

IN ULIP PRODUCTS THE INVESTMENT RISK IN THE INVESTMENT PORTFOLIO SHALL BE BORNE BY THE POLICY HOLDER



January 2026

Aviva Group Investor



Economy:

As we transitioned into 2026, global macro conditions remained shaped by policy uncertainty and geopolitical undercurrents rather than clear directional shifts. Markets contended with renewed geopolitical noise, including tensions around the US–Greenland issue, while protectionist rhetoric resurfaced as President Trump reiterated threats of higher tariffs, reviving concerns over global trade fragmentation. For India, external headwinds were compounded by the delayed inclusion of Indian government bonds in global bond indices, which postponed anticipated passive inflows and added to pressure on domestic yields and the currency. The recently concluded India–EU trade agreement is expected to boost bilateral trade and investment, improve market access for Indian exports such as pharmaceuticals, textiles, engineering goods, and services, reduce tariff and non-tariff barriers, strengthen supply-chain diversification, and enhance regulatory cooperation and technology transfer, supporting long-term growth and strategic economic ties between India and Europe.

The FY 2027 budget laid emphasis on sustaining growth, building capacities and ensuring inclusive development while ensuring fiscal discipline, with a fiscal deficit target of about 4.3 % of GDP and the debt-to-GDP ratio expected to ease to around 55.6 % in the coming year, signaling gradual consolidation. The government's tax assumptions were broadly anchored on continued buoyant revenue growth without major changes to headline rates, relying instead on a stable tax regime, improved compliance and economic expansion to drive collections. The budget kept income tax slabs unchanged following recent reforms, signaling that no fresh major tax relief or burden was introduced for individual taxpayers. While assuming Nominal GDP growth of 10% for FY27 in order to fund its priorities such as infrastructure, manufacturing and strategic sectors, Center has planned gross market borrowing of roughly Rs 17.2 Tn and net market borrowing around Rs 11.7 Tn, alongside record capital expenditure outlays, reflecting a balance between development spending and macroeconomic stability that aims to support growth and market confidence.

Headline CPI for the month of Dec-25 increased to 1.3% YoY from 0.71% YoY in Nov-25 even though it stayed well below the RBI's lower tolerance limit of 2%, supported by the continued food price deflation especially by declines in vegetables, fruits and pulses. Sequentially, inflation eased to 0.05% MoM from 0.3% MoM in Nov-25 due to winter seasonality. Core inflation increased to 4.7% against 4.4% in earlier month, led by sharp rise in premium metal prices. Excluding precious metals & other volatile components, inflation remained low due to broad base effect of GST rationalization. After being in deflation for two months, India's WPI inflation moved to positive territory in Dec-25 rising to 0.83% YoY against -0.3% in Nov-25. Gradual fading of favorable base effect and some bit of easing of deflationary pressure in food articles pushed the prices up. Further, inflation in manufactured products has also picked up gradually, partly driven by higher prices of gold and ornaments. Fuel inflation stayed negative, even as electricity and coal prices showed incremental improvement.

The IIP for Dec-25 continued to show strength printing 7.8% YoY against 7.2% in the previous month supported by manufacturing, electricity & mining. Manufacturing segment grew at a healthy pace of 8.1% The top three contributors within manufacturing segment were basic metals, automobile production & pharmaceuticals. Electricity segment too reported significant growth as compared to decline in previous month. The sharp increase in electricity generation was largely driven by seasonal consumption. Growth in capital goods and construction goods softened a tad bit. Primary goods, intermediate goods, consumer durables and non-durables goods showed healthy growth, due to favorable base effects. High-frequency indicators for Dec-25 pointed to a sustained momentum in growth impulses. Credit growth continued to outpace deposit growth leading to a widening credit-deposit growth gap, with the CD ratio reaching a multi-decadal high of 82.2% as of January 15, 2026. India's gross GST collection for Jan-26 rose 6.2% YoY to over Rs 1.93 Tn, driven by robust import growth and steady domestic activity.

India's Merchandise trade deficit remained broadly steady at USD 25bn in Dec-25. Goods exports growth was muted (1.9% YoY) due to moderate growth in non-oil exports, while oil exports contracted. Goods import growth was broad based (8.8% YoY) outpacing exports growth. Non-oil imports remained steady, with growth driven by electronics and machinery. Oil imports rose marginally. Exports to the US declined as the risk of persistence of elevated tariffs continued. After frontloaded exports to the US until August, exports contracted marginally between September and December. Services trade surplus improved to USD 18.1bn. Risks to India's Current Account Balance stem from heightened geopolitical tensions, sustained high tariffs from US, with no India-US trade deal in sight and deferment of India's inclusion in the Bloomberg Barclays Bond Index.

Global:

The US Federal Reserve concluded its first policy meeting of 2026 by keeping its benchmark interest rate unchanged in the target range of 3.5% to 3.75%. This decision was widely expected and marked a pause after three consecutive rate cuts in late 2025. The FOMC noted that economic activity has been expanding at a solid pace, with job gains stabilizing and inflation remaining somewhat elevated. The decision reflects Fed's cautious approach as it balances the need to support economic growth while managing inflationary pressures. While The People's Bank of China (PBOC) lowered interest rates by 25 basis points to support its economy, Bank of Japan chose to stay put on the rates.

U.S. producer prices increased by the most in five months in December amid some pass-through from import tariffs, suggesting inflation could pick up in the months ahead and compel the Federal Reserve to keep interest rates steady for a while. Similar trends were witnessed in terms of CPI and PCE core print, indicating some stickiness in the prices. NFP payroll data indicated some bit of strain in the job market with unemployment rate at 4.4%, however jobless claim numbers continued to show resilience. US economy estimates demonstrated robust economic growth for the Q3 of 2025. Rising geopolitical stress, doubts over Fed Reserve independence, uncertain trade policies by the US, snap elections in Japan & rising global debt levels kept the global bond yields under pressure during the month.

Fixed Income Outlook and Strategy:

Domestic bond yields are expected to remain range bound with a slight bearish bias stemming from unfavourable demand supply dynamics & rising external risks. On the supply side, higher-than-expected state development loan (SDL) issuance and elevated central government gross market borrowing could exert upward pressure on yields, while currency pressures, persistent geopolitical turmoil, rising global bond yields, and continued uncertainty around a potential US-India trade agreement could add to the volatility. However, these headwinds are partly offset by a benign inflation outlook, which strengthens the case for policy support, alongside the RBI's active liquidity management and OMO buybacks, which should help absorb supply and anchor demand for government securities. In this environment, bond markets are likely to remain sensitive to global cues, but domestic fundamentals and central bank support provide a stabilising counterbalance, favouring a cautious and selective duration stance.

Equity Outlook and Strategy:

Indian Equity market saw steep fall in the month of January 2026, with Nifty50 Index declining 3.1%, and NSE Midcap100 Index declining 3.4%. Small cap saw continued underperformance with NSE Small cap 100 Index losing 4.7% for the month. Heightened geopolitical tensions following US military action in Venezuela, and renewed concerns on potential US Tariffs, weighed on market sentiments. Metal sector, BSE Metal Index, continued its outperformance registering gain of 5.5%, while BSE PSU bank Index outperformed with gain of 5.23%, after a muted December return. Real estate, FMCG and Consumer durables sector underperformed with decline of 10.3%, 7.9% and 7.8% on their respective BSE indices. India and European Union concluded its Free Trade Agreement, paving the way for duty free access to over 99% Indian exports in EU markets, while India will eliminate tariffs on ~95% of EU goods in a phased manner.

Corporate earnings for December quarter, reported till now, came in slightly ahead of expectations for Nifty 50 companies. FIIs net sold Rs 41,435 crores of cash Equities last month, while DIIs net bought Rs 69,221 crores of cash Equities.

Ongoing Corporate earnings season coupled with Budget announcements will pave the course of future market movement. Positive earnings outlook and buoyant business sentiment makes us cautiously optimistic on return expectations ahead, while being watchful of the evolving global geo-political scenario and the challenges that are emerging on the external front. Finalization of the India US trade pact is a key monitorable. We continue to focus on opportunities in the market that offer decent risk reward balance. ULIP Policyholders should continue to follow their asset allocation and invest systematically for long term wealth creation.

No. Of Funds Managed

Fund Manager	Equity Fund	Debt Fund	Balanced Fund	Cash Fund
Anshul Mishra	-	NA	3	NA
Mandar Pandeshwar	NA	1	3	1

Fund Details

Investment Objective: The investment objective of the debt fund is to provide progressive capital growth with relatively lower investment risks

The risk profile for this fund is Low

NAV as on January 30,2026: 40.5460

Inception Date: 10-Mar-06

Fund Manager: Mandar Pandeshwar

Fund v/s Benchmark Return (%)

	1 Month	6 Months	1 Year	2 Years*	3 Years*	4 Years*	5 Years*	Inception*
Portfolio return	-0.07%	0.62%	6.18%	7.04%	7.00%	5.91%	5.33%	7.59%
Benchmark**	-0.15%	1.32%	5.93%	7.34%	7.47%	6.46%	5.77%	7.32%

* Compound Annual Growth Rate (CAGR)

Targeted Asset Allocation (%)

Security Type	Min	Max
Debt Securities	60.00%	100.00%
Money Market Instruments & Cash	0.00%	40.00%

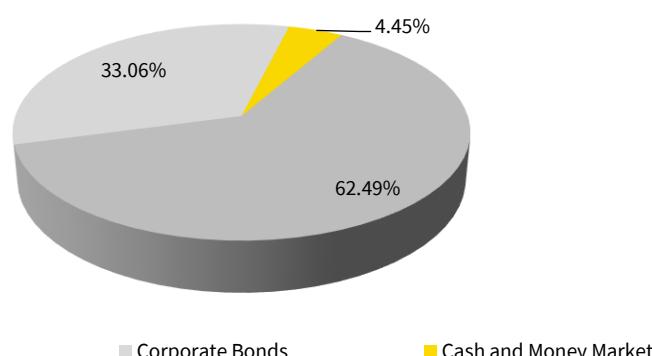
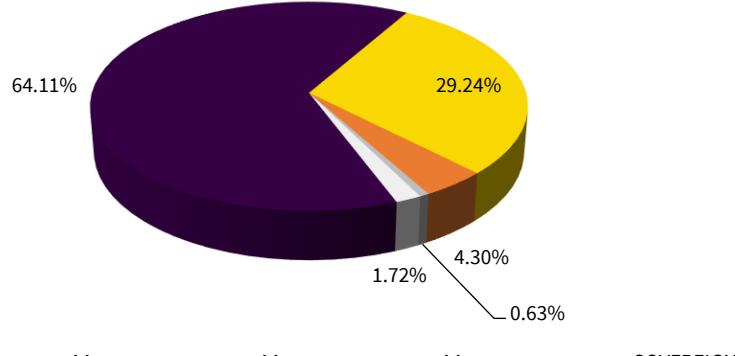
The actual asset allocation will remain within the 'minimum' and 'maximum' range based on market opportunities and future outlook of the markets.

Asset Class Wise AUM

Asset Class	AUM (in Cr.)
Equity	Nil
Debt	233.05
Total	233.05

Modified Duration[#]

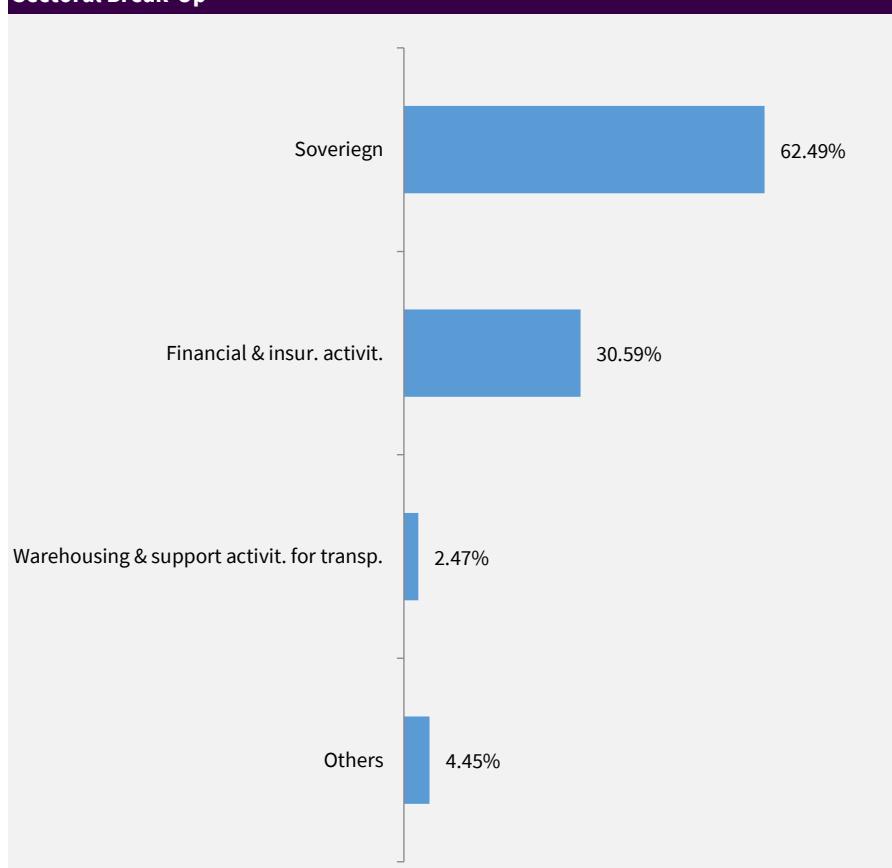
Security Type	Duration
Debt and Money Market Instruments	5.53

Asset Mix**Rating Profile****Security Name****Goverment Securities**

Security Name	Net Asset (%)
6.48% GS 06-10-2035	13.72%
6.68% GS 07-07-2040	7.16%
6.90% GS 15-04-2065	5.61%
6.75% GS 23-12-2029	4.08%
7.24% GS 18-08-2055	3.65%
7.27% Maharashtra SGS 24-09-2036	3.46%
7.09% GS 25-11-2074	3.44%
6.33% GS 05-05-2035	2.92%
7.20% Maharashtra SGS 23-10-2036	2.83%
7.09% GS 05-08-2054	2.74%
Others	12.88%

Corporate Bonds

Security Name	Net Asset (%)
7.9265 % LIC Housing Finance Ltd. 14-07-2027	5.80%
6.45 ICICI Bank Ltd. Series DJU21LB 15-06-2028	4.38%
8.43% Samman Capital Ltd 22-02-2028	4.19%
7.62% NABARD 31-01-2028 Bonds Series 23I	3.72%
7.58% NABARD 31-07-2026	3.47%
7.95% HDFC BANK Ltd. 21-09-2026	3.01%
7.77% HDFC BANK LTD 28-06-2027 SERIES AA-08	2.59%
9.35% Adani Ports & SEZ Ltd. 04-07-2026	2.47%
8.75% Shriram Finance 15-06-2026	1.23%
6.83% HDFC Limited 08-01-2031	1.14%
Others	1.06%
Cash and Money Markets	4.45%
Portfolio Total	100.00%

Sectoral Break-Up^{\$}

Fund Details**Investment Objective:** To provide progressive return on the investment

The risk profile for this fund is Low

NAV as on January 30,2026: 48.0759**Inception Date:** 13-Jul-05**Fund Manager:** Anshul Mishra, Mandar Pandeshwar**Fund v/s Benchmark Return (%)**

	1 Month	6 Months	1 Year	2 Years*	3 Years*	4 Years*	5 Years*	Inception*
Portfolio return	-0.55%	1.28%	7.12%	7.66%	8.54%	7.05%	7.45%	8.27%
Benchmark**	-0.68%	1.51%	6.34%	7.57%	8.52%	7.21%	7.21%	8.15%

* Compound Annual Growth Rate (CAGR)

Targeted Asset Allocation (%)

Security Type	Min	Max
Debt Securities	40.00%	100.00%
Equity	0.00%	20.00%
Money Market Instruments & Cash	0.00%	40.00%

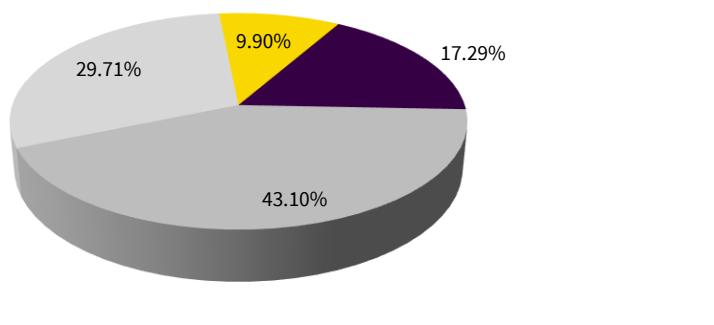
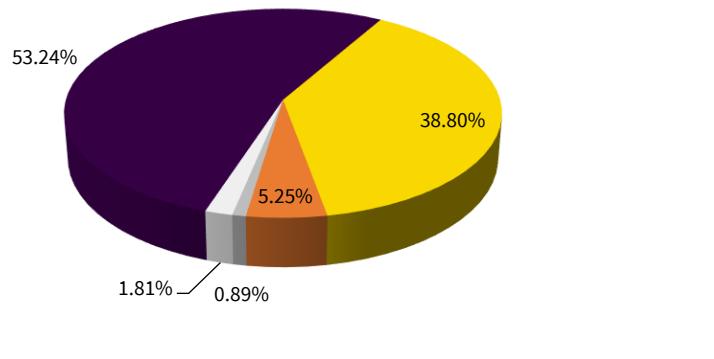
The actual asset allocation will remain within the 'minimum' and 'maximum' range based on market opportunities and future outlook of the markets.

Asset Class Wise AUM

Asset Class	AUM (in Cr.)
Equity	9.84
Debt	47.02
Total	56.86

Modified Duration[#]

Security Type	Duration
Debt and Money Market Instruments	4.62

Asset Mix**Rating Profile****Security Name**

Security Name	Net Asset (%)
Equities	17.29%
HDFC Bank Ltd.	2.14%
Reliance Industries Ltd.	1.56%
ICICI Bank Ltd.	1.52%
Bharti Airtel Ltd.	1.01%
Infosys Ltd.	0.94%
Larsen & Toubro Ltd.	0.93%
State Bank of India	0.76%
Bharat Electronics Ltd.	0.57%
JSW Steel Ltd.	0.55%
Axis Bank Ltd.	0.50%
Others	6.81%

Goverment Securities

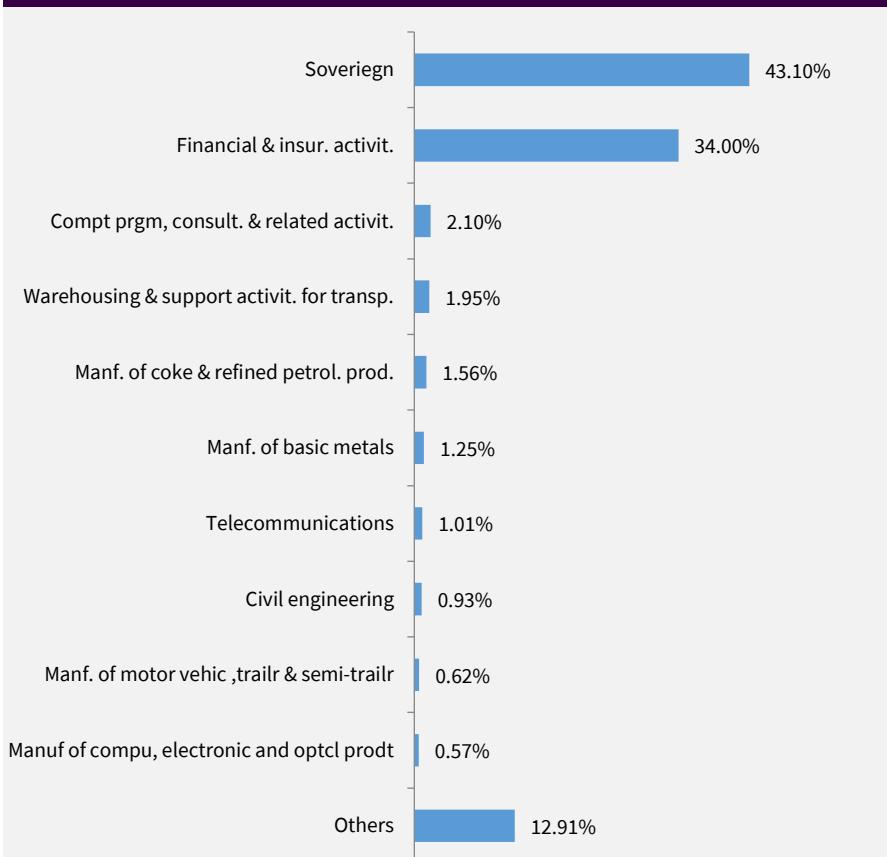
6.48% GS 06-10-2035	9.31%
6.68% GS 07-07-2040	5.92%
6.90% GS 15-04-2065	3.68%
7.24% GS 18-08-2055	2.83%
6.33% GS 05-05-2035	2.42%
7.27% Maharashtra SGS 24-09-2036	2.32%
7.09% GS 05-08-2054	2.20%
6.75% GS 23-12-2029	2.06%
7.52% HR SGS 02-05-2034	2.04%
07.06% GS 10-04-2028	2.01%
Others	8.31%

Corporate Bonds

7.9265 % LIC Housing Finance Ltd. 14-07-2027	5.68%
8.43% Samman Capital Ltd 22-02-2028	4.25%
6.45 ICICI Bank Ltd. Series DJU21LB 15-06-2028	4.15%
7.62% NABARD 31-01-2028 Bonds Series 23I	3.37%
7.95% HDFC BANK Ltd. 21-09-2026	2.82%
7.58% NABARD 31-07-2026	2.64%
9.35% Adani Ports & SEZ Ltd. 04-07-2026	1.95%
7.77% HDFC BANK LTD 28-06-2027 SERIES AA-08	1.95%
8.75% Shriram Finance 15-06-2026	1.06%
6.75% Piramal Finance Limited 26-09-2031	0.72%
Others	1.12%

Cash and Money Markets

Portfolio Total	100.00%
------------------------	----------------

Sectoral Break-Up^{\$}

Fund Details

Investment Objective: To provide capital growth by availing opportunities in debt and equity markets and providing a good balance between risk and return.

The risk profile for this fund is Medium

NAV as on January 30, 2026: 48.5634

Inception Date: 10-Mar-06

Fund Manager: Anshul Mishra, Mandar Pandeshwar

Fund v/s Benchmark Return (%)

	1 Month	6 Months	1 Year	2 Years*	3 Years*	4 Years*	5 Years*	Inception*
Portfolio return	-0.98%	1.54%	7.97%	8.10%	9.91%	7.95%	9.00%	8.68%
Benchmark**	-1.18%	1.68%	6.70%	7.74%	9.46%	7.87%	8.53%	8.90%

* Compound Annual Growth Rate (CAGR)

Targeted Asset Allocation (%)

Security Type	Min	Max
Debt Securities	15.00%	90.00%
Equity	0.00%	45.00%
Money Market Instruments & Cash	0.00%	40.00%

The actual asset allocation will remain within the 'minimum' and 'maximum' range based on market opportunities and future outlook of the markets.

Asset Class Wise AUM

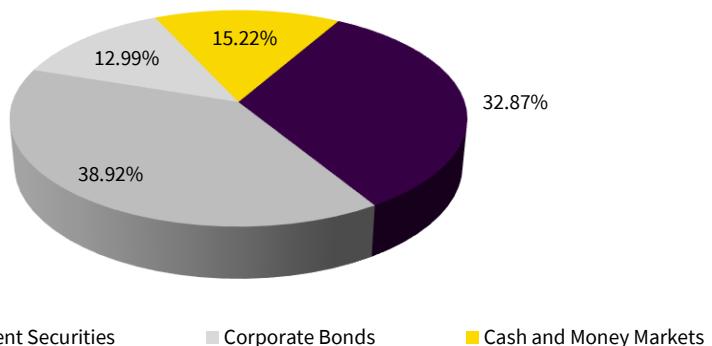
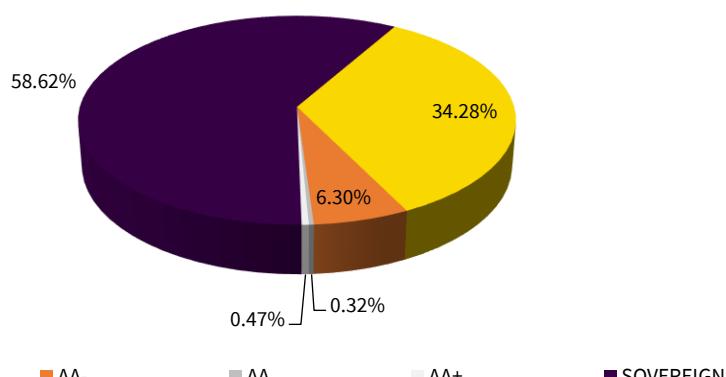
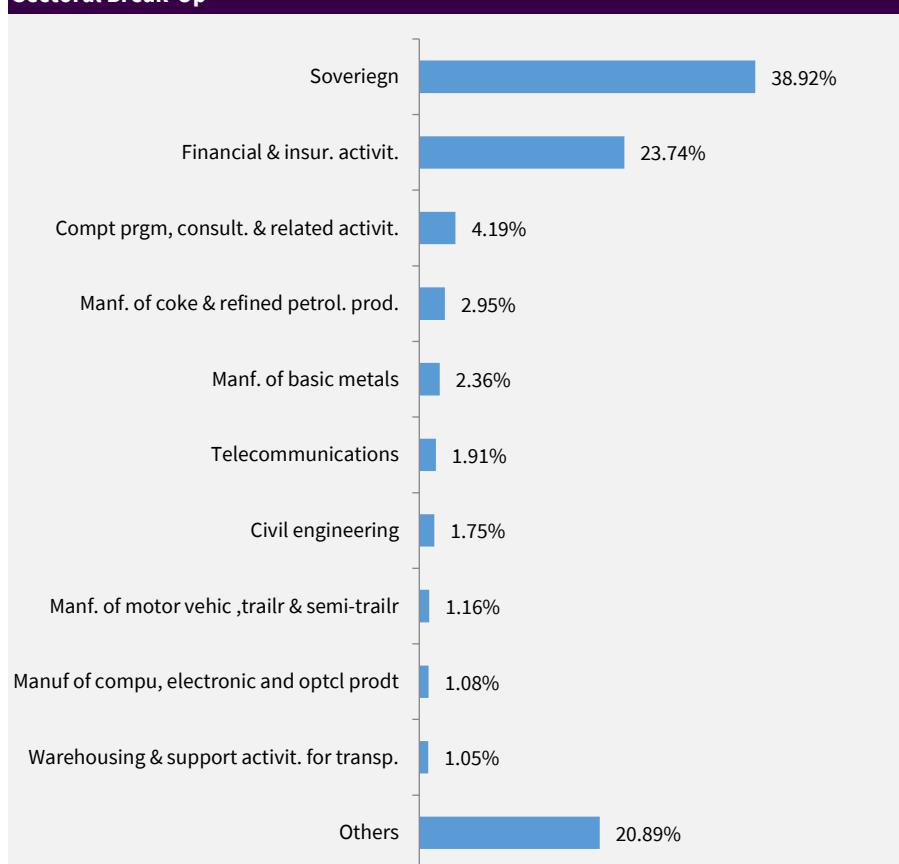
Asset Class	AUM (in Cr.)
Equity	6.33
Debt	12.93
Total	19.26

Modified Duration[#]

Security Type	Duration
Debt and Money Market Instruments	4.60

Security Name

Security Name	Net Asset (%)
Equities	32.87%
HDFC Bank Ltd.	4.04%
Reliance Industries Ltd.	2.95%
ICICI Bank Ltd.	2.87%
Bharti Airtel Ltd.	1.91%
Infosys Ltd.	1.77%
Larsen & Toubro Ltd.	1.75%
State Bank of India	1.43%
Bharat Electronics Ltd.	1.08%
JSW Steel Ltd.	1.04%
Axis Bank Ltd.	0.95%
Others	13.08%
Goverment Securities	38.92%
6.48% GS 06-10-2035	7.35%
6.68% GS 07-07-2040	4.71%
7.70% AP SGS 06-12-2029	3.69%
6.90% GS 15-04-2065	2.95%
7.24% GS 18-08-2055	2.23%
7.37% GS 23-10-2028	2.11%
6.33% GS 05-05-2035	1.91%
7.27% Maharashtra SGS 24-09-2036	1.84%
7.09% GS 05-08-2054	1.76%
6.75% GS 23-12-2029	1.65%
Others	8.72%
Corporate Bonds	12.99%
8.43% Samman Capital Ltd 22-02-2028	4.18%
6.45 ICICI Bank Ltd. Series DJU21LB 15-06-2028	3.06%
7.9265 % LIC Housing Finance Ltd. 14-07-2027	2.10%
9.35% Adani Ports & SEZ Ltd. 04-07-2026	1.05%
7.95% HDFC BANK Ltd. 21-09-2026	1.04%
7.58% NABARD 31-07-2026	1.04%
9.20% Shriram Finance 22-05-2026 Series PPD XXI 24-25	0.31%
6.75% Piramal Finance Limited 26-09-2031	0.21%
Cash and Money Markets	15.22%
Portfolio Total	100.00%

Asset Mix**Rating Profile****Sectoral Break-Up^{\$}**

Fund Details

Investment Objective: To provide high capital growth by investing higher element of assets in the equity market.

The risk profile for this fund is High

NAV as on January 30,2026: 63.5039

Inception Date: 10-Mar-06

Fund Manager: Anshul Mishra, Mandar Pandeshwar

Fund v/s Benchmark Return (%)

	1 Month	6 Months	1 Year	2 Years*	3 Years*	4 Years*	5 Years*	Inception*
Portfolio return	-1.58%	1.97%	7.38%	7.85%	10.64%	8.63%	10.72%	10.15%
Benchmark**	-1.77%	1.86%	7.07%	7.88%	10.53%	8.58%	10.03%	9.57%

* Compound Annual Growth Rate (CAGR)

Targeted Asset Allocation (%)

Security Type	Min	Max
Debt Securities	20.00%	60.00%
Equity	20.00%	60.00%
Money Market Instruments & Cash	0.00%	60.00%

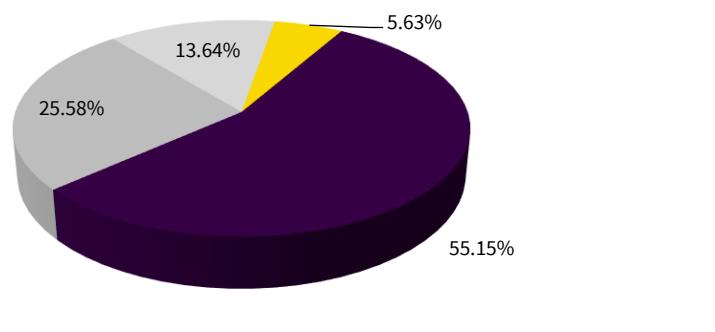
The actual asset allocation will remain within the 'minimum' and 'maximum' range based on market opportunities and future outlook of the markets.

Asset Class Wise AUM

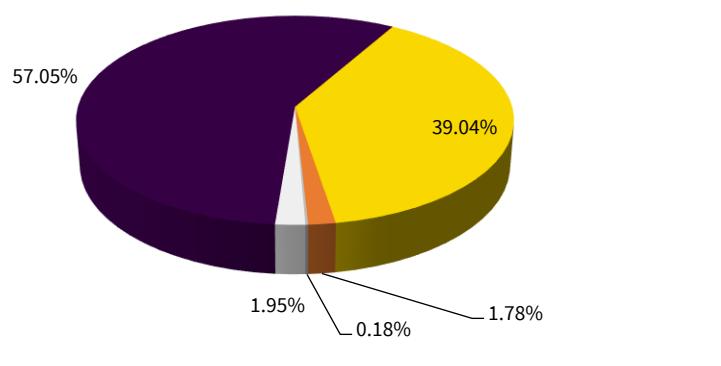
Asset Class	AUM (in Cr.)
Equity	13.96
Debt	11.33
Total	25.29

Modified Duration[#]

Security Type	Duration
Debt and Money Market Instruments	4.86

Asset Mix

■ Equities ■ Government Securities ■ Corporate Bonds ■ Cash and Money Markets

Rating Profile

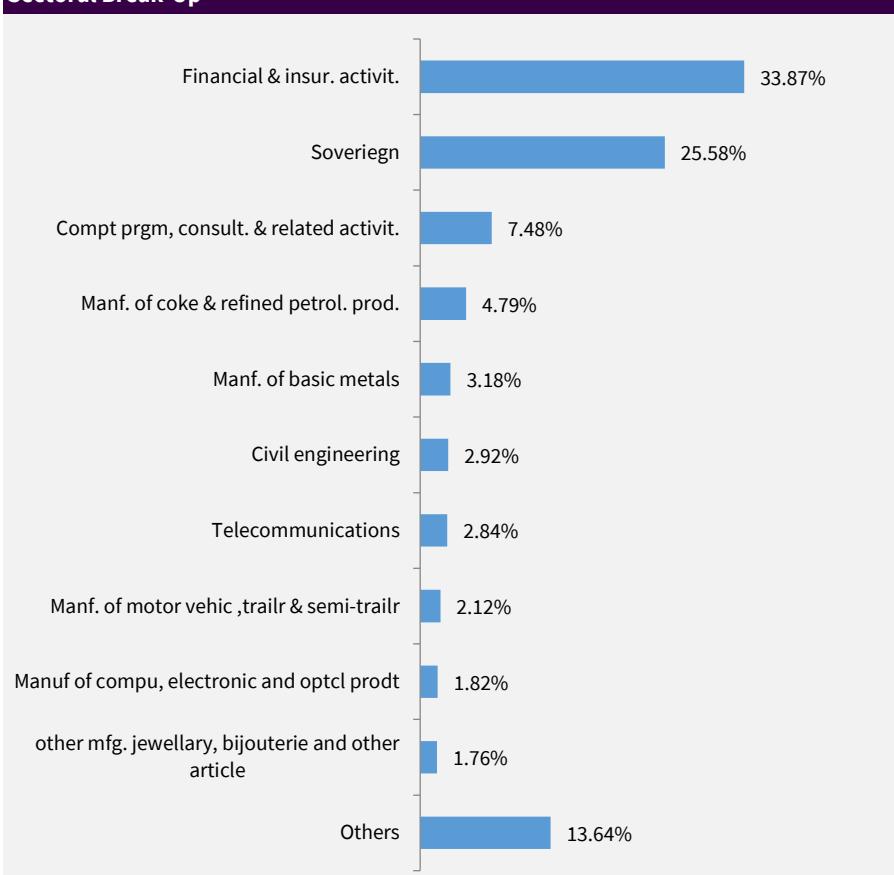
■ AAA ■ AA- ■ AA ■ AA+ ■ SOVEREIGN

Security Name

Security Name	Net Asset (%)
Equities	55.15%
HDFC Bank Ltd.	6.45%
ICICI Bank Ltd.	4.84%
Reliance Industries Ltd.	4.63%
Infosys Ltd.	3.45%
Larsen & Toubro Ltd.	2.92%
Bharti Airtel Ltd.	2.84%
State Bank of India	2.69%
Axis Bank Ltd.	1.86%
Bharat Electronics Ltd.	1.82%
Titan Company Ltd.	1.76%
Others	21.89%

Goverment Securities

6.48% GS 06-10-2035	5.16%
6.68% GS 07-07-2040	3.31%
7.70% AP SGS 06-12-2029	2.35%
6.90% GS 15-04-2065	2.07%
7.09% GS 05-08-2054	1.68%
7.24% GS 18-08-2055	1.56%
6.33% GS 05-05-2035	1.34%
7.27% Maharashtra SGS 24-09-2036	1.28%
6.75% GS 23-12-2029	1.16%
7.52% HR SGS 02-05-2034	1.16%
Others	4.51%
Corporate Bonds	13.64%
7.9265 % LIC Housing Finance Ltd. 14-07-2027	3.19%
6.45 ICICI Bank Ltd. Series DJU21LB 15-06-2028	2.33%
7.62% NABARD 31-01-2028 Bonds Series 23I	1.99%
7.95% HDFC BANK Ltd. 21-09-2026	1.59%
7.77% HDFC BANK LTD 28-06-2027 SERIES AA-08	1.19%
7.44% NABARD 24-02-2028	1.19%
8.43% Samman Capital Ltd 22-02-2028	0.80%
8.75% Shriram Finance 15-06-2026	0.64%
7.58% NABARD 31-07-2026	0.40%
9.20% Shriram Finance 22-05-2026 Series PPD XXI 24-25	0.24%
Others	0.08%
Cash and Money Markets	5.63%
Portfolio Total	100.00%

Sectoral Break-Up^{\$}

Fund Details

Investment Objective: The investment objective is to provide progressive returns with very low risk of market movement.

The risk profile for this fund is Low

NAV as on January 30, 2026:	35.0429
Inception Date:	31-Mar-06
Fund Manager:	Mandar Pandeshwar

Fund v/s Benchmark Return (%)

	1 Month	6 Months	1 Year	2 Years*	3 Years*	4 Years*	5 Years*	Inception*
Portfolio return	0.36%	2.30%	5.10%	5.68%	5.84%	5.35%	4.81%	6.80%
Benchmark**	0.41%	2.65%	6.00%	6.56%	6.75%	6.39%	5.83%	6.94%

* Compound Annual Growth Rate (CAGR)

Targeted Asset Allocation (%)

Security Type	Min	Max
Debt Securities	0.00%	20.00%
Money Market Instruments & Cash	80.00%	100.00%

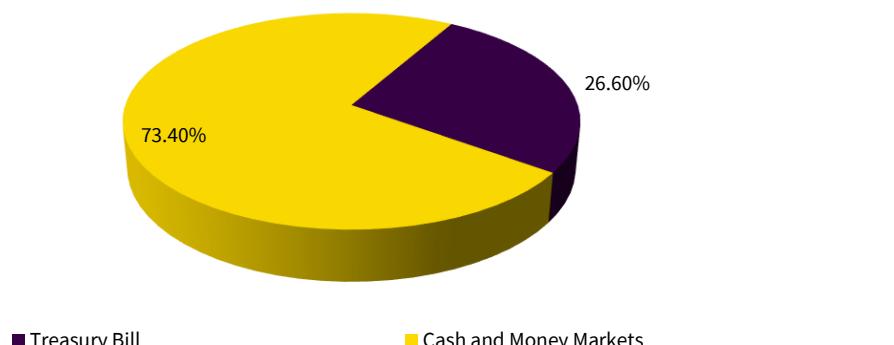
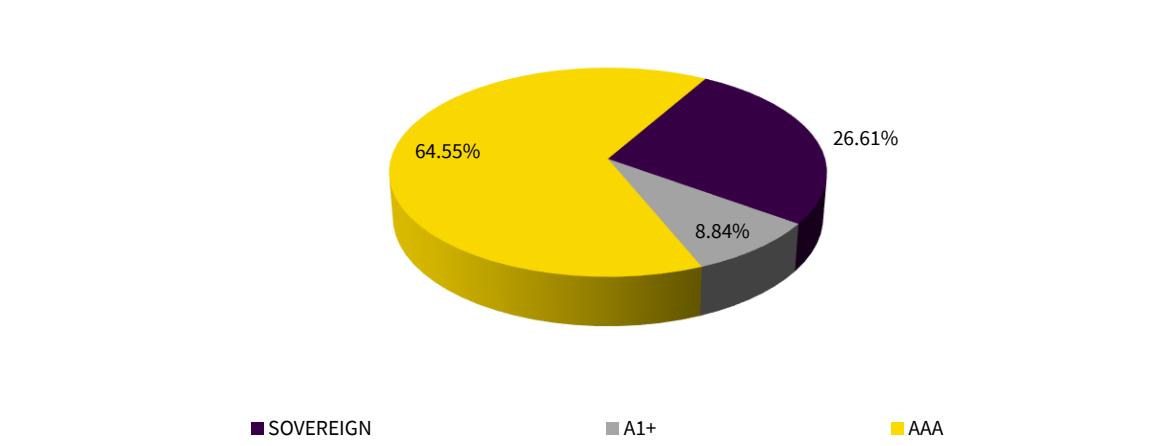
The actual asset allocation will remain within the 'minimum' and 'maximum' range based on market opportunities and future outlook of the markets.

Asset Class Wise AUM

Asset Class	AUM (in Cr.)
Equity	Nil
Debt	6.51
Total	6.51

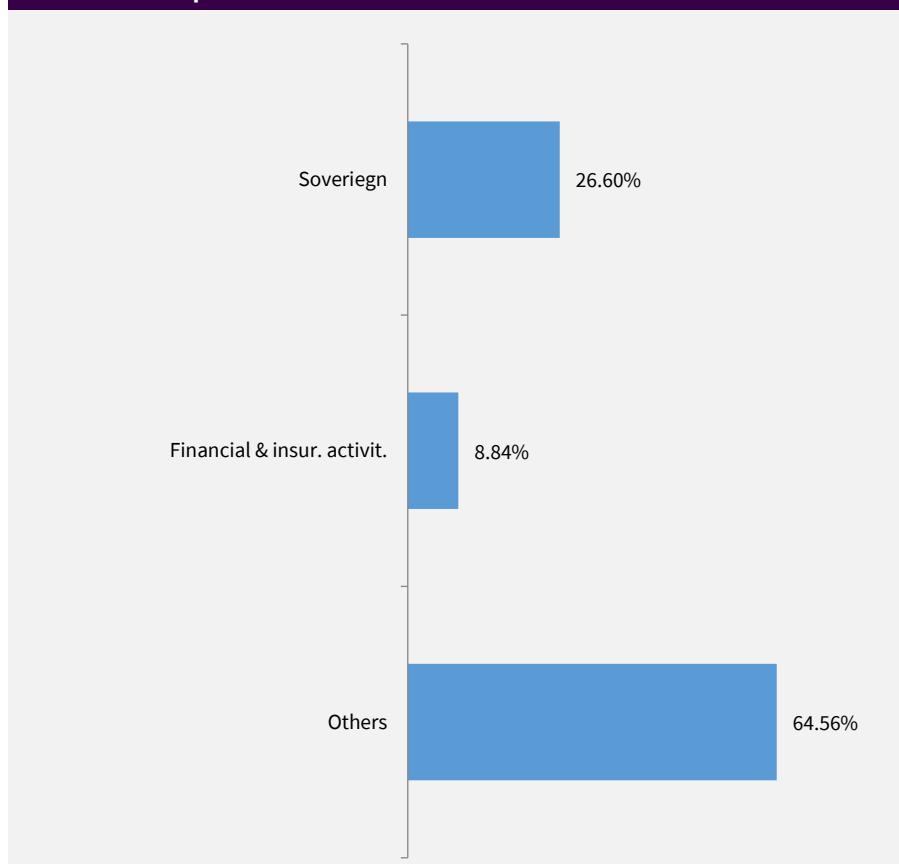
Modified Duration[#]

Security Type	Duration
Debt and Money Market Instruments	0.11

Asset Mix**Rating Profile****Security Name****Cash and Money Markets****Portfolio Total****Net Asset (%)**

100.00%

100.00%

Sectoral Break-Up^{\$}

Disclaimer

Benchmark Indices Provided by CRISIL

The composite indices are computed based on notional Asset allocation (weights for sub-indices) provided by Aviva from time to time. Such weights for the sub-indices would impact the return of the composite index. CRISIL does not take responsibility of variations in the returns due to such changes in weights for sub-indices. CRISIL Indices are the sole property of CRISIL Limited (CRISIL) indices shall not be copied, retransmitted or redistributed in any manner for any commercial use. CRISIL has taken due care and caution in computation of indices, based on data obtained for any errors or for the results obtained from the use of the Indices. CRISIL especially states that it has no financial liability whatsoever to the users of CRISIL indices.

For more details on risk factors, terms & conditions, please read Sales Brochures carefully before concluding a sale. Tax benefits are as per applicable tax laws which are subject to change. Past performance is not indicative of future returns. Unit- Linked Life Insurance products are different from traditional insurance products and are subject to risk factors. The Premium paid in unit- linked life insurance policies are subject to investment risks associated with capital markets and the NAVs of the units may go up or down based on the performance of the fund and factors influencing the capital market. The insured is responsible for his/her decisions. Aviva Life Insurance Company is only the name of the Insurance Company and the various funds offered under this contract are the names of the unit linked life insurance contract and do not in any way indicate the quality of the contract, its future prospects or returns. Please know the associated risks and the applicable charges, from your sales representative or the Intermediary or policy document issued by the Insurance Company. The premiums and funds are subject to certain changes related to the fund or to the premium paid and there is a possibility of increase of charges. The various funds offered under this contract are the names of the funds and do not in any way indicate the quality of these plans, their future prospects or returns. Unit-linked funds are subject to market risks and there is no assurance or guarantee that the objective of the investment fund will be achieved. Past performance of the investment funds do not indicate the future performance of the same. Investors in the Scheme are not being offered any guaranteed/assured results.

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.