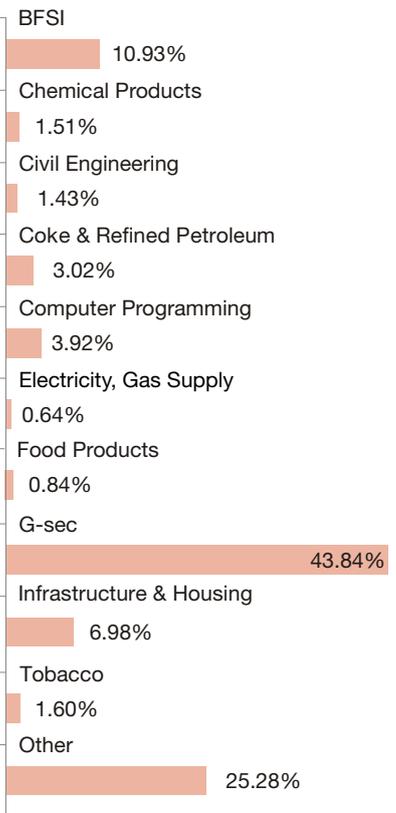
SECURITIES	HOLDINGS
MONEY MARKET INSTRUMENTS & NCA	22.49%

SECURITIES	HOLDINGS
GOVERNMENT SECURITIES	43.84%
7.72% Central Government 25/05/2025	21.34%
8.38% Tamil Nadu SDL 27/01/2026	16.05%
8.89% Andhra Pradesh SDL 2022 ULIP 20/09/2022	6.45%

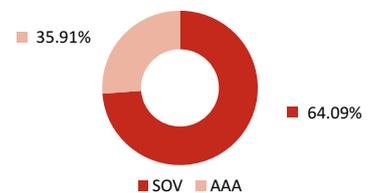
SECURITIES	HOLDINGS
CORPORATE DEBT	6.46%
8.85% Indiabulls Housing Finance Ltd. 25/09/2026	6.46%

SECURITIES	HOLDINGS
EQUITY	27.21%
HDFC Bank Ltd.	3.00%
Reliance Industries Ltd.	2.69%
HDFC Ltd.	2.69%
ICICI Bank Ltd.	2.41%
Infosys Technologies Ltd.	1.80%
ITC Ltd.	1.60%
Larsen & Toubro Ltd.	1.43%
TATA Consultancy Services Ltd.	1.37%
State Bank of India	1.22%
Hindustan Unilever	1.10%
Britannia Industries Ltd.	0.84%
Yes Bank Ltd.	0.43%
Tech Mahindra Ltd.	0.43%
IndusInd Bank Ltd.	0.43%
Asian Paints Ltd.	0.42%
Mahindra and Mahindra Ltd.	0.40%
GAIL (India) Ltd.	0.38%
Bharat Electronics Ltd.	0.35%
Cipla Ltd.	0.34%
HCL Technologies Ltd.	0.33%
Tata Steel Limited	0.31%
NTPC Ltd.	0.30%
Aditya Birla Capital Ltd.	0.28%
Mahanagar Gas Ltd	0.26%
India Cements Ltd.	0.24%
Other	2.16%

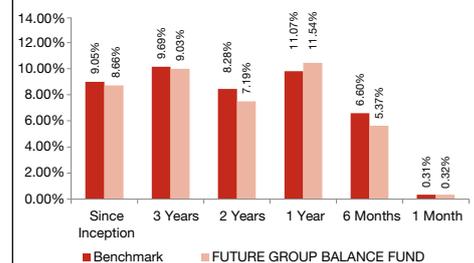
## SECTORAL ALLOCATION



## DEBT RATING PROFILE

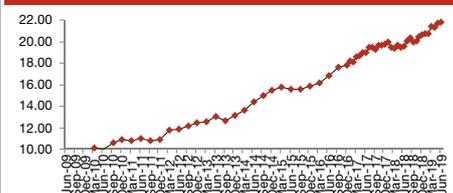


## BENCHMARK COMPARISON (CAGR RETURN)



Benchmark: Nifty + CRISIL Composite Bond Index + CRISIL Liquid Fund Index

## FUND - NAV



# FUTURE GROUP SECURE FUND

SFIN No.ULGF007010118GRPSECUND133

## ABOUT THE FUND

### OBJECTIVE

To provide balanced returns from investing in both fixed interest securities as well as in equities so as to balance stability of returns through the former and growth in capital value through the latter. The fund will also invest in money market instruments to provide liquidity.

### STRATEGY

Balances high return and high risk from equity investments with the stability provided by fixed interest instruments.

### FUND MANAGER DETAILS

Fund Manager	No. of Funds Managed		
	Equity	Debt	Hybrid
Niraj Kumar	5	3	7
Srijan Sinha	5	-	6
Yahya Bookwala	-	3	7

### ASSET ALLOCATION

Composition	Min.	Max.	Actual
Money Market Instruments	0.00%	40.00%	17.23%
Government Bonds and Corporate Bonds	60.00%	100.00%	74.90%
Equity	0.00%	20.00%	11.01%

### RISK RETURN PROFILE

Risk	Low to Moderate
Return	High

### DATE OF INCEPTION

19th December 2018

### FUND PERFORMANCE AS ON 30th June 2019

Returns since publication of NAV

Absolute Return	16.06%
NAV as on 30th June 2019	NA
CAGR Return	NA

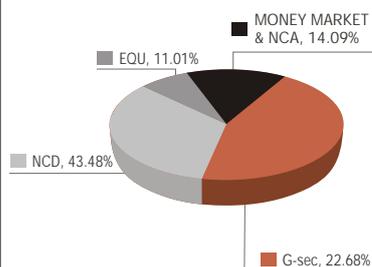
### AUM as on 30th June 2019 (Rs. in Lakh)

11.60604

### AUM as on 30th June 2019 (Rs. in Lakh)

3.33

### ASSET ALLOCATION



## PORTFOLIO AS ON 30th June 2019

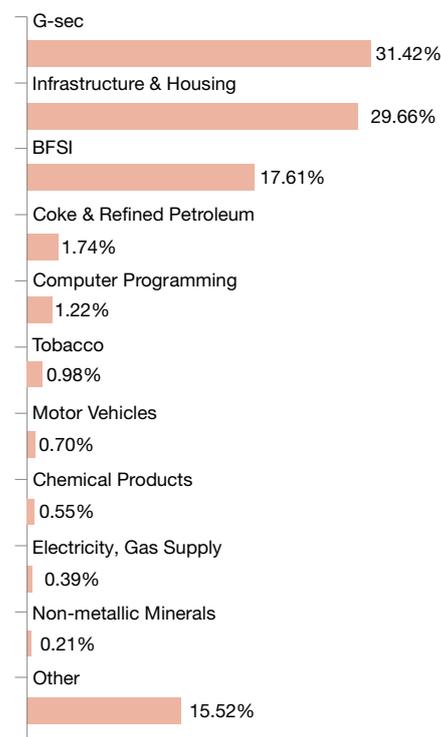
SECURITIES	HOLDINGS
MONEY MARKET INSTRUMENTS & NCA	14.09%

SECURITIES	HOLDINGS
GOVERNMENT SECURITIES	22.68%
6.65% G-sec 2020 - ULIP 09/04/2020	21.34%
7.00% G-sec 2021 21/01/2021	1.34%

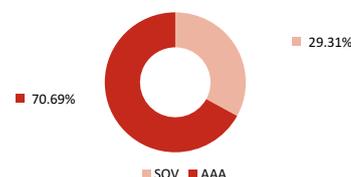
SECURITIES	HOLDINGS
CORPORATE DEBT	43.48%
8.85% HDB Financial Services Limited 2029 Sub debt 07/06/2029	8.45%
8.30% REC Limited Non GOI 2029	4.53%
8.98% Power Finance Corporation Limited 2029 28/03/2029	3.78%
8.97% REC Limited 2029 28/03/2029	3.78%
9.05% L&T FINANCE LIMITED 2027 Series VI OPTION II - U 15/04/2027	3.76%
8.70% LIC Housing Finance Ltd 2029-ULIP 20/03/2029	3.72%
8.55% Housing Development Finance Corporation Limited 2029 27/03/2029	3.68%
8.15% NABARD GOI 2029 28/03/2029	3.63%
8.00% Reliance Jio Infocomm Ltd 2023 ULIP07/04/2023	3.55%
8.45% Reliance Ports And Terminals Limited 2023 12/06/2023	2.70%
9.35% LNT Finance Limited 2029 - ULIP 13/03/2029	0.97%
8.95% Bajaj Finance Ltd 2026 08/01/2026	0.93%

SECURITIES	HOLDINGS
EQUITY	11.01%
Reliance Industries Ltd.	1.56%
ITC Ltd.	0.98%
HDFC Ltd.	0.72%
HDFC Bank Ltd.	0.69%
ICICI Bank Ltd.	0.63%
Infosys Technologies Ltd.	0.57%
Kotak Mahindra MF - Kotak Banking ETF	0.55%
TATA Consultancy Services Ltd.	0.43%
Hindustan Unilever	0.40%
Axis Bank Ltd.	0.40%
Yes Bank Ltd.	0.35%
IndusInd Bank Ltd.	0.34%
GAIL (India) Ltd.	0.22%
Eicher Motors Ltd.	0.22%
Tech Mahindra Ltd.	0.21%
Maruti Suzuki India Ltd.	0.21%
Mahindra and Mahindra Ltd.	0.17%
Mahanagar Gas Ltd	0.16%
Asian Paints Ltd.	0.15%
State Bank of India	0.14%
Britannia Industries Ltd.	0.13%
Power Finance Corporation Ltd.	0.12%
Voltas Limited	0.11%
Cipla Ltd.	0.11%
Ashok Leyland Ltd.	0.10%
Other	1.33%

## SECTORAL ALLOCATION



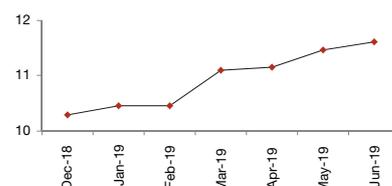
## Debt Rating Profile



## BENCHMARK COMPARISON (ABSOLUTE)



## FUND - NAV



# GROUP INCOME FUND

SFIN No.ULGF007010118GRPSECFUND133

## ABOUT THE FUND

### OBJECTIVE

To provide balanced returns from investing in both fixed interest securities as well as in equities so as to balance stability of returns through the former and growth in capital value through the latter. The fund will also invest in money market instruments to provide liquidity.

### STRATEGY

Balances high returns and high risk from equity investments with the stability provided by fixed interest instruments.

### FUND MANAGER DETAILS

Fund Manager	No. of Funds Managed		
	Equity	Debt	Hybrid
Niraj Kumar	5	4	7
Yahya Bookwala	-	4	7

### ASSET ALLOCATION

Composition	Min.	Max.	Actual
Fixed Interest Investments	60.00%	100.00%	97.71%
Money Market and Cash	0.00%	50.00%	3.26%

### RISK RETURN PROFILE

Risk	Low to Moderate
Return	High

### DATE OF INCEPTION

19th December 2018

### FUND PERFORMANCE AS ON 30th June 2019

Returns since publication of NAV

Absolute Return	5.80%
NAV as on 30th June 2019	N.A.
CAGR Return	N.A.

### NAV as on 30th June 2019

10.58008

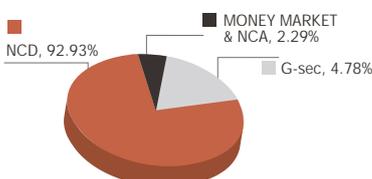
### AUM as on 30th June 2019 (Rs. in Lakh)

211.54

### MODIFIED DURATION (In Years)

4.52

### ASSET ALLOCATION



## PORTFOLIO AS ON 30th June 2019

SECURITIES	HOLDINGS
MONEY MARKET INSTRUMENTS & NCA	2.29%

SECURITIES	HOLDINGS
GOVERNMENT SECURITIES	21.34%
7.00% G-sec 2021 21/01/2021	21.34%

SECURITIES	HOLDINGS
CORPORATE DEBT	92.93%
8.55% Housing Development Finance Corporation Limited 2029 27/03/2029	19.74%
8.45% Reliance Ports And Terminals Limited 2023 12/06/2023	19.29%
8.00% Reliance Jio Infocomm Ltd 2023 ULIP 07/04/2023	19.00%
9.05% L&T FINANCE LIMITED 2027 Series VI OPTION II - U 15/04/2027	15.10%
8.70% LIC Housing Finance Ltd 2029-ULIP 20/03/2029	14.94%
8.30% REC Limited Non GOI 2029	4.86%

## SECTORAL ALLOCATION

### Infrastructure & Housing

77.83%

### BFSI

15.11%

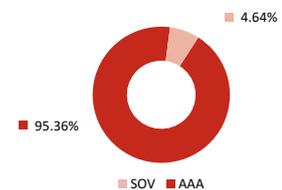
### G-sec

4.78%

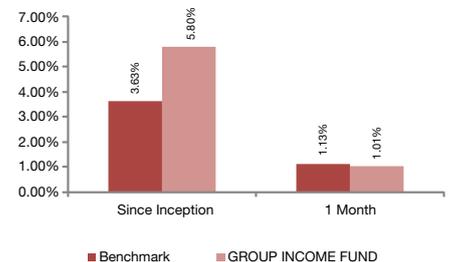
### Other

2.29%

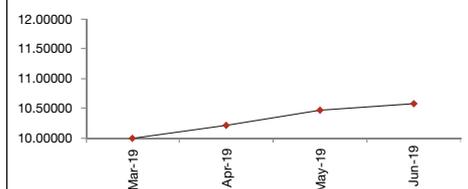
## DEBT RATING PROFILE



## BENCHMARK COMPARISON (ABSOLUTE)



## FUND - NAV





# FUTURE GENERALI

## TOTAL INSURANCE SOLUTIONS

DISCLAIMER: The Company has an anti-fraud policy in place. Kindly visit our website for details. This communication is based upon the information generally available to public and considered reliable. This report does not constitute an invitation or offer to subscribe for or purchase or sale of any security and neither this document nor anything contained herein shall form the basis of any contract or commitment whatsoever with Future Generali India Life Insurance Company Limited. The past performance is not an indicator of the future performance.

FUTURE GROUP'S, GENERALI GROUP'S AND IITL'S LIABILITY IS LIMITED TO THE EXTENT OF THEIR SHAREHOLDING IN FUTURE GENERALI INDIA LIFE INSURANCE COMPANY LIMITED.

Future Generali India Life Insurance Co. Ltd. (IRDAI Regn. No. 133) (CIN:U66010MH2006PLC165288), Regd. & Corp. Office: Indiabulls Finance Centre, Tower 3, 6<sup>th</sup> Floor, Senapati Bapat Marg, Elphinstone Road (W), Mumbai – 400013 | Call: 1800 102 2355 | Fax: 022 - 4097 6600 | Website: [life.futuregenerali.in](http://life.futuregenerali.in) | Email: [care@futuregenerali.in](mailto:care@futuregenerali.in) | Comp-Aug-2019\_052

BEWARE OF SPURIOUS / FRAUD PHONE CALLS! IRDAI is not involved in activities like selling insurance policies, announcing bonus or investment of premiums. Public receiving such phone calls are requested to lodge a police complaint.