

Form 2

COMPANY NAME: LIFE INSURANCE CORPORATION OF INDIA

STATEMENT AS ON :31/03/2006 (For the period from 1/01/2006 to 31/03/2006)

STATEMENT OF DOWN GRADED INVESTMENTS

NAME OF THE FUND :LIFE FUND

PERIODICITY OF SUBMISSION : QUARTERLY

RS IN LAKHS

S.No.	Particulars of Investment	CAT CODE	Amount As Per Balance Sheet	Date of Investment	Rating Agency	Original Investment Grade	Current Down Grade	Date of Down Grade	Reasons for downgrade
A	DURING THE QUARTER								
1	ITI LTD	EPBT	3,000.00	1/6/2003	FITCH	AAA	D(ind)(SO)	1/23/2006	Fitch Ratings has downgraded the rating of the INR1500 million ('J' Series) long-term Government of India-guaranteed bonds programme of ITI Limited ("ITI") to 'D(ind)(SO)' from 'AAA(ind)(SO)'. The agency's rating action follows the default by ITI in repaying the principal on the due dates pursuant to the exercise of put option to an extent of INR550m. ITI is a cash-strapped, central public sector undertaking. The 'J' series bond issuance was made on the strength of a guarantee from the Government of India which has not been invoked. Fitch is monitoring the developments.
2	SAMTEL COLOR LTD.	ECOS	1,118.04	6-Feb-01	ICRA	LBBB	LBBB-	2/28/2006	ICRA has downgraded the debentures by taking into account the sharp decline in colour picture tube (CPT) prices without a corresponding decline in raw material prices, which has resulted in a sharp decline in the company's profitability in first half of FY'06.
3	SAMTEL COLOR LTD.	ECOS	125.00	26-Mar-02	ICRA	LBBB	LBBB-	2/28/2006	
			4,243.04						

B AS ON DATE

1	United Western Bank	OBPT	2,000.00	24/2/1999	CARE	Unrated	B+	12/26/2005	downgraded due to decline in capital adequacy ratio to 3
2	United Western Bank	OBPT	3,000.00	2/19/2004	CARE	A -	B+	12/26/2005	
3	Development Credit Bank	OBPT	1,000.00	9/29/2003	Fitch Ratings	A + (ind)	A (ind)	6/15/2005	The downgrade reflects the delay in consummating DCB's
4	SHAMKEN MULTIFAB	OLDB	100.26	3-Feb-98	CRISIL	BBB+	D	3/31/2004	
5	EXCEL INDUSTRIES	ECOS	258.70	21-May-01	CRISIL	A	A-	3/31/2004	Because of a weakening financial profile.
6	BPL LIMITED	OLDB	2,500.00	9-Mar-01	CRICIL	AA	D		
7	GUJARAT ELECTRICITY	IPTD	5,000.00	17-May-00	CARE	A+ (SO)	BB+(SO)		

S.N o.	Particulars of Investment	CAT CODE	Amount As Per Balance Sheet	Date of Investment	Rating Agency	Original Investment Grade	Current Down Grade	Date of Down Grade	Reasons for downgrade
8	GUJARAT STATE FERTIL	OLDB	994.87	26-Mar-97	ICRA	LA+	LB+		
9	GUJARAT STATE FERTIL	ECOS	2,000.00	8-Nov-99	ICRA	LA+	LB+		
10	GUJARAT STATE FERTIL	EPBT	2,500.00	18-Apr-01	ICRA	LA+	LB+		
11	HOUSING & URBAN DEV	HTHD	25,000.00	6-Jul-01	CARE	AA+	AA		
12	HOUSING & URBAN DEV	HTHD	554.75	27-Dec-02	CARE	AA+	AA		
13	HOUSING & URBAN DEV	HTHD	519.99	2-Aug-04	CARE	AA+	AA		
14	IDBI	EPBT	499.54	10-May-04	CARE	AAA	AA		
15	IDBI	EPBT	629.42	10-May-04	CARE	AAA	AA		
16	IDBI	EPBT	1,427.90	16-Mar-98	CARE	AAA	AA		
17	IDBI	EPBT	2,000.00	13-Feb-01	CARE	AAA	AA		
18	IDBI	EPBT	4,969.85	7-May-04	CARE	AAA	AA		
19	IDBI	ECOS	4,974.61	10-Mar-00	CARE	AAA	AA		
20	IDBI	EPBT	5,000.00	24-Mar-98	CARE	AAA	AA		
21	IDBI	EPBT	7,346.32	25-Jan-96	CARE	AAA	AA		
22	IDBI	EPBT	7,495.48	31-Mar-97	CARE	AAA	AA		
23	IDBI	EPBT	8,500.00	3-Oct-03	CARE	AAA	AA		
24	IDBI	EPBT	9,841.61	25-Jul-96	CARE	AAA	AA		
25	IDBI	EPBT	9,929.53	4-May-99	CARE	AAA	AA		
26	IDBI	ECOS	9,975.43	25-Aug-00	CARE	AAA	AA		
27	IDBI	EPBT	9,989.18	22-Jul-98	CARE	AAA	AA		
28	IDBI	EPBT	10,000.00	23-Oct-98	CARE	AAA	AA		
29	IDBI	EPBT	10,000.00	1-Apr-03	CARE	AAA	AA		
30	IDBI	EPBT	10,000.00	1-Apr-03	CARE	AAA	AA		
31	IDBI	EPBT	12,517.67	15-Jan-99	CARE	AAA	AA		
32	IDBI	EPBT	12,996.41	13-Feb-01	CARE	AAA	AA		
33	IDBI	EPBT	15,000.00	10-Mar-00	CARE	AAA	AA		
34	IDBI	EPBT	19,943.17	17-Oct-98	CARE	AAA	AA		
35	IDBI	EPBT	20,000.00	2-Jun-98	CARE	AAA	AA		
36	IDBI	ECOS	20,000.00	28-Jul-99	CARE	AAA	AA		
37	IDBI	ECOS	20,000.00	28-Jul-99	CARE	AAA	AA		
38	IDBI	ECOS	20,000.00	29-Sep-00	CARE	AAA	AA		
39	IDBI	EPBT	20,000.00	30-Apr-01	CARE	AAA	AA		
40	IDBI	EPBT	20,000.00	25-Jul-03	CARE	AAA	AA		
41	IDBI	EPBT	25,000.00	12-Nov-01	CARE	AAA	AA		
42	IDBI	EPBT	25,000.00	26-Nov-01	CARE	AAA	AA		
43	IDBI	EPBT	25,000.00	30-May-02	CARE	AAA	AA		
44	IDBI	EPBT	25,265.60	31-May-02	CARE	AAA	AA		
45	IDBI	EPBT	30,000.00	6-Oct-97	CARE	AAA	AA		
46	IDBI	EPBT	30,000.00	10-Aug-00	CARE	AAA	AA		
47	IDBI	EPBT	30,000.00	13-Mar-02	CARE	AAA	AA		
48	IDBI	EPBT	34,965.75	10-Dec-99	CARE	AAA	AA		
49	IFCI LTD	EPBT	2,426.25	17-Jan-97	CARE	AA	D		
50	IFCI LTD	EPBT	149.67	26-Sep-97	CARE	AA	D		
51	IFCI LTD	EPBT	4,989.46	22-Dec-97	CARE	AA	D		
52	IFCI LTD	EPBT	2,493.99	3-Feb-98	CARE	AA	D		
53	IFCI LTD	EPBT	2,490.70	2-Mar-98	CARE	AA	D		
54	IFCI LTD	EPBT	4,983.75	18-Feb-99	CARE	AA	D		

S.N o.	Particulars of Investment	CAT CODE	Amount As Per Balance Sheet	Date of Investment	Rating Agency	Original Investment Grade	Current Down Grade	Date of Down Grade	Reasons for downgrade
55	IFCI LTD	EPBT	5,000.00	26-Mar-99	CARE	AA		D	
56	IFCI LTD	EPBT	2,500.00	29-Mar-00	CARE	AA		D	
57	IFCI LTD	EPBT	2,500.00	15-Feb-01	CARE	AA		D	
58	IFCI LTD	EPBT	20,000.00	28-Dec-01	CARE	AA		D	
59	IFCI LTD	EPBT	500.00	4-Dec-01	CARE	AA		D	
60	IFCI LTD	EPBT	2,426.25	17-Jan-97	CARE	AA		D	
61	IFCI LTD	EPBT	149.67	26-Sep-97	CARE	AA		D	
62	IFCI LTD	EPBT	4,989.46	22-Dec-97	CARE	AA		D	
63	IFCI LTD	EPBT	2,493.99	3-Feb-98	CARE	AA		D	
64	IFCI LTD	EPBT	2,490.70	2-Mar-98	CARE	AA		D	
65	IFCI LTD	EPBT	4,983.75	18-Feb-99	CARE	AA		D	
66	IFCI LTD	EPBT	5,000.00	26-Mar-99	CARE	AA		D	
67	IFCI LTD	EPBT	2,500.00	29-Mar-00	CARE	AA		D	
68	IFCI LTD	EPBT	2,500.00	15-Feb-01	CARE	AA		D	
69	IFCI LTD	EPBT	500.00	4-Dec-01	CARE	AA		D	
70	INDIA GLYCOLS LTD.	ECOS	500.00	13-Jul-01	CRICIL	AA+		AA-	
71	INDIAN HOTELS CO. LT	ECOS	3,000.00	28-Feb-02	ICRA	LAAA		LAA+	
72	MAHARASHTRA STATE P	FIPTD	2,500.00	30-Jul-01	CARE	A+ (SO)		BBB(SO)	
73	PUDUMJEE PULP & PAPI	ECOS	200.00	4-Jul-00	CARE	A+		A	
74	SHREE RAMA MULTI-TEC	OLDB	1,488.61	27-Apr-01	CARE	A+		D	
75	STERLITE INDUSTRIES	ECOS	4,000.00	10-Apr-03	CARE	AA		AA-	
76	STERLITE INDUSTRIES	ECOS	6,000.00	10-Apr-03	CARE	AA		AA-	
			657,452.29						

CERTIFICATION

Certified that the information given herein are correct and complete to the best of my knowledge and belief and nothing has been concealed or suppressed.

DATE:

NOTE:

- 1 Provide details of Down Graded Investments during the Quarter.
- 2 Provide details of Down Graded Investments as on the reporting date.
- 3 Investments currently upgraded, which were listed as Down Graded during earlier Quarter shall be deleted from the Cumulative listing.
- 4 In the case of Life Insurance Business, FORM-2 shall be prepared in respect of each fund.

S. SARKER
EXECUTIVE DIRECTOR
(INVESTMENT)