**Equity Valuation:**

As stipulated by IRDAI through its circular dated October 30, 2013, Insurer shall select from National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) as Primary and Secondary Exchange and valuation of equity shares shall be made on closing price of the selected Primary Exchange. If such security is not listed/not traded on the Primary Exchange, Insurer shall use the closing price of the Secondary Exchange.

HDFC Life Insurance Company Ltd (HDFC Life) has adopted NSE as its Primary Exchange and BSE as Secondary exchange, thus effective November 20, 2013 HDFC Life would change its existing equity valuation policy of using lower of the last quoted closing prices on the NSE and BSE, at the valuation date To last quoted closing price of the primary exchange i.e. National Stock Exchange (NSE).

**The revised equity valuation policy reads as:**

“Valuation of listed equity shares will be at closing price at Primary exchange i.e. National Stock Exchange (NSE).

If security is not traded on Primary Exchange on a particular valuation day, the closing price at Secondary Exchange i.e. Bombay Stock Exchange (BSE) will be used.

If security is not traded on Primary and Secondary Exchange on a particular valuation day, then price at which it traded on Primary or Secondary Exchange, as the case may be, on the earliest previous day will be used for valuation.”