

FundAssure

Investment Report, April 2011





Dear Friends,

The month of April 2011 saw the benchmark indices, the BSE Sensex and CNX Nifty ending lower by 1.62% and 1.44% respectively, even as the CNX Midcap index posted a gain of 2%.

The rising commodity prices ensured that the WPI inflation of March 2011 clocked 8.98% year on year, well above the consensus of 8.36% and much higher than the central bank's forecast of 8%, inflation averaging around 9.4% in FY 2010-11. The yearly inflation number is much higher than the decade average of around 5.3% and a steep increase from 3.6% registered in FY2009-10.

Index of Industrial Production (IIP) in February 2011 came in well below the consensus of around 4.8% to clock 3.6%. For the April 2010 - February 2011 period, IIP moderated to 7.8% as compared to 10% on year-on-year basis, with manufacturing registering a growth of 8%.

The fourth quarter earnings season has reflected a strong volume growth even though margin pressure is evident across sectors. Some select companies in financials and consumer sectors have been able to pass on the increased cost to the end consumer.

The Indian Meteorological department (IMD) predicted a normal monsoon (98% of Long Period Average (LPA)) indicating that monsoons may reach Kerala by June^{1st}. La Nina effects are likely to remain positive for the Indian monsoons in the initial phase and it is expected to weaken to a neutral zone subsequently. A reliable rainfall forecast is critical as a sizable acreage of crops is monsoon dependent. Key activities such as irrigation, reservoir management, flood control, and hydro power generation are linked to the onset, progress and intensity of monsoons.

Sharp spike in Minimum support prices of food grains, easier access of farm produce to consuming markets as well as a robust increase in bank credit to farmers have led to a surge in farm incomes. There is a clear indication that the robust rural demand witnessed in the Kharif harvest season in October 2010 has extended into the summer season.

Initial data for trade for the full year suggests that FY2011 exports grew by 37.5%, year on year to reach a record of around USD 246 billion, while imports were higher at around USD 350 billion, trade deficit for FY2011 is around USD104 billion.

The first signs of the multi-decadal positive Indian demographic dividend were on display in the 2011 Census, on analyzing the population growth and literacy levels. The key challenge in making the demographic dividend work is skill building and job creation for the millions of Indians entering the job market over this decade. This needs to be done by creating an enabling policy environment and increasing the focus on infrastructure building to remove the bottlenecks for a competitive Indian manufacturing sector.

The markets will continue to be volatile on the back of elevated commodity prices leading to elevated inflation numbers as well as a fluid liquidity situation due to global uncertainties. The equity markets trade at fair value, at levels around the 5 year average PE levels and offer good value over a 3-5 year perspective.

Saravana Kumar

Chief Investment Officer



Market Outlook - Debt

FundAssure, Investment Report, April 2011

TATA
AIG
L I F E

A new look at life

The benchmark 10 year Government security (G-sec) has been under pressure, threatening to break out on the upside in April 2011, starting the month at 7.98% and hardening by 15 bps during the month. This can be largely attributed to stubbornly high and rising headline inflation number for March 2011, which clearly has established that the inflationary pressures in the system have become more generalized. This was reflected by a surge in the non-food manufacturing inflation, which breached the 7% mark. The commodity price rise has been largely passed on to the end customer through the manufacturing chain as the demand has been strong, giving the manufacturers the pricing power in many segments.

The spreads between the corporate bond and the 10 year G-sec was flat at 100 bps for the month, though it spiked up briefly during the month to 115 bps, when there was the new 10 year G-sec issuance. The yield curve of the G-sec as well as the corporate bonds flattened, albeit marginally, during the month. The government issued fresh bonds worth ₹36,000 crores in April 2011. Additionally, the government also issued the Cash management bills to the tune of ₹20,000 crores, to meet the temporary cash requirement of less than 90 days duration.

The government's borrowing calendar for the H1 FY 2012 was released, wherein, the borrowings was pegged at ₹2,50,000 crores (approx. USD 56.2 billion) out of the total year's borrowings of ₹4,17,000 crores (approx.USD 93.7 billion). The first quarter of FY 2012 will see the government borrowing to the tune of ₹1,20,000 crores.(approx. USD 27 billion).

The month started on a positive liquidity mode due to the lagged effects of government spending in March 2011, but became volatile, ending the month in a negative liquidity mode of around ₹50,000 crores.

There was some cheer for the market as Indian Meteorological Department -IMD's long range forecast for the 2011 south-west monsoon season (June to September) was for a normal rainfall, 96-104% of Long Period Average (LPA). IMD stated that quantitatively, monsoon season rainfall is likely to be 98% of the LPA with a model error of $\pm 5\%$. The LPA of the season rainfall over the country as a whole for the period 1951-2000 is 89 cm.

India has two major crop sowing time zones, namely, Kharif (summer) crops, whose sowing starts in mid-July, largely rice, account for around half of total food

grain production and is monsoon-dependant. Rabi (winter) crops, primarily wheat, are sown around November, is also affected by monsoon-dependant ground water level. A good monsoon would further moderate food inflation even as FY 2011 advance estimates indicated a record food grain harvest.

Debt markets are slowly bracing themselves for a much higher government borrowing in the second half of FY 2012, as the government's share of under-recoveries in diesel, kerosene and LPG could be almost three times the budgeted figure. The excess borrowings in the second half would add to the pressure on the 10 year G-sec as well as the corporate would feel the pinch of the rising borrowing costs due to crowding out effects. With the long delayed but inevitable petrol and diesel hikes round the corner, the headline inflation will continue to be in the elevated zone offsetting the moderating food inflation, resulting in the continuation of monetary tightening stance of the RBI.

The RBI increased the policy rate on May 3rd 2011, by 50 bps and could further effect a rate hike of 25-50 bps by the end of H1 FY 2012. There is a valid apprehension among many market watchers that any further rate hikes could have an adverse impact on growth, as the borrowing costs for the industry become unviable, slowing down the investment growth.

With these strong headwinds, the 10 year G-sec could trade in a range of 8.10-8.25% in the near term, with a possibility of breaching the upper end of the range.



Pension Schemes

Market Outlook - Equity

FundAssure, Investment Report, April 2011

TATA
AIG
L I F E

A new look at life

The equity markets, as represented by Benchmark indices put up a lack luster show in April 2011 even as the Mid cap index posted modest gains. The BSE Sensex lost 1.62% and the CNX Nifty closed the month lower by 1.44% with the CNX Midcap index putting on 2% gains.

As the fourth quarter earnings season is on in full swing, the consensus FY 2011 Sensex EPS growth indicates approx. 24% rise in earnings as compared to FY 2010. The EPS is expected to grow by around 18% in FY 2012, year on year. The sensex, at current levels would trade at a ratio of around 14.5 times FY 2012 earnings, at around the five year averages of 1 year forward price earnings levels.

Indian market is still trading at a 35% premium compared to emerging markets, but below the five year rolling averages. There appears to be a divergence in the valuations of the benchmark index, BSE Sensex, when we compare with indices such as BSE Small Cap index, which is trading at a 32% discount as compared to the BSE Sensex. With a possible 15% earnings growth expected, the small cap index is available at single-digit forward multiples, providing a reasonable valuation comfort.

On the flip side, elevated and sticky oil prices do pose a risk to the sustainability of profit margins for India Inc as well as raise their borrowing costs, as the RBI continues effecting hikes in the policy rates to combat global commodities led inflation.

Though there has been a moderation in industrial growth on the back of transmission effects of RBIs continuous monetary tightening, there is some good news from the robust farm production numbers. There is a clear indication that the robust rural demand witnessed in the Kharif harvest season in October 2010 has extended into the summer season.

The sustained rural demand on the back of surging farm incomes can drive domestic consumption demand in the near term, offsetting the negative impact of hardening of interest rates on domestic consumption. Rural demand could buffer the economy from any sudden external shock, such as sharp spikes in global

commodity prices. The sustainability of rural demand could extend to medium term, if the monsoons are normal as per the initial forecast of the Indian Meteorological Department (IMD).

The surging rural incomes creates huge demand in a gamut of product categories- consumer durables, fast moving consumer goods, farm equipments, telecom and farm inputs. Rural infrastructure creation, through government funding in irrigation, roads, rural housing, rural electrification and rural tele-connectivity throws up sizable opportunities for corporate India.

We maintain our view that the markets are reasonably priced at current levels and offer an attractive entry point to an investor, with a 3-5 year time-frame.



Pension Schemes

Pension Equity Fund

Pension Liquid Fund

**Pension
Income Fund**

**Pension Short Term
Income Fund**

Pension Bond Fund

**Pension
Balance Fund**

**Pension
Growth Fund**



Pension Equity Fund

FundAssure, Investment Report, April 2011



A new look at life

Fund Details

Investment Objective : To deliver medium to long-term capital appreciation through a portfolio essentially comprising of large cap stocks that can perform well through market and economic cycles.

Fund Manager : Mr. Saravana Kumar

NAV as on 29 Apr, 2011 : ₹35.72

Benchmark : BSE Sensex - 100%

Investment Style

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

Portfolio

Instrument	Industry	% of NAV
Equity		92.83
Reliance Industries Ltd	Refineries	7.49
ICICI Bank Ltd	Banks	6.67
ITC Ltd	Tobacco Products	6.45
Infosys Technologies Ltd	IT - Software	6.33
State Bank of India	Banks	5.60
HDFC Bank	Banks	5.41
Larsen and Toubro Ltd	Capital Goods- Non Electrical Equipment	3.91
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	3.13
Tata Consultancy Services Ltd	IT - Software	2.64
Mahindra And Mahindra Ltd	Automobile	2.61
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	2.54
Bharti Airtel Ltd	Telecomm-Service	2.41
Tata Motors Ltd	Automobile	2.24
Tata Steel Ltd	Steel	2.01
Sterlite Industries (India) Ltd	Non Ferrous Metals	2.01
HDFC Ltd	Finance	1.92
Asian Paints (India) Ltd	Paints/Varnish	1.89
Axis Bank Ltd	Banks	1.87
Sun Pharmaceutical - Industries Ltd	Pharmaceuticals	1.86
Crompton Greaves Ltd	Capital Goods - Electrical Equipment	1.65

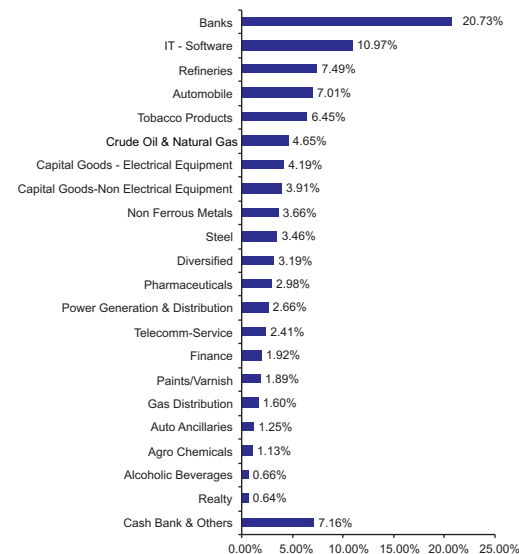
Instrument	Industry	% of NAV
Hindalco Industries Ltd	Non Ferrous Metals	1.65
Gail India Ltd	Gas Distribution	1.60
Cairn India Ltd	Crude Oil & Natural Gas	1.52
Jindal Steel & Power Ltd	Steel	1.45
Exide Industries Ltd	Auto Ancillaries	1.25
Bajaj Auto Ltd - New Shs	Automobile	1.20
Voltas Limited	Diversified	1.20
NTPC Ltd	Power Generation & Distribution	1.16
United Phosphorus Ltd	Agro Chemicals	1.13
Cipla Ltd	Pharmaceuticals	1.12
Sintex Industries Ltd	Diversified	1.10
Mphasis Ltd	IT - Software	1.02
Wipro Ltd	IT - Software	0.98
Maruti Suzuki India Ltd	Automobile	0.96
Tata Power Co Ltd	Power Generation & Distribution	0.95
Grasim Industries Ltd	Diversified	0.89
Bank of Baroda	Banks	0.83
United Spirits Ltd	Alcoholic Beverages	0.66
Cesc Ltd	Power Generation & Distribution	0.56
Jaiprakash Associates Ltd	Realty	0.50
Punjab National Bank	Banks	0.36
IVRCL Limited	Realty	0.13
Cash Bank & Others		7.16
Total		100.00

Fund Performance

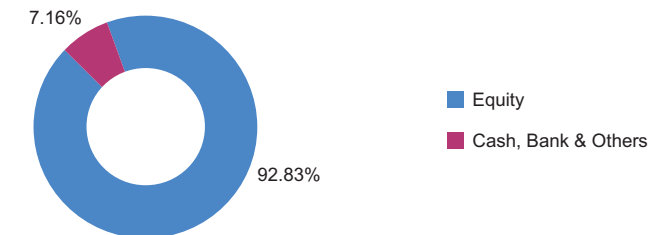
PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 1 Month	31-Mar-11	35.91	19445.22	-0.55%	-1.62%
Last 3 Months	31-Jan-11	34.66	18327.76	3.03%	4.38%
Last 6 Months	29-Oct-10	37.87	20032.34	-5.70%	-4.50%
Last 1 Year	30-Apr-10	32.73	17558.71	9.13%	8.95%
Last 3 Years	30-Apr-08	33.00	17287.31	2.67%	3.43%
Since Inception	29-Mar-04	10.00	5571.37	19.67%	19.01%

Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

Sector Allocation



Asset Allocation



Pension Schemes

Pension Liquid Fund

FundAssure, Investment Report, April 2011

Fund Details

Investment Objective : To provide safety of funds, liquidity and return on investments, in that order.

Fund Manager : Mr. Saravana Kumar

NAV as on 29 Apr, 2011 : ₹15.17

Benchmark : CRISIL Liquid Fund Index -100%

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

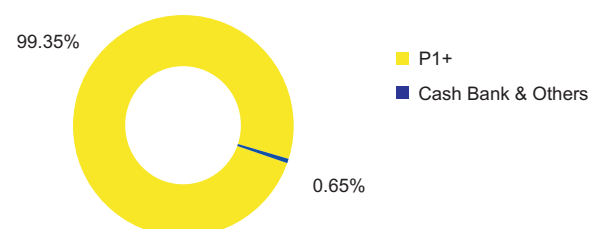
Instrument	Rating	% of NAV
CD/CP's		99.35
Oriental Bank Of Commerce 2012 - CD	P1+	9.47
Punjab National Bank 2012 - CD	P1+	9.47
Syndicate Bank 2012 - CD	P1+	9.25
State Bank of India 2012 - CD	P1+	9.19
Federal Bank 2012 - CD	P1+	8.97
Vijaya Bank 2012 - CD	P1+	8.95
Axis Bank 2012 - CD	P1+	6.53
ICICI Bank 2012 - CD	P1+	6.52
Canara Bank 2012 - CD	P1+	5.28
State Bank of Travancore 2012 - CD	P1+	3.60
Bank of India 2012 - CD	P1+	3.42
Andhra Bank 2011 - CD	P1+	2.94
Aditya Birla Finance Ltd 2011 - CP	P1+	2.89
IDBI Bank 2011 - CD	P1+	2.87
Canara Bank 2011 - CD	P1+	2.87
Axis Bank 2012 - CD	P1+	2.84
ICICI Bank 2012 - CD	P1+	2.84
State Bank of Patiala 2011 - CD	P1+	1.44
Cash Bank & Others		0.65
Total		100.00

Fund Performance

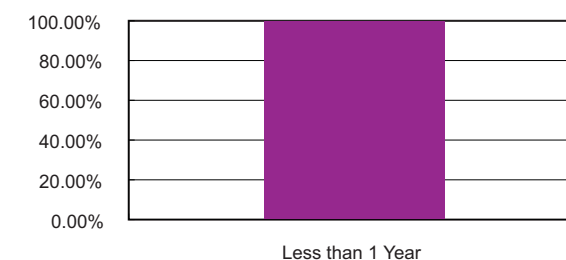
PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 1 Month	31-Mar-11	15.07	1657.04	0.65%	0.57%
Last 3 Months	31-Jan-11	14.91	1635.37	1.75%	1.91%
Last 6 Months	29-Oct-10	14.69	1605.61	3.28%	3.80%
Last 1 Year	30-Apr-10	14.33	1564.79	5.88%	6.50%
Last 3 Years	30-Apr-08	12.48	1393.22	6.71%	6.15%
Since inception	25-May-04	10.00	1113.63	6.20%	5.99%

Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

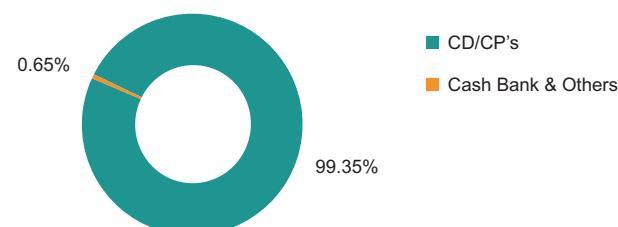
Rating Profile



Maturity Profile



Asset Allocation



Pension Income Fund

FundAssure, Investment Report, April 2011

Fund Details

Investment Objective : To provide long-term capital appreciation by investing in high credit quality fixed-income instruments. Stability of return and protection of principal over a long-term investment horizon will be the prime driver for investment management.

Fund Manager : Mr. Saravana Kumar

NAV as on 29 Apr, 2011 : ₹14.90

Benchmark : CRISIL Composite Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

Instrument	Rating	% of NAV
Government Securities		3.71
9.39% GOI 2011	Sovereign	1.31
7.17% GOI 2015	Sovereign	1.30
8.32% GOI 2032	Sovereign	0.66
7.38% GOI 2015	Sovereign	0.44
Corporate Bonds		57.33
9.95% State Bank Of India 2026	AAA	6.66
8.80% Tata Sons 2015	AAA	3.98
8.60% PFC 2014	AAA	3.94
HDFC LTD 2013	AAA	3.82
9.50% United Phosphorus Ltd 2015	AA+	3.35
7.95% IDFC 2014	AAA	3.24
9.40% LIC Housing Finance Ltd 2013	AAA	3.02
9.80% PFC 2012	AAA	2.37
7.35% HPCL 2012	AAA	2.29
10.75% RECL 2013	AAA	2.07
7.40% Tata Chemicals 2011	AA+	2.00
7.45% LIC Housing 2012	AAA	1.98
7.20% RECL 2012	AAA	1.96
10.95% RECL 2011	AAA	1.69
9.25% DR Reddy's Lab Ltd 2014	AA+	1.67
9.80% ICICI Bank 2013	AAA	1.35

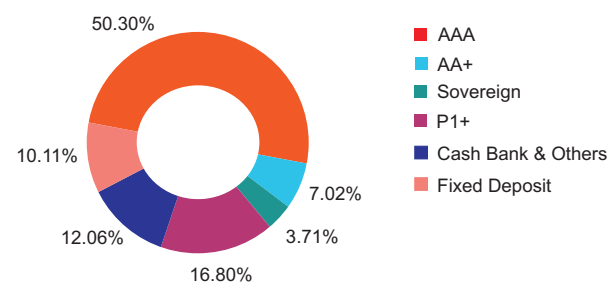
Instrument	Rating	% of NAV
9.45% REC 2013	AAA	1.35
9.50% Exim Bank 2013	AAA	1.35
9.20% Larsen & Toubro 2012	AAA	1.34
9.20% Power Grid 2013	AAA	1.34
8.46% IRFC 2014	AAA	1.32
8.50% PFC 2014	AAA	1.31
8.40% HDFC 2014	AAA	1.30
10.00% IDFC 2012	AAA	0.68
8.5% Exim Bank 2011	AAA	0.67
8.80% SAIL 2015	AAA	0.66
9.09% IRFC 2026	AAA	0.61
CD/CP's		16.80
State Bank of Patiala 2011 - CD	P1+	5.43
ICICI Bank 2012 - CD	P1+	4.48
Bank of Baroda 2011 - CD	P1+	2.25
Canara Bank 2011 - CD	P1+	2.23
Canara Bank 2011 - CD	P1+	1.91
IDBI Bank 2011 - CD	P1+	0.50
Fixed Deposit		10.11
10.20 % Federal Bank 2012		5.39
9.50% State Bank of Hyderabad 2014		4.72
Cash Bank & Others		12.06
Total		100.00

Fund Performance

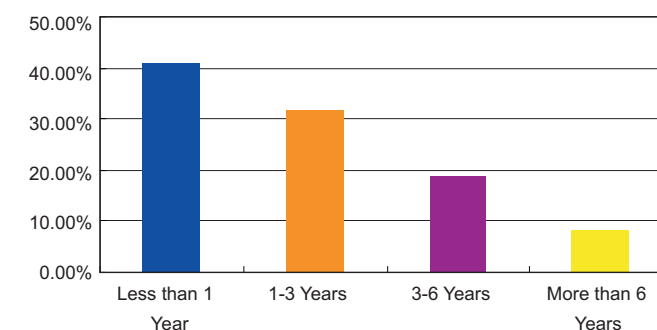
PERIOD	DATE	NAV	Crisil Composite Bond Index	NAV Change	INDEX Change
Last 1 Month	31-Mar-11	14.83	1667.12	0.48%	0.35%
Last 3 Months	31-Jan-11	14.61	1643.29	2.01%	1.80%
Last 6 Months	29-Oct-10	14.47	1630.21	2.96%	2.62%
Last 1 Year	30-Apr-10	14.19	1600.53	4.99%	4.52%
Last 3 Years	30-Apr-08	11.84	1407.74	7.97%	5.92%
Since Inception	02-Mar-04	10.00	1193.20	5.73%	4.83%

Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

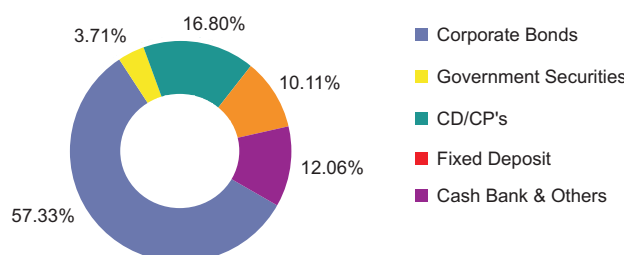
Rating Profile



Maturity Profile



Asset Allocation



Pension Short Term Income Fund

FundAssure, Investment Report, April 2011

Fund Details

Investment Objective : The primary objective is to generate stable returns by investing in fixed-income securities having maturities between 1 & 3 years.

Fund Manager : Mr. Saravana Kumar

NAV as on 29 Apr, 2011 : ₹13.21

Benchmark : CRISIL India Short Term Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

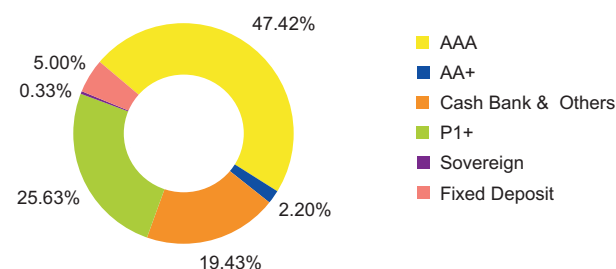
Instrument	Rating	% of NAV
Government Securities		0.33
9.39% GOI 2011	Sovereign	0.33
Corporate Bonds		49.61
7.76% LIC Housing 2012	AAA	13.01
7.90% RECL 2012	AAA	10.87
7.40% Infrastructure 2012	AAA	9.77
9.68% IRFC 2012	AAA	3.91
7.35% HPCL 2012	AAA	3.78
9.50% NABARD 2012	AAA	2.78
9.25% DR Reddy's Lab Ltd 2014	AA+	2.20
7.74% Tata Communication Ltd 2012	AAA	2.19
8.25% Britannia Industries Ltd 2013	AAA	1.11
CD/CP's		25.63
State Bank of Patiala 2011 - CD	P1+	7.89
Canara Bank 2011 - CD	P1+	7.88
IDBI Bank 2011 - CD	P1+	5.23
Syndicate Bank CD - 2012	P1+	4.62
Fixed Deposit		5.00
9.50% State Bank of Hyderabad 2014		5.00
Cash Bank & Others		19.43
Total		100.00

Fund Performance

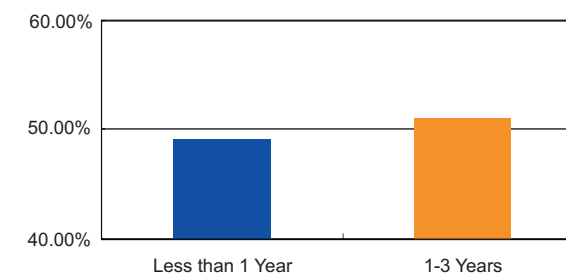
PERIOD	DATE	NAV	Crisil India Short Term Bond Index	NAV Change	INDEX Change
Last 1 Month	31-Mar-11	13.12	1716.04	0.70%	0.53%
Last 3 Months	31-Jan-11	12.96	1693.26	1.93%	1.88%
Last 6 Months	29-Oct-10	12.84	1675.18	2.87%	2.98%
Last 1 Year	30-Apr-10	12.67	1643.38	4.26%	4.98%
Last 3 Years	30-Apr-08	10.55	1415.08	7.79%	6.83%
Since Inception	03-Jul-06	10.00	1242.33	5.94%	7.04%

Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

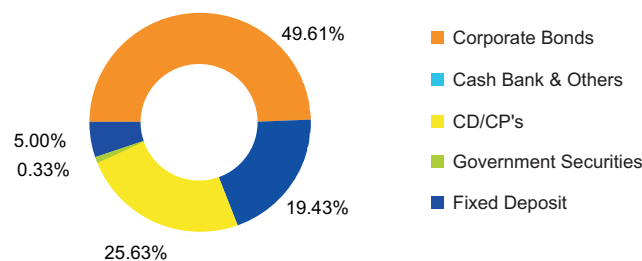
Rating Profile



Maturity Profile



Asset Allocation



Pension Bond Fund

FundAssure, Investment Report, April 2011

Fund Details

Investment Objective : To generate income through investing in a range of debt and money market instruments of various maturities with a view to maximising the optimal balance between yield, safety and liquidity.

Fund Manager : Mr. Saravana Kumar

NAV as on 29 Apr, 2011 : ₹12.73

Benchmark : CRISIL Composite Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

Instrument	Rating	% of NAV
Government Securities		
8.32% GOI 2032	Sovereign	2.36
7.00% GOI 2012	Sovereign	1.78
7.17% GOI 2015	Sovereign	0.70
Corporate Bonds		
9.95% State Bank Of India 2026	AAA	7.91
10.00% PFC 2012	AAA	5.82
2% The Indian Hotels Company Ltd 2014	AA+	5.29
9.50% HDFC Ltd. 2013	AAA	5.07
7.45% LIC Housing 2012	AAA	4.72
9.50% United Phosphorus LTD 2015	AA+	4.20
9.50% Exim Bank 2013	AAA	3.61
9.20% Power Grid 2013	AAA	3.60
8.80% Tata Sons Ltd 2015	AAA	3.56
7.35% HPCL 2012	AAA	2.93
11.75% Rural Electric Corp Ltd 2011	AAA	2.44
9.80% ICICI Bank 2013	AAA	2.43
9.25% DR Reddy's Lab Ltd 2014	AA+	1.96
9.30% Sundaram Finance Ltd 2013	AA+	1.79
6.98% IRFC 2012	AAA	1.66

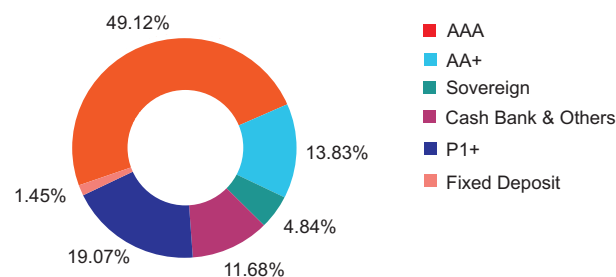
Instrument	Rating	% of NAV
9.30% Tata Sons Ltd 2015	AAA	1.21
9.20% Larsen & Toubro 2012	AAA	1.20
8.46% IRFC 2014	AAA	1.18
7.76% LIC Housing 2012	AAA	0.94
7.40% Tata Chemical 2011	AA+	0.60
9.45% LIC Housing 2012	AAA	0.48
9.09% IRFC 2026	AAA	0.36
CD/CP's		
ICICI Bank 2012 - CD	P1+	4.81
State Bank of Patiala 2011 - CD	P1+	3.43
Canara Bank 2011 - CD	P1+	3.42
Canara Bank 2011 - CD	P1+	2.28
Axis Bank 2012 - CD	P1+	2.26
Bank of Baroda 2011 - CD	P1+	1.72
Bank of Baroda 2011 - CD	P1+	1.14
Fixed Deposit		
9.50% State Bank of Hyderabad 2014		1.45
Cash Bank & Others		
Total		100.00

Fund Performance

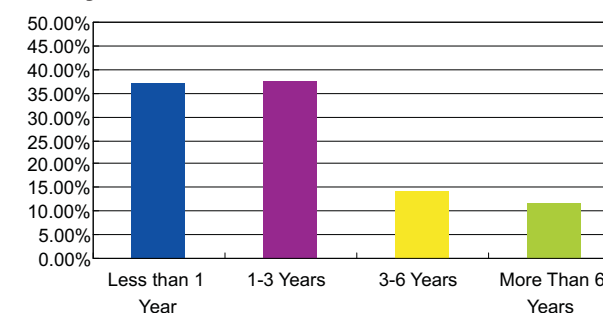
PERIOD	DATE	NAV	Crisil Composite Bond Index	NAV Change	INDEX Change
Last 1 Month	31-Mar-11	12.66	1667.12	0.52%	0.35%
Last 3 Months	31-Jan-11	12.47	1643.29	2.04%	1.80%
Last 6 Months	29-Oct-10	12.36	1630.21	2.99%	2.62%
Last 1 Year	30-Apr-10	12.14	1600.53	4.81%	4.52%
Last 3 Years	30-Apr-08	10.41	1407.74	6.93%	5.92%
Since Inception	17-Aug-07	10.00	1339.53	6.73%	6.19%

Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

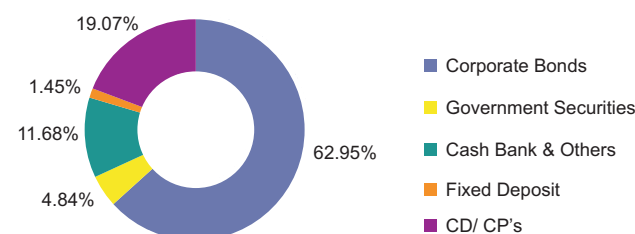
Rating Profile



Maturity Profile



Asset Allocation



Pension Balance Fund

FundAssure, Investment Report, April 2011

Fund Details

Investment Objective : To supplement the income generation from the fixed income instruments with capital appreciation of the equity assets.

Fund Manager : Mr. Saravana Kumar

NAV as on 29 Apr, 2011 : ₹12.57

Benchmark : Nifty - 10%
CRISIL Composite Bond Index - 90%

Debt Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Equity Investment Style

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

Fund Performance

PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 1 Month	31-Mar-11	12.53	0.33%	0.17%
Last 3 Months	31-Jan-11	12.29	2.33%	2.07%
Last 6 Months	29-Oct-10	12.41	1.33%	1.91%
Last 1 Year	30-Apr-10	11.97	5.08%	4.97%
Last 3 Years	30-Apr-08	10.39	6.56%	5.69%
Since Inception	17-Aug-07	10.00	6.38%	6.52%

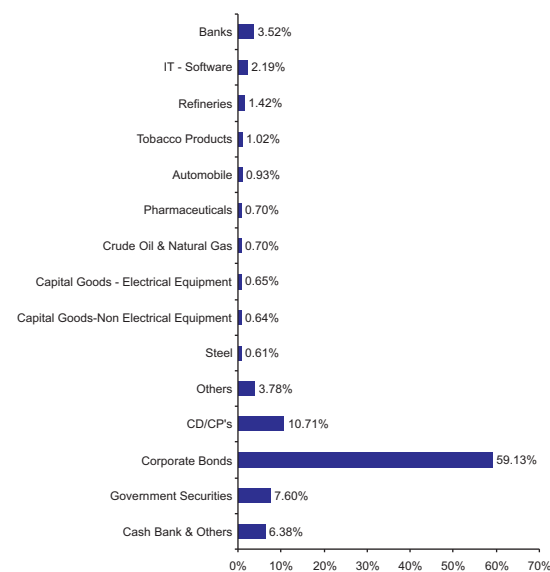
Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

Portfolio

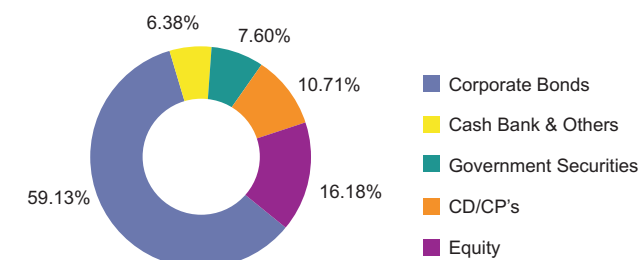
Instrument	Industry	% of NAV
Equity 16.18		
Reliance Industries Ltd	Refineries	1.28
Infosys Technologies Ltd	IT - Software	1.16
ICICI Bank Ltd	Banks	1.04
ITC Ltd	Tobacco Products	1.02
State Bank of India	Banks	0.75
HDFC Bank	Banks	0.70
Larsen and Toubro Ltd	Capital Goods -	
	Non Electrical Equipment	0.64
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	0.49
Tata Consultancy Services Ltd	IT - Software	0.47
Asian Paints (India) Ltd	Paints/Varnish	0.46
Other Equities		8.17
Corporate Bonds 59.13		
8.28% LIC Housing 2015	AAA	9.01
9.95% State Bank Of India 2026	AAA	7.34
7.75% RECL 2012	AAA	5.46
8.80% Power Grid 2015	AAA	4.91
8.70% PFC 2015	AAA	4.56
8.35% HDFC 2015	AAA	3.87
9.20% HDFC 2012	AAA	3.32
7.40% Tata Chemical 2011	AA+	3.03

Instrument	Industry	% of NAV
7.90% RECL 2012	AAA	3.00
9.30% Tata Sons 2015	AAA	2.67
9.20% Power Grid 2015	AAA	2.66
7.35% HPCL 2012	AAA	1.94
8.40% HDFC 2014	AAA	1.93
9.25% DR Reddy's LAB Ltd 2014	AA+	1.71
9.50% NABARD 2012	AAA	1.33
9.09 % IRFC Ltd 2026	AAA	1.33
9.80% PFC 2012	AAA	0.67
8.83% IRFC 2012	AAA	0.26
10.00% PFC 2012	AAA	0.13
CD/CP's		10.71
Bank of Baroda 2011 - CD	P1+	4.44
PNB 2012 - CD	P1+	3.76
Bank of Baroda 2011 - CD	P1+	2.52
Government Securities		7.60
7.17% GOI 2015	Sovereign	5.65
8.30% GOI 2040	Sovereign	1.30
8.32% GOI 2032	Sovereign	0.65
Cash Bank & Others		6.38
Total		100.00

Sector Allocation



Asset Allocation



Pension Growth Fund

FundAssure, Investment Report, April 2011

Fund Details

Investment Objective : The objective of this fund is to generate long term capital appreciation and income by investing a considerable percentage of the fund in equity and equity linked instruments and the balance in Government Bonds and high quality fixed income instruments.

Fund Manager : Mr. Saravana Kumar

NAV as on 29 Apr, 2011 : ₹12.66

Benchmark : Nifty - 30%
CRISIL Composite Bond Fund Index - 70%

Debt Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Equity Investment Style

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

Fund Performance

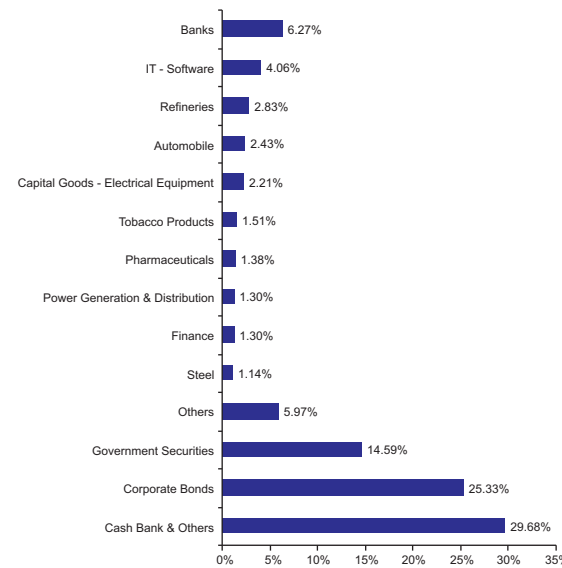
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 1 Month	31-Mar-11	12.65	0.06%	-0.19%
Last 3 Months	31-Jan-11	12.40	2.07%	2.59%
Last 6 Months	29-Oct-10	12.71	-0.40%	0.50%
Last 1 Year	30-Apr-10	12.09	4.76%	5.85%
Last 3 Years	30-Apr-08	9.97	8.29%	5.24%
Since Inception	17-Aug-07	10.00	6.58%	7.18%

Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

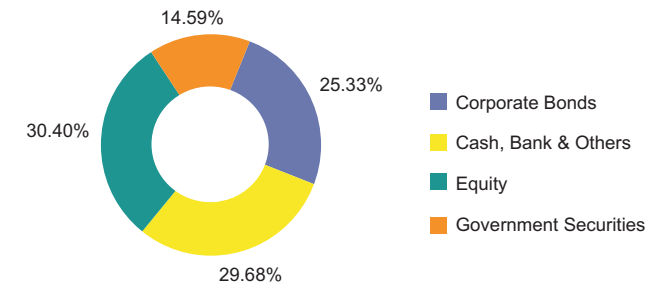
Portfolio

Instrument	Industry	% of NAV
Equity		30.40
Reliance Industries Ltd	Refineries	2.42
Infosys Technologies Ltd	IT - Software	2.18
ICICI Bank Ltd	Banks	1.64
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	1.63
ITC Ltd	Tobacco Products	1.51
HDFC Bank	Banks	1.50
State Bank of India	Banks	1.37
HDFC Ltd	Finance	1.15
Larsen and Toubro Ltd	Capital Goods- Non Electrical Equipment	1.04
Tata Consultancy Services Ltd	IT - Software	0.95
Other Equities		14.99
Government Securities		14.59
7.83 GOI 2018	Sovereign	12.82
9.39 GOI 2011	Sovereign	1.77
Corporate Bonds		25.33
8.28 LIC Housing 2015	AAA	12.63
7.40 Infrastructure 2012	AAA	6.38
8.30 HDFC Ltd 2015	AAA	6.32
Cash Bank & Others		29.68
Total		100.00

Sector Allocation



Asset Allocation



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Tata AIG Life 3rd floor, Unit 302,
Building No. 4, Infinity IT Park,
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Malad (East), Mumbai - 400 097.

Disclaimer

1. The fund is managed by Tata AIG Life Insurance Company Ltd. (hereinafter the "Company").
2. Past performance is not indicative of future results. Returns are calculated on an absolute basis for a period of less than (or equal to) a year, with reinvestment of dividends (if any).
3. All investments made by the Company are subject to market risks. The Company does not guarantee any assured returns. The investment income and price may go down as well as up depending on several factors influencing the market.
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9. ULIP products are different from traditional Life Insurance products and are subject to risk factors.
10. Interest Rate Sensitivity
Less than 3 year duration - Low
3 to 10 years duration - Medium
more than 10 years duration - High
11. Shading indicates the general representative nature of the portfolio to a particular style or cap".
12. Whilst every care has been taken in the preparation of this document, it is subject to correction and markets may not perform in a similar fashion based on factors influencing the capital and debt markets; hence this review note does not individually confer any legal rights or duties.

Insurance is the subject matter of the solicitation

Tata AIG Life Insurance Company Ltd. (Reg. No. 110)
Registered and Corporate Office
Delphi-B Wing, 2nd Floor, Orchard Avenue
Hiranandani Business Park, Powai, Mumbai - 400076

