

FundAssure

Investment Report, July 2011





Dear Friends,

The month of July 2011 was a difficult month for the Indian equity markets as they had to navigate an unexpectedly hawkish monetary policy of the RBI as well as grapple with the high headline inflation numbers and a moderating economic activity.

The Benchmark indices, BSE Sensex and CNX Nifty fell 3.44% and 2.93% respectively over the month of July 2011 even as the CNX Midcap traded flat, gaining 0.58% over the same period.

The expectations built into the first quarter FY 2012 result season was low as Indian corporate reported muted results as input cost pressures (due to raw material price increases and wage escalations) dented corporate margins. The higher financing costs have started impacting key sectors as the RBIs rate hikes are getting transmitted in the system seamlessly.

The RBI in its first quarter monetary policy on July 26th surprised the markets with an unexpected 50 bps rate increase to cool inflationary expectations resulting in a further increase in financing costs of corporate India. However, the beaten down valuations in certain rate sensitive sectors does provide some margin of safety to a long term investor.

On the positive side, there has been a slew of activity from the government, which indicates some urgency to enact policy reforms in order to create more headroom for growth and de-bottleneck the capacity constraints. The fuel price hike, approvals to RIL-BP deal, the appointment of Mr. Sushil Modi as the chairperson of the GST taskforce, progress on 51% in multi-brand retail at the secretary's level and the third phase of FM radio privatization are some of the key decisions taken in recent weeks. The markets will be keenly watching the progress of the Monsoon session of parliament as there are key bills, including the Land Acquisition, Mining, Lokpal and the Food Security bill, which have been listed for introduction and a possible passage in the session.

The Southwest monsoon rainfall has shown a weakening trend in July as the month's rainfall recorded a shortfall of more than 10%, with the overall cumulative rainfall from June 1st till July 27th registering a 3.8% below normal reading. The good news on the monsoon front comes from a good distribution of rains as the planting of rice, the principal crop, has managed to inch up to 2010 levels thus far. The turnaround in raw cotton cropping has been sharp as it has surged 11% higher than 2010 levels so far, from trailing by 30%, a fortnight ago. The main concern is stemming from a lag in pulses, at around 15% lower level than 2010 levels. The reservoirs have received heavy inflows and have clocked 35% of the full reservoir levels (FRL) as against 27% of the long period average as of July 27th.

Global news flow was dominated by the US debt ceiling concerns before the August 2nd deadline. In a last ditch compromise formula the Obama administration and the congressional leaders stitched up a two stage increase in debt ceiling totaling USD 2.4 trillion and averted what could have been a catastrophic US default, an event which could have sent tremors across the global financial markets. The long term US debt reduction plan would involve a combination of spending cuts and tax increases in an effort to rein in the mounting budget deficit and retain the coveted AAA sovereign rating.

With the overhang of a looming double digit WPI inflation and slowing industrial production, the MSCI India index has underperformed major global indices in 2011 and delivered a negative 12% return calendar year to date (CYTD) as against 1.7% by MSCI Asia ex JAPAN and 3.6% by MSCI US. The FIIs have invested USD 2.30 billion in the Indian market CYTD as against the DIIs inflow of USD 3.06 billion during the same period.

Given the reasonable valuations of the Indian market, we believe that the market presents an attractive level for a retail investor with a 3-5 year view as it trades around the historical one year forward price earnings.

Saravana Kumar
Chief Investment Officer



The month of July 2011 was a roller coaster ride for the debt markets as the benchmark 10 year Government security (G-sec) started the month at 8.33% and rallied to 8.25% during the month after a better than expected WPI inflation number and closed at 8.45% after an unexpected 50 bps rate increase by the RBI. Overall, the G-sec yields hardened by 12 bps in this macro-event heavy month.

In contrast to the G-sec hardening, the corporate bond yield eased by 13 bps in July from 9.63% to 9.50%. As a consequence, the corporate bond spread over the 10 year G-sec was in the range of around 90 bps over the month of July as against over 110 bps in June.

The backdrop of negative liquidity was evident at the start of the month due to advance tax overhang from the previous month, starting at around ₹1,00,000 crores and easing to ₹20,000 -30,000 crores over the first fortnight of July, post the substantial G-sec redemptions during the period to the tune of around ₹37,000 crores. During the second fortnight of July, the liquidity tightened to an average of negative ₹60,000 crores.

The Wholesale Price Index (WPI) Inflation clocked an uncomfortably high 9.44% for the month of June 2011 as against 9.06% for the month of May 2011. However, on the positive side, it was still below the market consensus of 9.7%, with some market watchers even bracing themselves for a double digit shock. The pattern of steep upward revisions of the previous headline inflation numbers was visible as the WPI inflation for April 2010 was raised from 8.66% by over 100 bps to 9.74%.

The Reserve bank of India (RBI) surprised the markets with an increase in the repo rate by 50 bps to 8.0%. While the direction was along expected lines, the magnitude of the increase had not been factored in by the markets. Consequently, the reverse repo rate

under the Liquidity adjustment facility (LAF), automatically adjusted to 7.0% and the Marginal Standing Facility (MSF) rate, recalibrated to 9.0% with immediate effect. This sledge hammer blow to contain inflation was prompted by the possibility of sticky and elevated headline inflation numbers in the first half of 2011-12, as well as the scenario of the inflationary pressures getting more generalized, reflected by a surge in non-food manufactured product inflation in recent months, significantly higher than the average rate of 4 % over the last six years.

The slew of rate hikes from the RBI has resulted in a slowing loan demand. June sectoral credit flows show that credit off take has moderated in a majority of 'key' industrial sectors in June 2011 relative to December 2010. Overall loan growth has come off to just over 19 % as of July 15th from over 21% in March 2011. Deposit growth has shown a sharp increase to around 18 % as of July 15th from 14% levels in mid-2010.

On the fiscal front, the deficit has already clocked 40% of the budgeted amount of ₹4,10,000 crores as of June 2011, mainly due to front-loaded planned expenditure and more than anticipated non-plan expenditure. The government would struggle to achieve its deficit target of 4.6% of GDP on the back of elevated crude prices and a moderating economic activity scenario.

We could see upward pressure on the 10 year G-sec due to the sticky elevated inflation levels and the RBI's continued anti-inflationary stance. The 10 year G-sec could trade in the range of 8.35-8.50% in the near term.



Market Outlook - Equity

FundAssure, Investment Report, July 2011

TATA
AIG
L I F E

A new look at life

The Benchmark indices BSE Sensex and CNX Nifty lost 3.44% and 2.93% respectively in July 2011. The MSCI India lost 2.5% over the month in dollar terms resulting in an underperformance as against the MSCI Emerging markets index, which lost just 0.7% over the same period.

The grinding down of the equity markets can be attributed to a combination of global and local factors. US debt ceiling concerns and debt concerns in the Euro zone periphery have dampened the confidence of investors. The RBI's hawkish monetary policy along with an unexpected 50 bps rate hike and margin pressures witnessed in quarterly earnings of corporate India acted as gravity to the Indian equity market performance in July 2011.

Given the weak global macro situation, it was a surprise to see the strong FII flows in July as FIIs bought over USD1.80 billion into Indian equities. In contrast, the Insurance companies sold USD 167million even as domestic mutual funds bought USD122 million over the month.

With a slew of disappointing results in the Q1 FY 2012 earnings season, the consensus earnings estimates for the broad market (MSCI India) were cut by 1.3% for FY12 (E) and cut by 1.1% for FY13 (E) over the month. The consensus estimates for earnings growth in FY12 (E) and FY13 (E) is 17% and 18% respectively. The breadth of earnings revisions was negative as the margin pressures have been seen across sectors despite robust inflation aided revenue growth.

There have been clear signs of moderating economic activity reflected in softening Index of Industrial production (IIP) and decelerating Purchase Manager's index (PMIs). The Index of Industrial Production (IIP) for the month of May 2011 clocked a disappointing 5.6% growth, much below the consensus of 8.6%, given the favorable base effects of the new IIP series. PMI

decelerated for the third consecutive month in July, to 53.6 from 55.3 the previous month. Both external demand, as reflected in 'New Export Orders', as well as domestic demand, as reflected in 'New Orders', posted a moderation.

The equity market analysts are eagerly watching the Monsoon session of parliament, scheduled for Aug 1st to Sept 8th 2011. Among the 35 bills that would be placed for "consideration and passing" there are several bills having direct implications for the market. Among the 32 new bills for introduction are landmark bills such as the Lokpal bill, Food Security bill, Companies (Amendment) bill, The Nuclear Regulatory Authority bill, 2011, The Mines and Minerals (Development and Regulation) bill and the bill relating to Land Acquisition, Rehabilitation and Resettlement. The government has a window of opportunity to shape policy reforms to raise the trajectory of economic growth and ease supply side inflation pressures arising due to capacity constraints.

Indian export momentum continued into the month of June 2011 as exports clocked USD 29.2 billion registering a growth of 46.5% year on year. Imports for June 2011 stood at USD 36.8 billion growing at 42.5% year on year. While Free Trade Agreements with the emerging economies have driven the exports growth in key industry segments like gems and jewellery, engineering goods, petroleum and petro products, the imports were dominated by a ballooning oil import bill as crude has traced higher levels year on year.

The economy is slowing mixed signals of moderating economic activity even as strong demand conditions exist. We believe that the equity market valuations are reasonable and the current market levels offer an attractive entry point to a long term investor with a 3-5 year view.



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, July 2011

TATA
AIG
L I F E

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 Jul, 2011 : ₹34.44

Benchmark : BSE Sensex - 100%

Investment Style

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

Portfolio

Instrument	Industry	% of NAV
Equity		91.79
Reliance Industries Ltd	Refineries	7.24
ITC Ltd	Tobacco Products	7.10
ICICI Bank Ltd	Banks	6.30
Infosys Ltd	IT - Software	6.13
HDFC Bank	Banks	5.83
State Bank Of India	Banks	4.75
Larsen And Toubro Ltd	Capital Goods-Non Electrical Equipment	4.29
Tata Consultancy Services Ltd	IT - Software	3.66
Bharti Airtel Ltd	Telecomm-Service	3.34
Mahindra And Mahindra Ltd	Automobile	2.65
Axis Bank Ltd	Banks	2.52
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	2.37
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	2.28
Sun Pharmaceutical Industries Ltd	Pharmaceuticals	2.10
Tata Steel Ltd	Steel	1.87

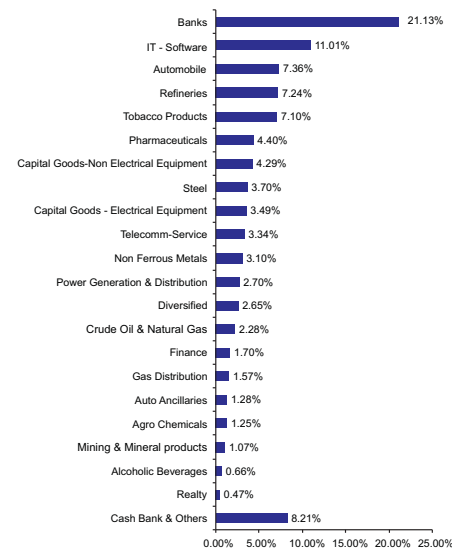
Instrument	Industry	% of NAV
Jindal Steel & Power Ltd	Steel	1.83
Sterlite Industries (India) Ltd	Non Ferrous Metals	1.79
Tata Motors Ltd	Automobile	1.75
Power Finance Corp Ltd	Finance	1.70
Bajaj Auto Ltd - New Shs	Automobile	1.62
Gail India Ltd	Gas Distribution	1.57
Maruti Suzuki India Ltd	Automobile	1.33
Hindalco Industries Ltd	Non Ferrous Metals	1.30
Exide Industries Ltd	Auto Ancillaries	1.28
United Phosphorus Ltd	Agro Chemicals	1.25
Dr Reddys Laboratories Ltd	Pharmaceuticals	1.17
Sintex Industries Ltd	Diversified	1.14
NTPC Ltd	Power Generation & Distribution	1.13
Cipla Ltd	Pharmaceuticals	1.13
Crompton Greaves Ltd	Capital Goods - Electrical Equipment	1.12
Coal India Ltd	Mining & Mineral products	1.07
Other Equity (less than 1% of corpus)		7.17
Cash Bank & Others		8.21
Total		100.00

Fund Performance

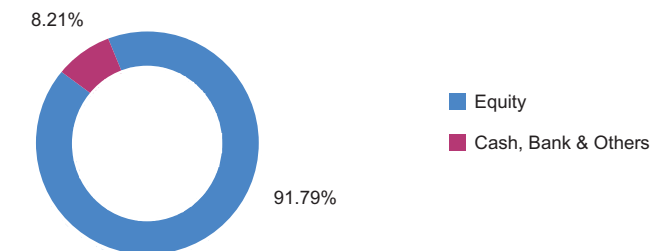
PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 1 Month	30-Jun-11	35.36	18845.87	-2.61%	-3.44%
Last 3 Months	29-Apr-11	35.72	19130.00	-3.58%	-4.88%
Last 6 Months	31-Jan-11	34.66	18327.76	-0.66%	-0.71%
Last 1 Year	30-Jul-10	34.24	17868.29	0.58%	1.84%
Last 3 Years	31-Jul-08	25.92	14355.75	9.93%	8.22%
Since Inception	29-Mar-04	10.00	5571.37	18.36%	17.51%

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 Income Fund

FundAssure, Investment Report, July 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 Jul, 2011 : ₹15.20

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		8.00
7.80% GOI 2021	Sovereign	5.16
6.35% GOI 2024	Sovereign	1.72
8.32% GOI 2032	Sovereign	0.67
7.38% GOI 2015	Sovereign	0.45
Corporate Bonds		48.82
9.95% State Bank Of India 2026	AAA	5.10
8.60% PFC 2014	AAA	4.11
8.80% Tata Sons 2015	AAA	4.11
HDFC LTD 2013	AAA	4.06
9.50% United Phosphorus Ltd 2015	AA+	3.49
7.95% IDFC 2014	AAA	3.37
9.40% LIC Housing Finance Ltd 2013	AAA	3.14
10.75% RECL 2013	AAA	2.14
7.45% LIC Housing 2012	AAA	2.06
7.20% RECL 2012	AAA	2.05
9.25% DR Reddy's Lab Ltd 2014	AA+	1.74
9.80% ICICI Bank 2013	AAA	1.40
9.20% Larsen & Toubro 2012	AAA	1.40
8.50% PFC 2014	AAA	1.36
8.40% HDFC 2014	AAA	1.36
9.64% PGC 2018	AAA	0.88
9.64% PGC 2021	AAA	0.88
9.64% PGC 2017	AAA	0.88

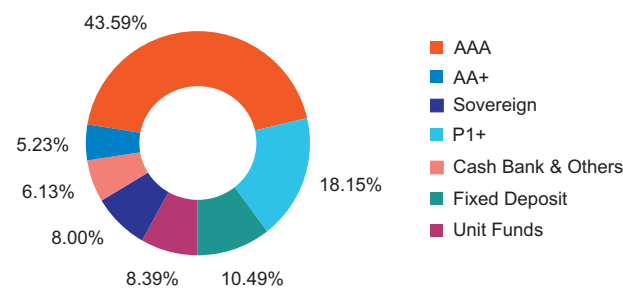
Instrument	Rating	% of NAV
9.64% PGC 2016	AAA	0.88
9.64% PGC 2015	AAA	0.88
9.57% IRFC 2021	AAA	0.78
10.00% IDFC 2012	AAA	0.70
8.80% SAIL 2015	AAA	0.68
9.09% IRFC 2026	AAA	0.62
9.75% SBI Series 2021	AAA	0.53
8.70% PFC 2020	AAA	0.20
CD/CP's		18.15
State Bank of Patiala 2011 - CD	P1+	5.76
ICICI Bank 2012 - CD	P1+	4.76
Bank of Baroda 2011 - CD	P1+	2.38
Canara Bank 2011 - CD	P1+	2.37
Canara Bank 2011 - CD	P1+	2.02
Punjab National Bank 2012 - CD	P1+	0.86
Fixed Deposit		10.49
10.20 % Federal Bank 2012		5.60
9.50% State Bank of Hyderabad 2014		4.90
Unit Fund's		8.39
HDFC Cash Mgt-Savings Plan Gr		4.20
Kotak Liquid Inst Premium-Gr		4.20
Cash Bank & Others		6.13
Total		100.00

Fund Performance

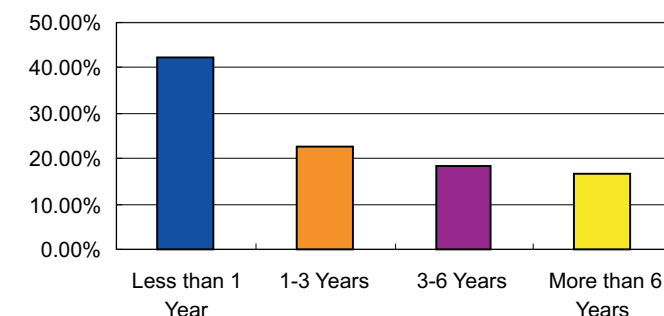
PERIOD	DATE	NAV	Crisil Composite Bond Index	NAV Change	INDEX Change
Last 1 Month	30-Jun-11	15.08	1687.72	0.79%	0.72%
Last 3 Months	29-Apr-11	14.90	1672.95	1.99%	1.61%
Last 6 Months	31-Jan-11	14.61	1643.29	4.04%	3.44%
Last 1 Year	30-Jul-10	14.31	1614.01	6.19%	5.32%
Last 3 Years	31-Jul-08	11.68	1382.84	9.17%	7.12%
Since Inception	02-Mar-04	10.00	1193.20	5.81%	4.89%

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.

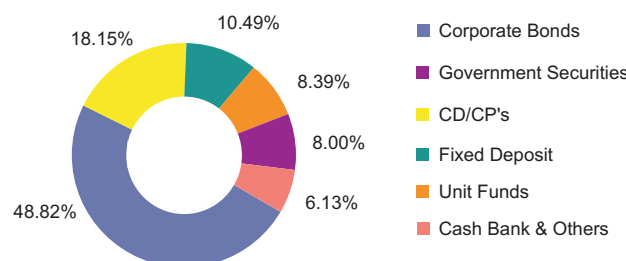
Rating Profile



Maturity Profile



Asset Allocation



Pension Liquid Fund

FundAssure, Investment Report, July 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 Jul, 2011 : ₹15.49

Benchmark : CRISIL Liquid Fund Index -100%

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

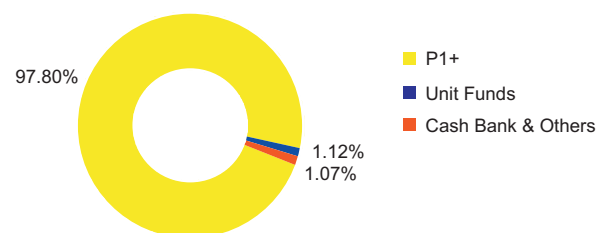
Instrument	Rating	% of NAV
CD/CP's		97.80
State Bank of India 2012 - CD	P1+	9.10
IDBI Bank 2011 - CD	P1+	8.66
Corporation Bank 2012 - CD	P1+	8.41
Oriental Bank Of Commerce 2012 - CD	P1+	7.82
Punjab National Bank 2012 - CD	P1+	7.82
Syndicate Bank 2012 - CD	P1+	7.01
Federal Bank 2012 - CD	P1+	6.81
Vijaya Bank 2012 - CD	P1+	6.79
Axis Bank 2012 - CD	P1+	4.96
ICICI Bank 2012 - CD	P1+	4.96
State Bank of Hyderabad 2012 - CD	P1+	4.16
Canara Bank 2012 - CD	P1+	4.01
State Bank of Travancore 2012 - CD	P1+	2.73
Bank of India 2012 - CD	P1+	2.59
Andhra Bank 2011 - CD	P1+	2.22
Aditya Birla Finance Ltd 2011 - CP	P1+	2.19
Canara Bank 2011 - CD	P1+	2.17
Axis Bank 2012 - CD	P1+	2.16
ICICI Bank 2012 - CD	P1+	2.15
State Bank of Patiala 2011 - CD	P1+	1.09
Unit Fund's		1.12
Kotak Liquid Inst Premium-Gr		1.12
Cash Bank & Others		1.07
Total		100.00

Fund Performance

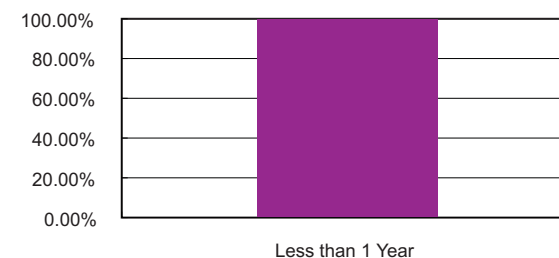
PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 1 Month	30-Jun-11	15.39	1688.85	0.67%	0.58%
Last 3 Months	29-Apr-11	15.17	1666.56	2.10%	1.92%
Last 6 Months	31-Jan-11	14.91	1635.37	3.89%	3.87%
Last 1 Year	30-Jul-10	14.51	1582.48	6.79%	7.34%
Last 3 Years	31-Jul-08	12.74	1416.92	6.73%	6.23%
Since inception	25-May-04	10.00	1113.63	6.28%	6.06%

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.

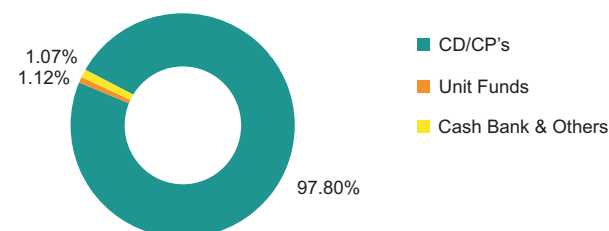
Rating Profile



Maturity Profile



Asset Allocation



Pension Short Term Income Fund

FundAssure, Investment Report, July 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 Jul, 2011 : ₹13.50

Benchmark : CRISIL India Short Term Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

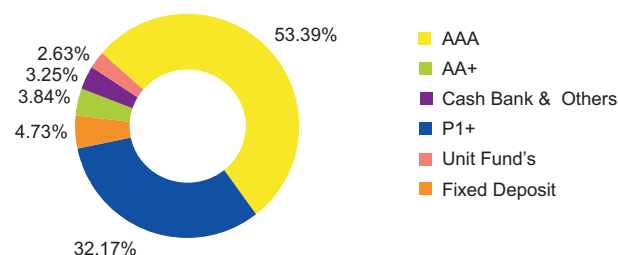
Instrument	Rating	% of NAV
Corporate Bonds		57.23
7.76% LIC Housing 2012	AAA	12.35
7.90% RECL 2012	AAA	10.32
7.40% Infrastructure 2012	AAA	9.28
10.40% ICICI Sec Prim Deal Ltd 2013	AAA	5.33
9.20% Power Grid 2013	AAA	5.23
9.25% DR Reddy's Lab Ltd 2014	AA+	3.84
9.68% IRFC 2012	AAA	3.69
9.50% NABARD 2012	AAA	2.63
8.25% Britannia Industries Ltd 2013	AAA	2.49
7.74% Tata Communication Ltd 2012	AAA	2.08
CD/CP's		32.17
State Bank of Patiala 2011 - CD	P1+	7.63
Canara Bank 2011 - CD	P1+	7.62
IDBI Bank 2011 - CD	P1+	5.06
Oriental Bank Of Commerce 2012 - CD	P1+	4.95
Syndicate Bank CD - 2012	P1+	4.47
State Bank of Hyderabad 2012 - CD	P1+	2.43
Fixed Deposit		4.73
9.50% State Bank of Hyderabad 2014		4.73
Unit Fund's		2.63
Kotak Liquid Instit Premium-Gr		2.63
Cash Bank & Others		3.25
Total		100.00

Fund Performance

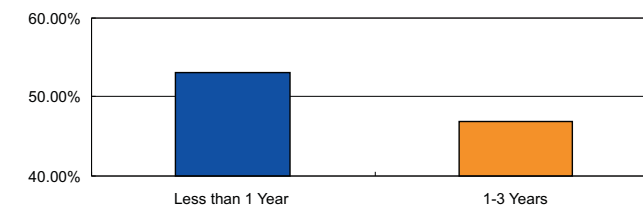
PERIOD	DATE	NAV	Crisil India Short Term Bond Index	NAV Change	INDEX Change
Last 1 Month	30-Jun-11	13.40	1746.69	0.76%	0.77%
Last 3 Months	29-Apr-11	13.21	1725.16	2.20%	2.03%
Last 6 Months	31-Jan-11	12.96	1693.26	4.17%	3.95%
Last 1 Year	30-Jul-10	12.72	1655.29	6.18%	6.34%
Last 3 Years	31-Jul-08	10.60	1422.08	8.39%	7.37%
Since Inception	03-Jul-06	10.00	1242.33	6.10%	7.11%

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.

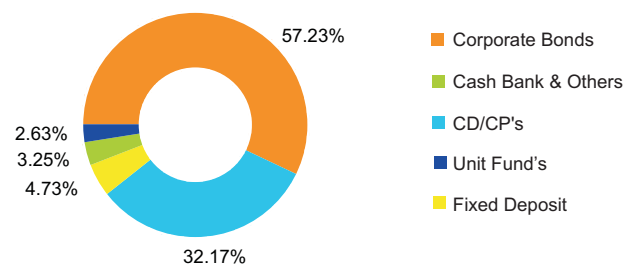
Rating Profile



Maturity Profile



Asset Allocation



Pension Bond Fund

FundAssure, Investment Report, July 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 Jul, 2011 : ₹12.97

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 11.99		
7.80% GOI 2021	Sovereign	5.90
8.32% GOI 2032	Sovereign	2.33
6.35% GOI 2024	Sovereign	1.98
7.00% GOI 2012	Sovereign	1.78
Corporate Bonds 52.48		
9.95% State Bank Of India 2026	AAA	5.92
2.00% Indian Hotels Company Ltd 2014	AA+	5.36
9.50% HDFC Ltd. 2013	AAA	5.07
7.45% LIC Housing 2012	AAA	4.74
9.50% United Phosphorus Ltd 2015	AA+	4.21
9.25% DR Reddy's Lab Ltd 2014	AA+	4.00
8.80% Tata Sons 2015	AAA	3.54
9.80% ICICI Bank 2013	AAA	2.43
10.70% Sundaram Finance Ltd 2014	AA+	1.86
6.98% IRFC 2012	AAA	1.67
9.64% PGC Ltd 2018	AAA	1.52
9.64% PGC Ltd 2021	AAA	1.52
9.64% PGC Ltd 2017	AAA	1.52
9.64% PGC Ltd 2016	AAA	1.52
9.64% PGC Ltd 2015	AAA	1.52

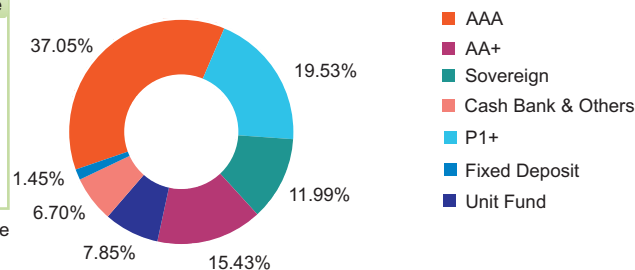
Instrument	Rating	% of NAV
9.20% Larsen & Toubro 2012	AAA	1.21
9.30% Tata Sons 2015	AAA	1.20
9.75% SBI Series 2021	AAA	1.02
7.76% LIC Housing 2012	AAA	0.95
9.57% IRFC 2021	AAA	0.86
9.45% LIC Housing 2012	AAA	0.48
9.09% IRFC 2026	AAA	0.36
CD/CP's 19.53		
ICICI Bank 2012 - CD	P1+	4.93
State Bank of Patiala 2011 - CD	P1+	3.51
Canara Bank 2011 - CD	P1+	3.50
Canara Bank 2011 - CD	P1+	2.33
Axis Bank 2012 - CD	P1+	2.32
Bank of Baroda 2011 - CD	P1+	1.76
Bank of Baroda 2011 - CD	P1+	1.17
Fixed Deposit 1.45		
9.50% State Bank of Hyderabad 2014		1.45
Unit Fund 7.85		
HDFC Cash Mgt-Savings Plan Gr		4.23
Kotak Liquid Inst Premium-Gr		3.62
Cash Bank & Others 6.70		
Total		100.00

Fund Performance

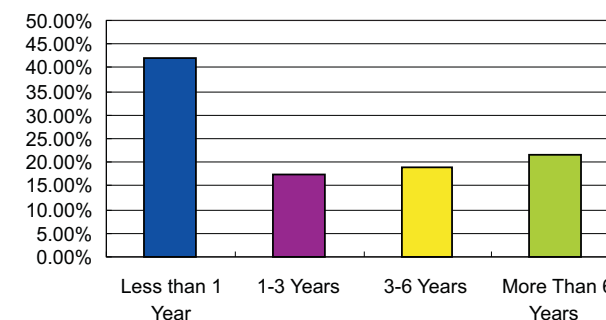
PERIOD	DATE	NAV	Crisil Composite Bond Index	NAV Change	INDEX Change
Last 1 Month	30-Jun-11	12.87	1687.72	0.79%	0.72%
Last 3 Months	29-Apr-11	12.73	1672.95	1.93%	1.61%
Last 6 Months	31-Jan-11	12.47	1643.29	4.01%	3.44%
Last 1 Year	30-Jul-10	12.23	1614.01	6.08%	5.32%
Last 3 Years	31-Jul-08	10.22	1382.84	8.26%	7.12%
Since Inception	17-Aug-07	10.00	1339.53	6.81%	6.22%

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.

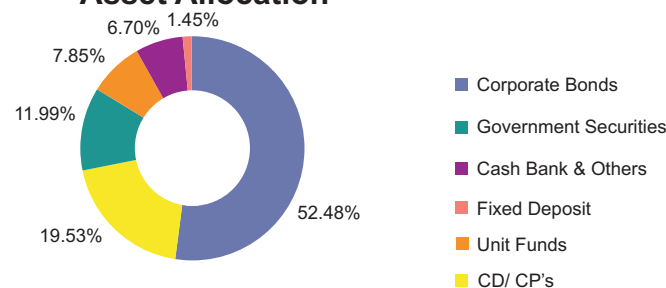
Rating Profile



Maturity Profile



Asset Allocation



Pension Balance Fund

FundAssure, Investment Report, July 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 Jul, 2011 : ₹12.66

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	30-Jun-11	12.63	0.26%	0.36%
Last 3 Months	29-Apr-11	12.57	0.70%	0.98%
Last 6 Months	31-Jan-11	12.29	3.04%	3.06%
Last 1 Year	30-Jul-10	12.12	4.49%	5.00%
Last 3 Years	31-Jul-08	10.00	8.18%	7.23%
Since Inception	17-Aug-07	10.00	6.16%	6.35%

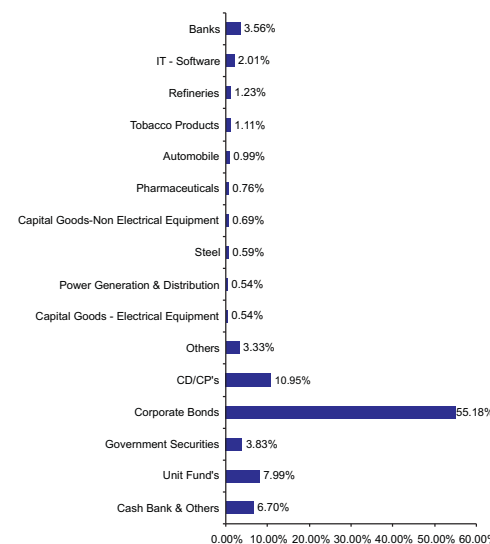
Note : The investment income and prices may go down as well as up. "Since Inception" and "3-years" period returns are calculated as per CAGR.

Portfolio

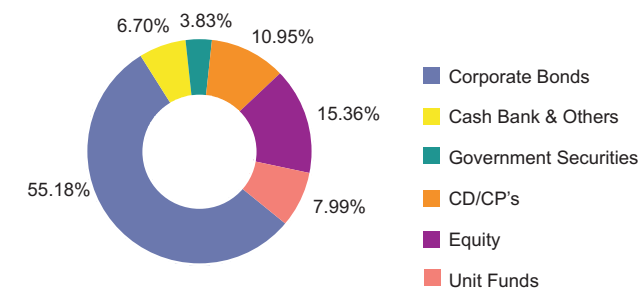
Instrument	Industry	% of NAV
Equity 15.36		
ITC Ltd	Tobacco Products	1.11
Infosys Ltd	IT - Software	1.11
Reliance Industries Ltd	Refineries	1.07
ICICI Bank Ltd	Banks	0.97
HDFC Bank	Banks	0.81
Larsen And Toubro Ltd	Capital Goods-Non Electrical Equipment	0.69
State Bank Of India	Banks	0.62
Tata Consultancy Services Ltd	IT - Software	0.50
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	0.43
Mahindra And Mahindra Ltd	Automobile	0.38
Other Equity		7.66
Corporate Bonds 55.18		
8.28% LIC Housing 2015	AAA	8.98
9.95% State Bank Of India 2026	AAA	5.74
7.75% RECL 2012	AAA	5.48
8.80% Power Grid 2015	AAA	4.88
8.70% PFC 2015	AAA	4.55
8.35% HDFC 2015	AAA	3.85
9.20% HDFC 2012	AAA	3.32
7.90% RECL 2012	AAA	3.01
9.30% Tata Sons 2015	AAA	2.65

Instrument	Industry	% of NAV
9.20% Power Grid 2015	AAA	2.64
8.40% HDFC 2014	AAA	1.94
9.25% DR Reddy's LAB Ltd 2014	AA+	1.72
9.57 % IRFC Ltd 2021	AAA	1.49
10.40% ICICI Sec Prim Deal Ltd 2013	AAA	1.35
9.50% NABARD 2012	AAA	1.33
9.09 % IRFC Ltd 2026	AAA	1.31
9.80% PFC 2012	AAA	0.67
8.83% IRFC 2012	AAA	0.26
CD/CP's 10.95		
Bank of Baroda 2011 - CD	P1+	2.57
Bank of Baroda 2011 - CD	P1+	4.53
PNB 2012 - CD	P1+	3.84
Government Securities 3.83		
7.80% GOI 2021	Sovereign	1.91
8.30% GOI 2040	Sovereign	1.27
8.32% GOI 2032	Sovereign	0.64
Unit Fund's 7.99		
Tata Liquid Super High Invest Pl-App.		3.99
HDFC Cash Mgt-Savings Plan Gr		3.99
Cash Bank & Others 6.70		
Total		100.00

Sector Allocation



Asset Allocation



Pension Growth Fund

FundAssure, Investment Report, July 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 Jul, 2011 : ₹12.63

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

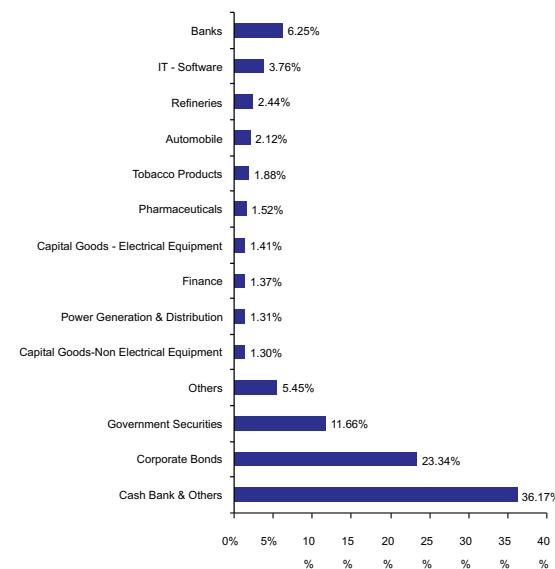
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 1 Month	30-Jun-11	12.69	-0.45%	-0.37%
Last 3 Months	29-Apr-11	12.66	-0.21%	-0.27%
Last 6 Months	31-Jan-11	12.40	1.86%	2.28%
Last 1 Year	30-Jul-10	12.31	2.64%	4.36%
Last 3 Years	31-Jul-08	10.05	7.94%	7.43%
Since Inception	17-Aug-07	10.00	6.10%	6.62%

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.

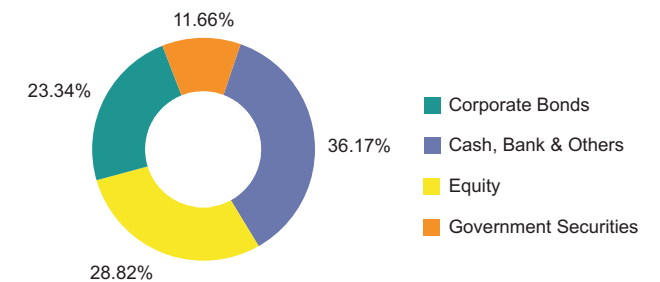
Portfolio

Instrument	Industry	% of NAV
Equity		28.82
Infosys Ltd	IT - Software	2.09
Reliance Industries Ltd	Refineries	2.05
ITC Ltd	Tobacco Products	1.88
HDFC Bank	Banks	1.83
ICICI Bank Ltd	Banks	1.72
Larsen And Toubro Ltd	Capital Goods-Non Electrical Equipment	1.30
State Bank Of India	Banks	1.06
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	1.05
HDFC Ltd	Finance	1.04
Tata Consultancy Services Ltd	IT - Software	1.03
Other Equity		13.76
Government Securities		11.66
7.83% GOI 2018	Sovereign	11.66
Corporate Bonds		23.34
8.28% LIC Housing 2015	AAA	11.61
7.40% Infrastructure 2012	AAA	5.92
8.30% HDFC Ltd 2015	AAA	5.81
Cash Bank & Others		36.17
Total		100.00

Sector Allocation



Asset Allocation



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For any enquiries Call our 24-hour Helpline no's
1-860-266-9966
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Peninsula Corporate Park,
Ganpatrao Kadam Marg,
Lower Parel, Mumbai 400 013

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
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Hiranandani Business Park, Powai, Mumbai - 400076

Pension Schemes

