

## **UTI INDIAN FIXED INCOME FUND PLC**

An open-ended investment company with variable capital incorporated with limited liability in Ireland and established as an Undertaking for Collective Investment in Transferable Securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the “UCITS Regulations”).

## **CONDENSED INTERIM REPORT AND UNAUDITED FINANCIAL STATEMENTS**

**For the six months ended 30 April 2015**

# UTI INDIAN FIXED INCOME FUND PLC

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# **UTI INDIAN FIXED INCOME FUND PLC**

## **Administration of the Company**

### **Board of Directors**

Praveen Jagwani\* (Indian)  
Ronan Smith\*\* (Irish)  
Simon McDowell (Irish)

All of the Directors are non-executive

\* Connected with the Investment Manager, Promoter and Distributor

\*\* Independent Director

### **Registered Office**

78 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### **Administrator, Registrar and Transfer Agent**

State Street Fund Services (Ireland) Limited  
78 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### **Secretary**

State Street Fund Services (Ireland) Limited  
78 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### **Legal Advisers**

Dillon Eustace  
33 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### **Swiss Representative and Paying Agent**

RBC Investor Services Bank S.A.  
Esch-sur-Alzette  
Zurich Branch  
Badenerstrasse 567  
P.O. Box 1292  
CH-8048 Zurich  
Switzerland

### **Investment Adviser**

UTI Asset Management Company Limited  
UTI - Tower, "Gn" Block  
Bandra Kurla Complex  
Mumbai- 400051  
India

### **Investment Manager, Promoter and Distributor**

UTI International (Singapore) Private Limited  
3 Raffles Place  
#8-02 Bharat Building  
Singapore, 048617

### **Auditors**

Ernst & Young  
Ernst & Young Building  
Harcourt Centre  
Harcourt Street  
Dublin 2  
Ireland

### **Custodian**

State Street Custodial Services (Ireland) Limited  
78 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### **Governance Services Providers**

Bridge Consulting  
33 Sir John Rogerson's Quay  
Dublin 2  
Ireland

## UTI INDIAN FIXED INCOME FUND PLC

### Background to the Company

UTI Indian Fixed Income Fund Plc (the “Company”) is structured as an open-ended investment company with variable capital incorporated with limited liability in Ireland under the Companies Act, 2014 with registration number 516063 and established as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the “UCITS Regulations”). The Company is authorised by the Central Bank of Ireland (the “Central Bank”) and commenced operations on 7 December 2012.

The registered office of the Company is, 78 Sir John Rogerson’s Quay, Dublin 2, Ireland.

### Investment objective

The Company’s investment objective is to generate total returns with moderate levels of credit risk by investing in a portfolio of fixed income securities issued by the Central Government of India, State Governments of India, Indian Public Sector Undertakings, companies of Indian origin or deriving a significant portion of their business in India. The Company will invest in both local currency ((Indian Ruppee) (“INR”)) denominated debt as well as offshore, foreign currency debt of Indian issuers. Offshore, foreign currency debt of Indian issuers refers to bonds and debt instruments issued by Indian corporations and financial institutions in currencies other than INR. The Company may invest some part of its assets in debt instruments, issued by Indian companies and banks, denominated in US Dollars (“USD”) or other foreign currencies. This exposure to non-INR investments may be converted to INR exposure through the use of non-deliverable forward contracts. The Company may also invest up to 10% of net assets in fixed deposits held with offshore branches of Indian banks, for ancillary liquidity purposes only, in accordance with the requirements of the UCITS Notices. The Investment Manager intends to achieve these moderate levels of credit risk by investing in non-sovereign debentures and bonds where the underlying issuers are assigned “A” or better credit ratings at the time of purchase by a Securities and Exchange Board of India (“SEBI”) registered rating agency (such as CRISIL, ICRA, Fitch or CARE).

During the period, the Company had one Fund in operation namely the Indian Fixed Income Fund (the “Fund”) which is denominated in USD. The share classes and the launch dates of these share classes are detailed below:

<b>Name of Fund</b>	<b>Launch Date</b>	<b>Share Class</b>
Indian Fixed Income Fund	7 December 2012	Institutional Class
	7 December 2012	Retail Class
	10 January 2013	RDR Class

### Calculation of net asset value of shares

The net asset value of the Company is determined as at the valuation point, (being 12 noon Irish time) for each relevant dealing day by ascertaining the value of the assets of the Company (including income accrued but not collected) and deducting the liabilities of the Company (including a provision for duties and charges, accrued expenses and fees, including those to be incurred in the event of the liquidation of the Company and all other liabilities). The net asset value attributable to a share class shall be determined by calculating that portion of the net asset value of the Company attributable to the relevant share class subject to adjustment to take account of any entitlements, costs or expenses attributable to that share class. The net asset value per share of a class shall be determined as at the valuation point in relation to each dealing day by dividing the net asset value attributable to the class by the total number of shares in issue in the class at the relevant valuation point and rounding the resulting total to two decimal places. The net asset value attributable to a share class will be expressed in the denominated currency of that share class, or in such other currency as the Directors may determine.

## UTI INDIAN FIXED INCOME FUND PLC

### Investment Manager's Report for the six months ended 30 April 2015

#### Market Commentary

For the six months ending 30 April 2015, the UTI Indian Fixed Income Fund returned 1.54% (Institutional Class), 1.23% (Retail Class) and 1.54% (RDR Class), including a 20 cent semi-annual distribution declared in January 2015. The Indian Rupee which depreciated by 3.24% against the U.S. Dollar, detracted from the fund's performance. During this period, the total assets under management increased by 380% to USD 349.51 million on account of net subscriptions.

Over a 1 year period, the benchmark government bond yields fell nearly 97 bps to 7.84%, while yields on long bonds fell nearly 120 bps resulting an inverted yield curve. This has been the primary contributor to the positive performance of the portfolio.

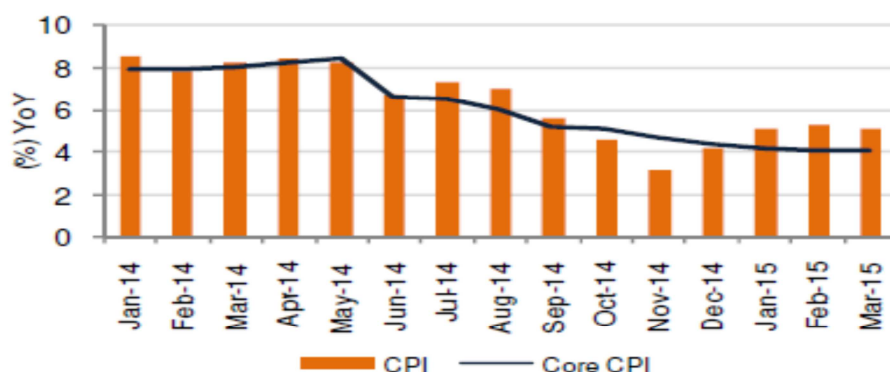
G-Sec Yields	Current	Change Over (Basis Points)			
Type	(%)	1 Week	1 Month	3 Month	1 Year
1 Year	7.88	-1.5	11.9	1.5	-97.3
2 Year	7.86	5.1	8.9	10.3	-100.0
5 Year	7.86	8.2	9.1	15.3	-97.2
10 Year	7.85	5.4	5.3	11.0	-112.5
15 Year	7.88	3.8	6.1	10.0	-119.2
20 Year	7.89	3.9	6.8	17.4	-117.4
30 Year	7.87	4.5	12.4	15.8	-120.7
10 Y Benchmark	7.84	6.2	9.8	13.2	-96.9

Source: CCIL publication

Yields continued to rise post the lows seen in late January/early February as RBI actions get priced in. Combined with INR weakness, strength in crude oil prices has put further easing by the central bank into question.

However the impact of rising global commodity prices has not yet flowed into inflation numbers. March CPI at 5.17% YoY came in lower than 5.37% seen last month. It was also below consensus expectations at 5.3%. The core CPI remained at a series low at 4.14%. We expect inflation to remain within RBI's comfort levels with H1 FY16 inflation averaging around 5% and inching up to 5.5% in H2 with demand pickup.

#### CPI Inflation:



Source: Office of Economic Advisor, MOSP, UTI MF

## UTI INDIAN FIXED INCOME FUND PLC

### Investment Manager's Report for the six months ended 30 April 2015 (continued)

#### Market Commentary (continued)

While medium term risks could emanate from likely demand pick-up and the impact of the US Fed's monetary policy normalisation, we believe there is room for another 25bps rate reduction around June 2015. Further rate easing would demand a normal monsoon, steady oil prices and supply side measures from the Government as highlighted by the RBI. The portfolio maintains its allocation primarily to investment grade credit by mostly allocating to quasi-sovereigns and AAA-rated (domestic) corporates. It is currently maintaining a duration exposure that is at the high end of its historical exposure to capture the expected easing by the central bank.

Ratings* Allocation	
AA+	12.03%
AAA	63.58%
Govt (Sovereign)	21.89%
Cash & Cash Equivalents	2.50%

#### Disclaimer

This report does not constitute an Offer for share/units and is neither a recommendation nor statement of opinion or an advertisement. The content of the statement are for information purpose only without regard to the specific objectives, financial situation and particular needs of any specific person who may receive this statement, such person may wish to seek advice from a financial adviser before committing to invest in any of the Fund. If such person chooses not to do so, he should consider carefully whether the investment is suitable for him. UTI International (Singapore) Private Limited makes no representation with regard to the completeness and accuracy of the data or information contained herein, and it accepts no responsibility and disclaims all liability for loss or damage whatsoever suffered or incurred by any other person resulting from the use of, or reliance upon, the data or information contained herein. Past performance mentioned herein is/are not necessarily indicative of future performance.

**UTI Asset Management Company Limited**  
**May 2015**

**UTI INDIAN FIXED INCOME FUND PLC**
**STATEMENT OF FINANCIAL POSITION**
**As at 30 April 2015**

		<b>30 April 2015</b>	<b>31 October 2014</b>
		<b>Unaudited</b>	<b>Audited</b>
		<b>USD</b>	<b>USD</b>
	<b>Note</b>		
<b>CURRENT ASSETS</b>			
Financial assets at fair value through profit or loss:			
Transferable securities		331,272,133	63,853,512
Unrealised gain on open forward foreign currency exchange contracts		12,790	23,046
Receivable for investments sold		-	1,688,516
Interest receivable		8,721,955	2,018,734
Other receivables		146,105	168,575
Cash at bank	4	15,714,438	7,871,906
Cash held with counterparty for open financial derivative instruments		1,050,000	500,000
<b>Total Current Assets</b>		<b>356,917,421</b>	<b>76,124,289</b>
<b>CURRENT LIABILITIES</b>			
Financial liabilities at fair value through profit or loss:			
Unrealised loss on open forward foreign currency exchange contracts		(57,869)	(50,898)
<b>Creditors – amounts falling due within one year:</b>			
Payable for investments purchased		(4,214,812)	(1,651,346)
Payable on fund shares redeemed		(2,116,831)	(1,372,739)
Investment management fee payable	6	(764,010)	(199,000)
Administration fee payable	6	(23,252)	(10,437)
Audit fee payable		(29,088)	(18,335)
Custodian fee payable	6	(11,712)	(6,527)
Directors fee payable	6	(13,236)	(3,458)
Directors insurance payable		(43,582)	-
Transfer agency fee payable		(4,137)	(1,671)
Professional fee payable		(5,585)	(7,225)
SEBI fees payable		(8,768)	-
Collateral management fee payable		(13,534)	(9,091)
Financial regulatory fee payable		(31,368)	(26,293)
Miscellaneous fee payable		(72,411)	(88,613)
<b>Total Current Liabilities</b>		<b>(7,410,195)</b>	<b>(3,445,633)</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>349,507,226</b>	<b>72,678,656</b>

The accompanying notes form an integral part of the financial statements.

**UTI INDIAN FIXED INCOME FUND PLC**
**STATEMENT OF COMPREHENSIVE INCOME**
**For the six months ended 30 April 2015**

		<b>30 April 2015</b>	<b>30 April 2014</b>
		<b>Unaudited</b>	<b>Unaudited</b>
		<b>USD</b>	<b>USD</b>
	<b>Note</b>		
<b>Income</b>			
Interest income		7,207,282	1,446,232
Net realised losses on financial assets and liabilities at fair value through profit or loss		(651,406)	(1,624,937)
Net unrealised (losses)/gains on financial assets and liabilities at fair value through profit or loss		(6,280,638)	2,252,311
Other income		-	1,828
		<u>275,238</u>	<u>2,075,434</u>
<b>Expenses</b>			
Investment management fee	6	(905,823)	(182,660)
Administration fee	6	(81,525)	(26,985)
Organisation fee		(14,876)	(14,876)
Audit fee		(10,753)	(10,753)
Custodian fee	6	(71,084)	(20,676)
Directors fee	6	(9,669)	(9,586)
Directors insurance		(9,917)	(10,000)
Transfer Agency fee		(66,961)	(30,390)
Professional fee		(44,674)	(19,619)
SEBI fee		(299,635)	(4,959)
Collateral management fee		(12,802)	(13,492)
Financial regulatory fee		(7,439)	(7,439)
Corporate governance fee		(9,669)	(9,669)
Miscellaneous fee		(20,989)	-
<b>Total operating expenses</b>		<u>(1,565,816)</u>	<u>(361,104)</u>
<b>Net (loss)/income</b>		<u>(1,290,578)</u>	<u>1,714,330</u>
<b>(Loss)/profit for the period before taxation</b>		<u>(1,290,578)</u>	<u>1,714,330</u>
<b>Taxation</b>			
Withholding Tax	7	(395,875)	32,337
Capital Gains Tax	7	(79,390)	-
<b>Net (decrease)/increase in net assets attributable to holders of redeemable participating shares resulting from operations</b>		<u><u>(1,765,843)</u></u>	<u><u>1,746,667</u></u>

There are no recognised gains or losses arising in the period other than those dealt with in the Statement of Comprehensive Income. In arriving at the results of the financial period, all amounts above relate to continuing operations.

The accompanying notes form an integral part of the financial statements.



**UTI INDIAN FIXED INCOME FUND PLC**

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES**

**For the six months ended 30 April 2015**

		<b>30 April 2015</b>	<b>30 April 2014</b>
		<b>Unaudited</b>	<b>Unaudited</b>
		<b>USD</b>	<b>USD</b>
	<b>Note</b>		
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the period</b>		72,678,656	41,513,049
<b>Operating activities</b>			
Net (decrease)/increase in net assets attributable to redeemable participating shares resulting from operations		(1,765,843)	1,746,667
<b>Share transactions</b>			
Proceeds from redeemable participating shares issued	5	308,598,773	3,134,230
Payments for redeemable participating shares redeemed	5	(26,504,458)	(8,556,623)
<b>Total net increase/(decrease) in net assets attributable to holders of redeemable participating shares</b>		282,094,315	(5,422,393)
Distributions		(3,499,902)	(829,715)
<b>Net assets attributable to holders of redeemable participating shares at the end of the period</b>		<b>349,507,226</b>	<b>37,007,608</b>

The accompanying notes form an integral part of the financial statements.

**UTI INDIAN FIXED INCOME FUND PLC**
**SCHEDULE OF INVESTMENTS AS AT 30 APRIL 2015**

Principal Amount		Fair Value USD	% of Net Assets
	<b>Transferable Securities (94.78%)</b>		
	<b>Long Term Bonds (94.78%)</b>		
	<b>Corporate Bonds (73.48%)</b>		
	<b>India (73.48%)</b>		
	Aditya Birla Finance		
250,000,000	8.870% due 17/04/20	3,924,225	1.13
100,000,000	8.950% due 10/04/20	1,574,474	0.45
	Bajaj Finance		
310,000,000	Zero Coupon due 28/03/18	4,945,348	1.41
250,000,000	8.950% due 25/03/20	3,942,759	1.13
200,000,000	8.950% due 10/04/20	3,154,701	0.90
100,000,000	9.580% due 17/07/19	1,609,630	0.46
	Export-Import Bank of India		
600,000,000	8.150% due 21/01/30	9,407,373	2.69
300,000,000	8.830% due 03/11/29	4,969,550	1.42
150,000,000	8.870% due 30/10/29	2,492,559	0.71
	Food Corp of India		
350,000,000	8.800% due 22/03/28	5,755,470	1.65
	Hero FinCorp		
100,000,000	8.980% due 23/04/20	1,574,506	0.45
	Housing Development Finance		
200,000,000	8.430% due 04/03/25	3,125,874	0.89
500,000,000	8.490% due 27/04/20	7,832,967	2.24
100,000,000	9.340% due 28/08/24	1,655,330	0.47
100,000,000	9.500% due 23/07/17	1,600,880	0.46
	ICICI Bank		
500,000,000	8.450% due 31/03/25	7,867,178	2.25
	IDFC		
100,000,000	8.504% due 28/03/18	1,565,415	0.45
700,000,000	8.670% due 03/01/25	11,064,932	3.17
300,000,000	9.380% due 12/09/24	4,944,596	1.41
	Indiabulls Housing Finance		
50,000,000	9.900% due 13/10/16	792,717	0.23
	Infrastructure Leasing & Financial Services		
900,000,000	8.720% due 21/01/25	14,190,671	4.06
	LIC Housing Finance		
100,000,000	9.220% due 16/10/24	1,641,975	0.47
150,000,000	9.390% due 23/08/24	2,479,584	0.71
100,000,000	9.510% due 24/07/19	1,618,532	0.47
	Mahindra & Mahindra Financial Services		
300,000,000	8.700% due 10/03/25	4,701,234	1.35
500,000,000	8.720% due 24/03/25	7,846,250	2.24
450,000,000	8.790% due 23/01/25	7,090,715	2.03
	NHPC		
50,000,000	8.490% due 26/11/22	792,204	0.23
150,000,000	8.490% due 26/11/23	2,378,400	0.68
100,000,000	8.540% due 26/11/25	1,599,628	0.46
150,000,000	8.540% due 26/11/26	2,401,887	0.69

The accompanying notes form an integral part of the financial statements.

**UTI INDIAN FIXED INCOME FUND PLC**
**SCHEDULE OF INVESTMENTS AS AT 30 APRIL 2015 (CONTINUED)**

Principal Amount		Fair Value USD	% of Net Assets
<b>Transferable Securities (94.78%) (continued)</b>			
<b>Long Term Bonds (94.78%) (continued)</b>			
<b>Corporate Bonds (73.48%) (continued)</b>			
<b>India (73.48%) (continued)</b>			
100,000,000	8.540% due 26/11/27	1,602,764	0.46
150,000,000	8.540% due 26/11/28	2,406,231	0.69
150,000,000	8.540% due 26/11/29	2,408,157	0.69
50,000,000	8.850% due 11/02/19	798,991	0.23
50,000,000	8.850% due 11/02/23	808,238	0.23
NTPC			
250,000,000	9.170% due 22/09/24	4,166,669	1.19
250,000,000	8.730% due 07/03/23	4,033,991	1.15
Nuclear Power Corp of India			
100,000,000	8.400% due 28/11/25	1,603,013	0.46
100,000,000	8.400% due 28/11/26	1,604,770	0.46
150,000,000	8.400% due 28/11/27	2,409,790	0.69
150,000,000	8.400% due 28/11/28	2,411,852	0.69
100,000,000	8.400% due 28/11/29	1,609,285	0.46
Power Finance			
250,000,000	8.420% due 19/04/20	3,929,819	1.13
800,000,000	8.940% due 25/03/28	13,121,321	3.75
150,000,000	9.000% due 11/03/28	2,470,716	0.71
Power Grid of India			
750,000,000	8.200% due 23/01/30	11,700,400	3.35
150,000,000	8.930% due 20/10/28	2,479,142	0.71
100,000,000	9.300% due 04/09/19	1,624,668	0.46
200,000,000	9.300% due 04/09/29	3,404,017	0.97
Punjab National Bank			
150,000,000	8.230% due 09/02/25	2,336,471	0.67
Reliance Jio Infocomm			
600,000,000	9.000% due 21/01/25	9,422,352	2.69
400,000,000	9.250% due 16/06/24	6,368,638	1.82
Reliance Ports & Terminals			
100,000,000	8.450% due 12/06/23	1,525,742	0.44
Reliance Utilities & Power			
450,000,000	9.750% due 02/08/24	7,334,206	2.10
Rural Electrification			
400,000,000	8.300% due 10/04/25	6,271,695	1.80
500,000,000	9.340% due 25/08/24	8,332,892	2.38
Steel Authority of India			
400,000,000	9.000% due 14/10/24	6,574,903	1.88
Tata Capital Financial Services			
100,000,000	9.500% due 14/07/17	1,593,308	0.45
Yes Bank			
750,000,000	8.850% due 24/02/25	11,934,046	3.41
<b>Total Corporate Bonds</b>		<b>256,829,651</b>	<b>73.48</b>

The accompanying notes form an integral part of the financial statements.

**UTI INDIAN FIXED INCOME FUND PLC**
**SCHEDULE OF INVESTMENTS AS AT 30 APRIL 2015 (CONTINUED)**

<b>Principal Amount</b>		<b>Fair Value USD</b>	<b>% of Net Assets</b>
<b>Transferable Securities (94.78%) (continued)</b>			
<b>Long Term Bonds (94.78%) (continued)</b>			
<b>Government Bonds (21.30%)</b>			
<b>India (20.80%)</b>			
India Government Bond			
450,000,000	8.120% due 10/12/20	7,148,685	2.04
200,000,000	8.170% due 01/12/44	3,237,928	0.93
200,000,000	8.240% due 15/02/27	3,223,728	0.92
400,000,000	8.280% due 21/09/27	6,475,196	1.85
200,000,000	8.270% due 09/06/20	3,198,430	0.92
250,000,000	8.350% due 14/05/22	4,023,798	1.15
1,800,000,000	8.600% due 02/06/28	30,015,930	8.59
400,000,000	8.830% due 25/11/23	6,647,255	1.90
500,000,000	9.200% due 30/09/30	8,721,547	2.50
		<b>72,692,497</b>	<b>20.80</b>
<b>United States (0.50%)</b>			
United States Treasury Bill			
750,000	Zero Coupon due 02/07/15	750,003	0.21
1,000,000	Zero Coupon due 23/07/15	999,982	0.29
		<b>1,749,985</b>	<b>0.50</b>
<b>Total Government Bonds</b>		<b>74,442,482</b>	<b>21.30</b>
<b>Total Long Term Bonds</b>		<b>331,272,133</b>	<b>94.78</b>
<b>Total Transferable Securities</b>		<b>331,272,133</b>	<b>94.78</b>
<b>Total Investments excluding Financial Derivative Instruments</b>		<b>331,272,133</b>	<b>94.78</b>

The accompanying notes form an integral part of the financial statements.

**UTI INDIAN FIXED INCOME FUND PLC**
**SCHEDULE OF INVESTMENTS AS AT 30 APRIL 2015 (CONTINUED)**
**Financial Derivative Instruments ((0.01)%)**
**Open Forward Foreign Currency Exchange Contracts ((0.01)%)**

<b>Settlement Date</b>		<b>Amount Bought</b>		<b>Amount Sold</b>	<b>Unrealised Gain/(Loss) USD</b>	<b>% of Net Assets</b>
05/05/2015	INR	126,930,000	USD	2,000,000	(1,574)	0.00
05/05/2015	INR	63,610,000	USD	1,000,000	1,496	0.00
05/05/2015	INR	63,562,500	USD	1,000,000	748	0.00
05/05/2015	INR	63,580,000	USD	1,000,000	1,023	0.00
06/05/2015	INR	125,980,000	USD	2,000,000	(17,508)	0.00
06/05/2015	INR	95,265,000	USD	1,500,000	(857)	0.00
06/05/2015	INR	95,265,000	USD	1,498,396	748	0.00
08/05/2015	INR	127,420,000	USD	2,000,000	3,180	0.00
11/05/2015	INR	93,993,150	USD	1,500,000	(24,503)	(0.01)
27/05/2015	INR	95,317,500	USD	1,500,000	(9,637)	0.00
08/06/2015	INR	128,116,000	USD	2,000,000	(2,053)	0.00
06/05/2015	USD	1,498,396	INR	95,265,000	(748)	0.00
06/05/2015	USD	1,981,503	INR	125,980,000	(989)	0.00
06/05/2015	USD	1,504,739	INR	95,265,000	5,595	0.00
Unrealised gain on open forward foreign currency exchange contracts					12,790	0.00
Unrealised loss on open forward foreign currency exchange contracts					(57,869)	(0.01)
<b>Net unrealised loss on open forward foreign currency exchange contracts</b>					<b>(45,079)</b>	<b>(0.01)</b>
<b>Total financial assets at fair value through profit or loss</b>					<b>331,227,054</b>	<b>94.77</b>
<b>Other net assets</b>					<b>18,280,172</b>	<b>5.23</b>
<b>Net assets</b>					<b>349,507,226</b>	<b>100.00</b>
<b><u>Analysis of total assets</u></b>						<b><u>% of total assets</u></b>
Transferable securities admitted to an official stock exchange or traded on a regulated market						<b>89.43</b>
Transferable securities not admitted to an official stock exchange listing or traded on a regulated market						<b>3.39</b>
Exchange traded derivatives						<b>-</b>
Other Assets						<b>7.18</b>
						<b>100.00</b>

The counterparties for the open forward foreign currency exchange contracts are Deutsche Bank and Standard Chartered Bank.

The accompanying notes form an integral part of the financial statements.

# **UTI INDIAN FIXED INCOME FUND PLC**

## **SCHEDULE OF PORTFOLIO CHANGES FOR THE SIX MONTHS ENDED 30 APRIL 2015**

Listed below are the twenty largest cumulative investment purchases and sales during the six months ended 30 April 2015

<b>Portfolio Securities</b>	<b>Acquisition Cost USD</b>	<b>Portfolio Securities</b>	<b>Disposal Proceeds USD</b>
India Government Bond		Rural Electrification	
8.600% due 02/06/28	26,401,602	8.270% due 06/02/25	6,300,552
Power Finance		Small Industries	
8.940% due 25/03/28	15,056,165	Development Bank of India	
Infrastructure Leasing & Financial Services		8.200% due 07/06/18	4,001,365
8.720% due 21/01/25	14,510,085	Rural Electrification	
Yes Bank		8.230% due 23/01/25	3,968,541
8.850% due 24/02/25	13,708,924	Food Corp of India	
Power Grid of India		9.950% due 07/03/22	3,557,615
8.200% due 23/01/30	12,061,002	Power Finance	
IDFC		8.940% due 25/03/28	3,387,975
8.670% due 03/01/25	11,461,865	Infrastructure Leasing & Financial Services	
Reliance Jio Infocomm		8.780% due 28/03/18	3,211,571
9.000% due 21/01/25	9,750,339	L&T FinCorp	
Export-Import Bank of India		9.600% due 29/08/16	2,439,096
8.150% due 21/01/30	9,685,753	India Government Bond	
Rural Electrification		8.600% due 02/06/28	1,723,740
9.340% due 25/08/24	8,635,100	Food Corp of India	
India Government Bond		8.800% due 22/03/28	1,703,051
8.280% due 21/09/27	8,177,780	India Government Bond	
Mahindra & Mahindra		8.830% due 25/11/23	1,689,946
Financial Services		Indiabulls Housing Finance	
8.720% due 24/03/25	8,035,356	10.500% due 30/04/17	1,648,109
ICICI Bank		Rural Electrification	
8.450% 31/03/25	7,983,713	9.240% due 17/10/18	1,642,142
Housing Development Finance		8.570% due 21/12/24	1,640,326
8.490% due 27/04/20	7,872,156	Kotak Mahindra Prime	
Food Corp of India		9.700% due 02/05/16	1,638,264
8.800% due 22/03/28	7,577,090	LIC Housing Finance	
Reliance Utilities & Power		9.290% due 16/10/17	1,636,185
9.750% 02/08/24	7,541,630	Rural Electrification	
Mahindra & Mahindra		9.610% due 03/01/19	1,628,437
Financial Services		Nuclear Power of India	
8.790% 23/01/25	7,227,155	8.400% due 28/11/26	1,622,593
Steel Authority of India		Power Grid of India	
9.000% due 14/10/24	6,608,071	8.700% due 15/07/18	1,622,220
Rural Electrification		Yes Bank	
8.270% due 06/02/25	6,397,829	8.850% due 24/02/25	1,621,085
8.300% due 10/04/25	6,298,529	India Government Bond	
India Government Bond		8.270% due 09/06/20	1,619,717
9.200% due 30/09/30	6,193,619		

A copy of the list of changes in the portfolio during the reference period may be obtained free of charge from the Company's Administrator.

## UTI INDIAN FIXED INCOME FUND PLC

### NOTES TO THE FINANCIAL STATEMENTS

#### 1. BASIS OF PREPARATION

These condensed interim financial statements have been prepared for the six months ended 30 April 2015.

##### Statement of compliance

These condensed financial statements have been prepared in accordance with the Financial Reporting Standard 104 'Interim Financial Reporting' ("FRS 104"), the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 as amended (the "UCITS Regulations") and Irish Statute comprising the Companies Act, 2014. FRS 104 is effective for accounting periods commencing 1 January 2015, with early adoption permitted.

The condensed unaudited financial statements should be read in conjunction with the Company's annual audited financial statements for the year ended 31 October 2014 which have been prepared in accordance with accounting standards derived from the prior year accounting framework ("Irish GAAP"), in accordance with Irish statute comprising the Companies Acts, 1963 to 2014 and the applicable UCITS Regulations as issued by the Central Bank. Irish GAAP, utilised in preparing the prior year end financial statements was published by the Institute of Chartered Accountants in Ireland and issued by the Financial Reporting Council ("FRC").

The Company has continued to avail of the exemption available to open-ended investment funds under FRS 104 and is not presenting a cash flow statement.

All references to net assets throughout the documents refers to net assets attributable to holders of Redeemable Participating Shares unless otherwise stated.

##### Transition to the new accounting framework

On 23 February 2015, the Directors resolved to early adopt and prepare the financial statements in accordance with Financial Reporting Standard ("FRS") 102; the Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS102"). These condensed financial statements have been prepared in accordance with FRS 104 'Interim Financial Reporting', a reduced form disclosure when compared with the full disclosure requirements as required under FRS 102.

The date of transition to the new accounting framework was 1 November 2013 (i.e. the earliest period for which the Company presents full comparative information) and accordingly the comparative amounts presented for the year ended 31 October 2014 and the period ended 30 April 2014 are based on the Company's financial statements for that year/period after adjustment for the transition to FRS 102.

As part of the transition to FRS 102 and FRS 104, the Profit and Loss Account and Balance Sheet have been renamed to Statement of Comprehensive Income and Statement of Financial Position respectively.

Changes in the Company's accounting policies have been made as required in accordance with the transitional provisions in the respective FRS. The transition to the new accounting framework has also resulted in presentation changes for certain balances. These changes have had no material effect on the amounts reported for the current or prior financial year/period.

On initial application of FRS 102, in accounting for its financial instruments a reporting entity is required to apply either a) the full requirements of FRS 102 relating to Basic Financial Instruments and Other Financial Instruments, b) the recognition and measurement provisions of IAS 39 Financial Instruments: Recognition and Measurement and only the disclosure requirements of FRS 102 relating to Basic Financial Instruments and Other Financial Instruments, or c) the recognition and measurement provisions of IFRS 9 Financial Instruments and only the disclosure requirements of FRS 102 relating to Basic Financial Instruments and Other Financial Instruments.

The Company has chosen to implement the recognition and measurement provisions of IAS 39 Financial Instruments: Recognition and Measurement and only the disclosure requirements of FRS 102 relating to Basic Financial Instruments and Other Financial Instruments.

Accordingly, the requirement for the Company to measure financial instruments at fair value and estimation of the fair value has not changed with the adoption of the new accounting framework. However the levels in the fair value hierarchy into which the fair value measurements are categorised for disclosure purposes have changed from that previously disclosed by the Company. See note 8 for further details.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**1. BASIS OF PREPARATION (CONTINUED)**

**Accounting Policies**

These condensed financial statements are the first set of financial statements for the Company prepared under the new accounting framework, FRS 104 'Interim Financial Reporting'. However, as mentioned in the transition section, the accounting policies applied in preparing these financial statements are consistent with the accounting policies applied in preparing the prior annual financial statements, with the exception of the Company implementing the recognition and measurement provisions of IAS 39 Financial Instruments: Recognition and Measurement.

The Company changed its fair valuation input to utilise last traded market price for both financial assets and liabilities. Where the last traded price is not within the bid ask spread, management will determine the point within the bid ask spread which is most representative of fair value. Prior to 1 November 2014, the accrued market price used for financial assets held by the Company was the current bid price, the quoted market price for financial liabilities was the current ask price. These changes have had no material effect on the amounts reported for the current or prior financial year/period.

**Distributions**

The Directors are entitled to declare and pay dividends for Shares in the Company. The Directors intend to declare and pay dividends on a semi-annual basis equal to; net income and realised and unrealised gains, net of realised and unrealised losses. Any dividend will be declared on the last Business Day in January and in July in each year or on such other date as may be determined by the Directors, or such other frequency as the Directors consider appropriate. The Company may commence declaring and the payment of dividends for the relevant Class twelve months following the date of the closing of the Initial Offer Period for that Class. The Directors may also determine if and to what extent dividends paid include realised capital gains and/or are paid out of capital attributable to the relevant Class. Dividends declared will be paid in cash and payment will be made to the relevant Shareholders pre-designated bank accounts, net of bank charges.

The Company have declared a distribution of US\$3,499,902 (30 April 2014: US\$829,715) during the six months ended 30 April 2015.

Arising from the adoption of the new accounting framework, FRS 102 and FRS 104, distributions declared are presented in the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, where previously they were presented in the Profit and Loss Account.

**1. ESTIMATES AND JUDGEMENTS**

**Estimates**

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts recognised in the financial statements and disclosure of contingent liabilities. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods.

**Judgements**

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements.

**Going Concern**

The Company's management has made an assessment of the Company's ability to continue as a going concern and is satisfied that the Company has the resources to continue in business for the foreseeable future. Furthermore, management is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

**Taxes**

Uncertainties exist with respect to the interpretation of complex tax regulations and changes in tax laws on foreign withholding tax. Given the wide range of international investments, differences arising between the actual investment income and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax expense already recorded.

The Company establishes provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it invests. The amounts of such provisions are based on various factors, such as differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective investment's domicile. As the Company assesses the probability for litigation and subsequent cash outflow with respect to taxes as remote, no contingent liability has been recognised.



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. ESTIMATES AND JUDGEMENTS (CONTINUED)

**Fair value of financial instruments**

This category has two sub-categories: financial assets and liabilities held for trading, and those designated by management at fair value through profit or loss at inception. Financial assets or liabilities held for trading are acquired or incurred principally for the purpose of selling or repurchasing in the short term. The Company has designated its investments at fair value through profit or loss since inception.

Purchases and sales of investments are recognised on trade date – the date on which the Company commits to purchase or sell the asset or liability. Investments are initially recognised at fair value, and transaction costs for all financial assets or liabilities carried at fair value through profit or loss are expensed as incurred. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Company has transferred substantially all risks and rewards of ownership.

Gains and losses arising from changes in the fair value of the ‘financial assets / liabilities at fair value through profit or loss’ category are included in the Statement of Comprehensive Income in the period in which they arise based on weighted average cost.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As a result of the Company’s decision to implement the recognition and measurement provisions of International Accounting Standards (“IAS 39”) Financial Instruments: Recognition and Measurement, the fair value of assets and liabilities traded in active markets are based on quoted market prices at the close of trading on the reporting date. Prior to 1 November 2014, the quoted market price used for financial assets held by the Company was the current bid price; the quoted market price for financial liabilities was the current ask price. Upon adoption of FRS 102, the Company changed its fair valuation input to utilise the last traded market price for both financial assets and liabilities. These changes have had no material effect on the amounts reported for the current or prior financial year / period. Where the last traded market price is not within the bid-ask spread, management will determine the point within the bid-ask spread which is most representative of fair value.

The fair value of open forward foreign currency exchange contracts is calculated as the difference, gain or loss between the contracted rate and the current forward rate that would close out the contract on the Statement of Financial Position date and are disclosed as unrealised gain/(loss) on open forward foreign currency exchange contracts in the Statement of Financial Position and are listed in the Schedule of Investments.

**Foreign currency transactions**

The functional currency of the Company is the US Dollar. The Company has also adopted its functional currency as the presentation currency. Foreign currency transactions are translated to the functional currency at the rate of exchange ruling on the date of the transaction. Gains and losses on translation are recorded in the Statement of Comprehensive Income.

3. NET ASSET VALUE

	30 April 2015	31 October 2014	30 April 2014
<b>Institutional Class</b>			
Net Asset Value USD	145,901,401	47,815,567	14,595,662
Number of Shares in Issue	15,396,306	5,019,319	1,564,127
Net Asset Value per Share	9.48	9.53	9.33
<b>Retail Class</b>			
Net Asset Value USD	191,303,222	22,866,859	19,987,231
Number of Shares in Issue	20,411,445	2,420,932	2,154,836
Net Asset Value per Share	9.37	9.45	9.28
<b>RDR Class</b>			
Net Asset Value USD	12,302,603	1,996,230	2,424,715
Number of Shares in Issue	1,304,089	210,509	260,981
Net Asset Value per Share	9.43	9.48	9.29

## UTI INDIAN FIXED INCOME FUND PLC

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 4. CASH AT BANK

Cash at bank comprises current and overnight deposits with banks. The counterparties for the cash held for foreign exchange transactions at 30 April 2015 and 31 October 2014 are Deutsche Bank and Standard Chartered Bank. The counterparty for cash and deposits as of 30 April 2015 and 31 October 2014, including overnight deposits is State Street Bank and Trust Company, an affiliate of the Custodian.

#### 5. SUBSCRIBER AND REDEEMABLE PARTICIPATING SHARES

The authorised share capital of the Fund is 300,000 redeemable non-participating shares of no par value and 500,000,000,000 participating shares of no par value. Non-participating shares do not entitle the holders thereof to any dividend and on a winding up entitle the holders thereof to receive the amount paid up thereon but do not otherwise entitle them to participate in the assets of the Fund. The Directors have the power to allot shares up to the authorised share capital of the Fund.

Pursuant to the Companies Act 2014, there are two issued Founder Shares in the company. The Founder Shares each have full and equal voting rights. In addition the Founder Shares have exclusive voting rights in relation to the appointment of Directors, the alteration of the Company's share capital, the winding up of the Company, and amendments to the Memorandum and Articles of Association of the Company, except insofar as the same involves a variation of the class rights or a change to the investment objectives, policies or restrictions of the Company. The Founder Shares are not redeemable.

The Founder Shares are held by UTI International (Singapore) Private Limited and Dillon Eustace.

There are 300,000 non-participating shares currently in issue, two of which were taken by the subscribers to the Fund and transferred to the Investment Manager and the remainder of which are held by the Fund. The issued share capital of the Fund is as follows:

##### For the six months ended 30 April 2015

	At 31 October 2014	Shares issued	Dividends reinvested	Shares redeemed	At 30 April 2015
Institutional	5,019,319	11,533,080	-	(1,156,092)	15,396,306
Retail	2,420,932	19,404,692	-	(1,414,178)	20,411,445
RDR	210,509	1,289,636	-	(196,056)	1,304,089
<b>Total</b>	<b>7,650,760</b>	<b>32,227,408</b>	<b>-</b>	<b>(2,766,326)</b>	<b>37,111,840</b>

##### For the year ended 31 October 2014

	At 31 October 2013	Shares issued	Dividends reinvested	Shares redeemed	At 31 October 2014
Institutional	2,010,269	3,811,206	-	(802,156)	5,019,319
Retail	2,239,317	891,863	-	(710,248)	2,420,932
RDR	344,746	11,762	-	(145,999)	210,509
<b>Total</b>	<b>4,594,332</b>	<b>4,714,831</b>	<b>-</b>	<b>(1,658,403)</b>	<b>7,650,760</b>

#### Capital management

As a result of the ability to issue, repurchase and resell shares, the capital of the Fund can vary depending on the demand for redemptions and subscriptions to the Fund. The Fund has an externally imposed capital requirement as it is required to maintain a minimum capital of €300,000. The Fund has no legal restrictions on the issue, repurchase or resale of redeemable shares beyond those included in the Fund's constitution and this externally imposed minimum capital requirement.

The Fund's objectives for managing capital are:

- To invest the capital in investments meeting the description, risk exposure and expected return indicated in its prospectus,
- To achieve consistent returns while safeguarding capital by investing in diversified portfolio, by participating in derivative and other capital markets and by using various investment strategies and hedging techniques,
- To maintain sufficient liquidity to meet the expenses of the Fund, and to meet redemption requests as they arise,
- To maintain sufficient size to make the operation of the Fund cost-efficient.

## UTI INDIAN FIXED INCOME FUND PLC

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 5. SUBSCRIBER AND REDEEMABLE PARTICIPATING SHARES (CONTINUED)

##### Significant Shareholders

The following tables detail the number of Shareholders with significant holdings of at least 20 per cent of the Fund and the aggregate value and percentage of that holding.

##### As at 30 April 2015

Fund	Number of Shareholders	Value of Holding USD	Holding % of Fund
UTI Indian Fixed Income Fund Plc	1	76,856,562	21.99%

##### As at 31 October 2014

Fund	Number of Shareholders	Value of Holding USD	Holding % of Fund
UTI Indian Fixed Income Fund Plc	1	14,582,971	20.06%

#### 6. FEES

##### Investment Management Fee

UTI International (Singapore) Private Limited (the “Investment Manager”) shall be entitled to receive from the Fund an annual fee of 0.75% of the NAV of the Fund in respect of the Institutional class, 1.20% of the NAV of the Fund in respect of the retail class and 0.75% of the NAV of the Fund in respect of the RDR class. The Investment Manager shall be entitled to be reimbursed by the Fund out of the assets of the Fund any properly vouched reasonable out-of-pocket expenses incurred by it on behalf of the Fund.

##### Administrator’s Fee

State Street Fund Services (Ireland) Limited (the “Administrator”) is the Fund’s Administrator. The Administrator shall be entitled to receive from the Fund a maximum annual fee of 1.5% of the NAV of the Fund. The administration fee is calculated, billed and payable monthly, based on the net average monthly assets. The fee is calculated at 9 basis points for net average monthly assets up to \$100 million, 8 basis points for net average monthly assets ranging from \$100 million to \$250 million and 6 basis points for net average monthly assets in excess of \$250 million. The administration fee is subject to a minimum monthly fee of US\$5,000. (The minimum fees are waived for first 12 months). The Administrator shall also be entitled to be reimbursed out of the assets of the Fund for all reasonable out-of-pocket expenses incurred by the Administrator in the proper performance of its duties.

##### Collateral Management Fee

The Administrator also provides a collateral management service to the Fund. The collateral management fee for the period ended 30 April 2015 was US\$12,802 (period ended 30 April 2014: US\$15,978). This fee is included in miscellaneous fees in the Profit and Loss account.

##### Custodian’s Fee

State Street Custodial Services (Ireland) Limited (the “Custodian”) is the Fund’s Custodian. The Custodian shall be entitled to receive from the Fund a maximum annual fee of 0.5% of the NAV of the Fund which shall consist of;

- a safekeeping fee, an annual fee billed and payable monthly based on the value of the month end assets. Safekeeping fees calculated on a “per country” basis and include the safekeeping fees charges by the sub-custodians.
- a fee per transaction, a per portfolio trade settlement which includes sub-custodian expenses. All transactions are sent through an STP process. Manual transactions will incur an extra fee of €15 per manual transaction.
- a fee for each third party fixed deposit, foreign exchange deal and outward payment affected by the Custodian on behalf of the Fund. These transactions will incur a fee of \$10 per transaction.

Such fees shall be calculated and accrued as at each valuation point and shall be payable monthly in arrears. The Custodian shall also be entitled to be reimbursed by the Fund out of the assets of the Fund any properly vouched reasonable out-of-pocket expenses incurred by it on behalf of the Fund.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**6. FEES (CONTINUED)**

**Directors' Fee**

The Directors are authorised to charge a fee for their services at a rate determined by the Directors up to a maximum fee per Director of €10,500 per annum and may be entitled to special remuneration if called upon to perform any special or extra services to the Fund. Simon McDowell and Ronan Smith were due to receive €3,750 (period ended 30 April 2014: €3,750) each for the period ended 30 April 2015. Paveen Jagwani waived his fees for the period. All Directors will be entitled to reimbursement by the Fund of expenses properly incurred in connection with the business of the Fund or the discharge of their duties.

**7. TAXATION**

Under current law and practice, the Fund qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not chargeable for Irish tax on its income or capital gains.

However, Irish tax can arise on the happening of a "chargeable event" in the Fund. A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year period beginning with the acquisition of such shares.

No Irish tax will arise in respect of chargeable events in respect of:

- (a) a Shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Fund or the Fund has been authorised by the Irish Revenue to make gross payments in the absence of appropriate declarations; and
- (b) certain exempted Irish tax resident shareholders who have provided the Fund with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Fund may be subject to taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Fund or its shareholders.

**8. FAIR VALUE HIERARCHY**

FRS 102 Section 11.27 on "Fair Value: Disclosure" requires disclosure relating to the fair value hierarchy in which fair value measurements are categorised for assets and liabilities. The disclosures are based on a three-level fair value hierarchy for the inputs used in valuation techniques to measure fair value.

The hierarchy of levels as defined under FRS 102 are different to the hierarchy definitions as set out in the prior annual financial statements, prepared in accordance with Irish GAAP and are discussed separately below. The prior annual hierarchy tables have been restated and presented under the new hierarchy definitions as set out under FRS 102

The fair value hierarchy as required under FRS 102 and FRS 104 is based on the valuation inputs used to fair value the financial assets and liabilities and consideration of the market activity for each individual financial asset and liability. The definition for levels A, B and C are set out below.

**Level A:** The best evidence of fair value is a quoted price for an identical asset in an active market. Quoted in an active market in this context means quoted prices are readily and regularly available and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted price is usually the current bid price.

**Level B:** When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the entity can demonstrate that the last transaction price is not a good estimate of fair value (e.g. because it reflects the amount that an entity would receive or pay in a forced transaction, involuntary liquidation or distress sale), that price is adjusted.

**Level C:** If the market for the asset is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, an entity estimates the fair value by using a valuation technique. The objective of using a valuation technique is to estimate what the transaction price would have been on the measurement date in an arm's length exchange motivated by normal business considerations.

# UTI INDIAN FIXED INCOME FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 8. FAIR VALUE HIERARCHY (CONTINUED)

In the prior year the fair value hierarchy, in accordance with Irish GAAP, was based on the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3: Certain inputs for the asset or liability are not based on observable market data (that is, unobservable inputs).

Under Irish GAAP, the level in the fair value hierarchy within which the fair value measurement was categorised in its entirety was determined on the basis of the lowest level input that was significant to the fair value measurement in its entirety. For this purpose, the significance of an input was assessed against the fair value measurement in its entirety. If a fair value measurement used observable inputs that required significant adjustment based on unobservable inputs, that measurement was a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety required judgement, considering factors specific to the asset or liability. The determination of what constituted “observable” required significant judgement by the Investment Manager. The Investment Manager considered observable data to be that market data that was readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table is a summary of the fair value hierarchy applied under FRS 102 in valuing the Company’s financial assets and liabilities measured as at 30 April 2015 and 31 October 2014:

<b>30 April 2015</b>	<b>Level A US\$</b>	<b>Level B US\$</b>	<b>Level C US\$</b>	<b>Total US\$</b>
<b>Financial assets at fair value through profit or loss:</b>				
Long Term Bonds	331,272,133	-	-	331,272,133
Open Forward Foreign Currency Exchange Contracts	-	-	12,790	12,790
Total financial assets at fair value through profit or loss	<b>331,272,133</b>	<b>-</b>	<b>12,790</b>	<b>331,284,923</b>
<b>Financial liabilities at fair value through profit or loss:</b>				
Open Forward Foreign Currency Exchange Contracts	-	-	(57,869)	(57,869)
Total financial liabilities at fair value through profit or loss	<b>-</b>	<b>-</b>	<b>(57,869)</b>	<b>(57,869)</b>
<b>31 October 2014</b>	<b>Level A US\$</b>	<b>Level B US\$</b>	<b>Level C US\$</b>	<b>Total US\$</b>
<b>Financial assets at fair value through profit or loss:</b>				
Long Term Bonds	63,853,512	-	-	63,853,512
Open Forward Foreign Currency Exchange Contracts	-	-	23,046	23,046
Total financial assets at fair value through profit or loss	<b>63,853,512</b>	<b>-</b>	<b>23,046</b>	<b>63,876,558</b>
<b>Financial liabilities at fair value through profit or loss:</b>				
Open Forward Foreign Currency Exchange Contracts	-	-	(50,898)	(50,898)
Total financial liabilities at fair value through profit or loss	<b>-</b>	<b>-</b>	<b>(50,898)</b>	<b>(50,898)</b>

## UTI INDIAN FIXED INCOME FUND PLC

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 9. RELATED PARTIES

FRS 102 “Related Party Disclosures” requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity.

A related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

##### (a) Entities with significant influence over the Fund

The Fund has appointed UTI Asset Management Company Limited (the “Investment Advisor”) as Investment Advisor of the Fund. The Investment Advisor fees will be paid out of the fees of the Investment Manager.

The Fund has delegated responsibility for the investment and re-investment of the Fund’s assets to the Investment Manager. During the period ended 30 April 2015 US\$905,823 (30 April 2014: US\$182,660) was incurred and US\$764,010 (31 October 2014: US\$199,000) was payable at the period end.

The employees of the Investment Manager hold 289.39 shares (30 April 2014: 480.11 shares) with a value of US\$2,725.38 (30 April 2014: US\$4,460.22) as at the period ended 30 April 2015.

The amounts payable by the Fund to related parties at 30 April 2015 and 31 October 2014 are disclosed in the Statement of Financial Position.

##### (b) Key management personnel of the Fund

The Directors fees for the period are disclosed in the Statement of Comprehensive Income. During the period ended 30 April 2015 US\$9,669 (30 April 2014: US\$9,586) was incurred and US\$12,727 (31 October 2014: US\$3,458) was payable at the period end.

Simon McDowell has a consulting agreement with Bridge Consulting Limited, the Governance Services provider to the Fund. During the period ended 30 April 2015 EUR3,750 (30 April 2014: EUR3,750) was incurred and EUR3,750 (31 October 2014: EUR1,729) was payable at the period end.

##### (c) Other related parties

There were no other related parties to the Fund for the period ended 30 April 2015.

##### (d) Dealings with Connected Parties

The Central Bank of Ireland UCITS Notice, “UCITS 14.5 – Dealings by promoter, manager, trustee, investment adviser and group companies” states in paragraph one that any transaction carried out with a UCITS by a promoter, manager, trustee, investment adviser and/or associated or group companies of these (“connected parties”) must be carried out as if negotiated at arm’s length. Transactions must be in the best interests of the shareholders.

The Board of Directors of the Company are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in paragraph one of UCITS 14.5 are applied to all transactions with connected parties; and the Directors are satisfied that transactions with connected parties entered into during the period complied with the obligations set out in this paragraph.

#### 10. RISK MANAGEMENT POLICIES AND PROCEDURES

The activities of the Fund expose it to various financial risks such as market risk (including price risk, interest rate risk, and currency risk), credit risk and liquidity risk. The overall risk management process for the Fund focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Fund.

The Fund’s financial risk management objectives and policies are consistent with those disclosed in the Fund’s audited financial statements as at and for the year ended 31 October 2014.

## UTI INDIAN FIXED INCOME FUND PLC

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 11. EFFICIENT PORTFOLIO MANAGEMENT

In accordance with UCITS 12.7, the Company may employ techniques and instruments relating to transferable securities for efficient portfolio management purposes including repurchase/reverse repurchase agreements and security lending arrangements. During the period ended 30 April 2015, the Company did not use any of these techniques for efficient portfolio management purposes.

Where considered appropriate, the Investment Manager will enter into forward currency contracts for efficient portfolio management on behalf of the Company and/or a Class of Shares within the Company to protect against exchange risks and/or to alter the currency exposure characteristics of transferable securities within the conditions and limits laid down by the Central Bank from time to time.

##### Forward Foreign Currency Exchange Contracts

Forward currency contracts may, at the Investment Managers' discretion, be used for investment purposes or to hedge some or all of the exchange risk/currency exposure arising as a result of the fluctuation between the currency in which the Net Asset Value per Unit is computed and the currencies in which the Fund's investments are denominated. In addition, forward currency contracts and currency options may be used to protect the value of the currency of each Class from the adverse movements of other currencies.

A forward contract locks in the price at which an index or asset may be purchased or sold on a future date. In forward foreign exchange contracts, the contract holders are obligated to buy or sell from another a specified amount of one currency at a specified price (exchange rate) with another currency on a specified future date. Forward contracts cannot be transferred but they can be "closed out" by entering into a reverse contract.

Forward Currency Contracts have the risk of currency exposure in the same way as a regular currency spot transaction. Forward Foreign Exchange Contracts are Over-the-counter (OTC) traded and therefore have counterparty risk. Forward contracts also carry roll risk, which is the risk that when a forward contract expires, a new forward to replace the expired one cannot be put into place at the same cost or on the same hedge basis. This may occur due to changes in market liquidity or interest rates, resulting in a potential slippage or loss in the hedge position due to the contract expiration and roll.

The fair value of open positions in forward foreign currency exchange contracts is calculated as the difference between the contract price and fair value based on reported market prices of the underlying contract variables and are disclosed as unrealised gain/(loss) on open forward foreign currency exchange contracts in the Statement of Financial Position and are listed in the Schedule of Investments. Realised and unrealised gains and losses are included in the income statement.

#### 12. SOFT COMMISSION ARRANGEMENTS

There were no soft commission arrangements in place during the period ended 30 April 2015 and the period ended 30 April 2014.

#### 13. EXCHANGE RATES

The following exchange rates were used to convert the instruments and other assets and liabilities denominated in currencies other than the base currency:

	30 April 2015	31 October 2014	30 April 2014
	INR	INR	INR
Euro	71.095	77.257	83.413
US Dollar	63.515	61.400	60.315

#### 14. CONTINGENT LIABILITY

There are no contingent liabilities as of 30 April 2015 and as of 31 October 2014.

#### 15. COMMITTED DEALS

There are no committed deals as of 30 April 2015 and as of 31 October 2014.

## **UTI INDIAN FIXED INCOME FUND PLC**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

#### **16. COMPARATIVE FIGURES**

The comparative figures are for the six months from 1 November 2013 to 30 April 2014 and as at 31 October 2014. Changes in presentation as a result of the Company early adopting FRS 102 are as follows:

- Fair value estimation (Note 8) is disclosed using fair value levelling guidance under FRS 102.
- The Statement of Financial Position is disclosed using last traded market prices as a result of the election to apply the IAS 39 fair value measurement option under FRS 102. This differs from the prior year financial statements which were prepared using bid prices under previous Irish GAAP.
- Distributions declared are presented in the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, where previously they were presented in the Profit and Loss Account.

These changes have had no material effect on the amounts reported for the current or prior financial year/period.

#### **17. SIGNIFICANT EVENTS DURING THE PERIOD**

On 23 February 2015, the Directors resolved to early adopt the new accounting framework under Financial Reporting Standard 102; the Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS102") which is applicable to financial reporting periods commencing 1 January 2015.

A revised Prospectus was issued on 27 November 2014. A revised Singapore Prospectus was issued on 28 November 2014.

A distribution of US\$3,499,902 with pay date 16 February 2015 and ex date 30 January 2015 was paid to the shareholders.

#### **18. SIGNIFICANT EVENTS SINCE THE PERIOD END**

There have been no significant events since the period end.

#### **19. REGISTERED OFFICE**

The registered office of the Company is 78 Sir John Rogerson's Quay, Dublin 2, Ireland.

#### **20. APPROVAL OF THE FINANCIAL STATEMENTS**

The Directors approved the financial statements on 23 June 2015.



## UTI INDIAN FIXED INCOME FUND PLC

### GENERAL INFORMATION

#### INFORMATION FOR INVESTORS IN NORWAY AND SWITZERLAND

Following a guideline from the Swiss Funds Association (the "SFA") dated 27 July 2004, the Investment Manager is required to supply performance data in conformity with these guidelines. This data can be found below:

#### Total Expense Ratio for the six months ended 30 April 2015

<b>UTI Indian Fixed Income Fund</b>	<b>Total Expense Ratio</b>
USD Institutional Class	1.48%
USD Retail Class	1.86%
USD RDR Class	1.43%

\* The Total Expense Ratio does not include foreign exchange gains or losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.

#### Performance Data

The table below details the performance of the Fund for the period from 1 November 2014 through to 30 April 2015 and for the year ended 31 October 2014.

<b>UTI Indian Fixed Income Fund</b>	<b>Total Return from 1 November 2014 through to 30 April 2015 (ex dividend)</b>	<b>Total Return from inception (7 December 2012) through to 30 April 2015 (ex dividend)</b>
USD Institutional Class	(0.52%)	(5.20%)*
USD Retail Class	(0.85%)	(6.30%)*
USD RDR Class	(0.53%)	(5.70%)*

\* Past performance is no indication of current or future performance and does not take account of commissions and costs incurred on the issue and redemption of shares.

In Switzerland, the fund's prospectus, Key Investor Information Document/s, the Articles of Association/Incorporation and the annual and semi-annual reports may be obtained free of charge from the Swiss Representative and Paying Agent, RBC Investor Services Bank S.A., Esch-sur-Alzette, Zurich Branch, Badenerstrasse 567, P.O. Box 1292, CH-8048 Zurich, Switzerland. A list of all purchase and sales of the fund during the year, is available free of charge from the Swiss Representative and Paying Agent.