



Dear Friends,

*March 2010 was a truly eventful month.....*

*The month of March started with the post budget rally as the markets were pleasantly surprised by Finance Minister's efforts to rein in fiscal deficit through calibrated rollback of stimulus, still creating an enabling environment for positive growth momentum. The rally, which started on the Budget Day has put in more than a 1000 sensex points and despite global concerns on possible sovereign defaults, markets have truly climbed the proverbial wall of worry.*

*The RBI, meanwhile signalled the end of an easy liquidity regime by increasing the Repo and Reverse Repo rate by 25 bps and leading economists to believe that there is another round of rate hikes to be expected when the RBI meets for the fourth quarter review on April 20, 2010. The 10 year G-sec bond yields had breached the 8% mark when the rate hike was announced and has since been hovering around the 7.75%-7.85% range. The Government of India's borrowing calendar would further trigger the interest rate movements, going forward.*

*As for our funds, the equity and hybrid funds have benefited from participating in the equity market rally and debt funds have extended the outperformance against the benchmark index over a 12 month horizon. It gives me great pleasure to communicate to you that our Debt and Hybrid funds have largely outperformed the benchmark over a 2 year perspective whereas most of the equity funds have turned around by beating the benchmark in the near term, i.e. 6 month perspective.*

*I take this opportunity to reiterate that at TATA-AIG Life, it is our endeavour to give a superior risk adjusted return to our policyholders in the longterm. We believe that we could consistently outperform the benchmark indices in the long run through our disciplined allocation to stocks, sectors and asset classes backed up by a rigour in the process of stock selection and active fund management.*

*I thank you for placing your trust in the TALIC Investment team.*

*Happy Investing*

**Saravana Kumar**  
Chief Investment Officer

## INVESTMENT PHILOSOPHY

**Investment Objective :** To Generate a superior and consistent risk adjusted investment returns to meet investors long term objective and return expectation.

**The foundation of the investment philosophy rests on the following tenets:**

- ◆ We have a long term view based on fundamental research to meet our investor's long term objectives
- ◆ We follow a well defined research process & methodology with rigour
- ◆ We have a largely bottom up stock picking to identify quality stocks at reasonable valuations
- ◆ We follow the same philosophy used for Balance sheet and third party investment

**These make us well suited for insurance and pension fund investment.**

## DEBT MARKET OUTLOOK

The Index of Industrial Production (IIP) for the month of January 2010 was up 16.7 % (yoy) with resilient manufacturing sector showing a growth of 17.9%. Overall growth was broad based with 14 out of 17 sectors showing positive growth. IIP data - signaling broad based recovery – strengthened market expectation of monetary tightening in 20th April 2010's RBI monetary policy review.

RBI, in turn speeded up the impending rate hike by increasing the repo and the reverse repo by 25 bps. While this marks the first phase of direct policy tightening, rate hikes have been on the cards for a while given: (1) the upturn in the economy as reflected in the buoyancy in industrial production, loan growth, non-oil imports, and (2) inflation crossing the RBI's March '10 estimate of 8.5% and heading towards double-digit levels

We expect another round of rate action of atleast 25 bps in April '10. Overall, we see the RBI tightening by a further 150-175 bps over the next financial year, though the speed of the rate action will slowdown post May'10. We expect the headline inflation figure to peak by May before easing off. The components driving inflation will shift from food to non-food basket, driven by petroleum products and manufacturing goods.

We expect the interest rates to show an upward bias and are closely monitoring key developments in the market. The RBI announced the government's borrowing schedule for H1FY11 on Mar 29th '10. The government expects to borrow Rs 287,000 crore in gross terms. Net of redemptions, supply of government paper will amount to Rs 206,219 crore. As proportion of the full-year borrowing programme, the gross and net-supply amount to 62.8% and 60.2% respectively. Lack of supply, dwindling volumes and year-end consideration in March have meant that the longs are in control of the market and the 10 year G-sec is in a range between 7.75%-7.85%. Once the auctions start right from April beginning, we expect normalcy to return and yields to rise quite rapidly. leaving us to predict that the benchmark 10Y will see a range of 8.25 – 8.40% by June10.

## EQUITY MARKET OUTLOOK

The equity markets had a smart rally of more than a 1000 sensex points since budget and are consolidating around the 17500 levels over the last few trading sessions. The calibrated and somewhat cautious stimulus withdrawal, an expectation of better agricultural output and a surge in manufacturing activity has provided a floor to the market.

The upsides though are capped in the near term as RBI's further rate action, the possibility of double digit inflation and global uncertainties are keeping the market on a tight leash. The recent primary market offerings, especially from the government stables have met with a lukewarm response by investors due to its steep valuation and good proxies in the listed space.

We believe that the valuations are rich and are likely to remain so in the near term as global funds keep chasing superior growth prospects in Indian economy. In that context, the projected earnings needs to come through to justify these valuations and there would not be any room for disappointments.

Domestic liquidity, primarily due to ULIP scheme inflows in Q4 FY 10 is robust though the global liquidity scenario depends on the emerging market risk perceptions and the looming possibilities of sovereign defaults in Europe. It is widely expected that European Union would lead the IMF sponsored bailout of Greece and prevent the contagion to spread to other European nations such as Portugal, Ireland and Spain.

With first signs of a V-shaped recovery in emerging markets in general and India in particular, we see Indian equities outperforming the advanced markets where the recovery is much more fragile. The exit of fiscal stimulus in advanced markets forced by an unsustainable fiscal deficits could however create global shocks which could impact liquidity flows into emerging markets and thereby market performance in the near term.

## INDEX

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## Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

## Fund Details

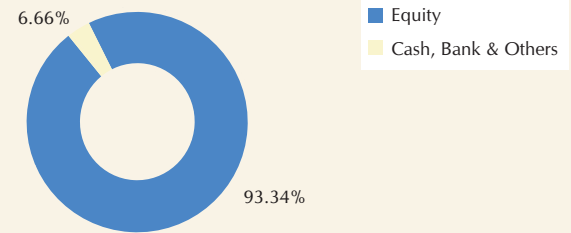
<b>Investment Objective</b>	: To deliver medium to long-term capital appreciation through a portfolio essentially comprising of large cap stocks that can perform well through market and economic cycles.
<b>Fund Manager</b>	: Mr. Saravana Kumar
<b>NAV as on 31 Mar, 10</b>	: Rs. 32.1735
<b>Benchmark</b>	: BSE Sensex - 100%

## Fund Performance

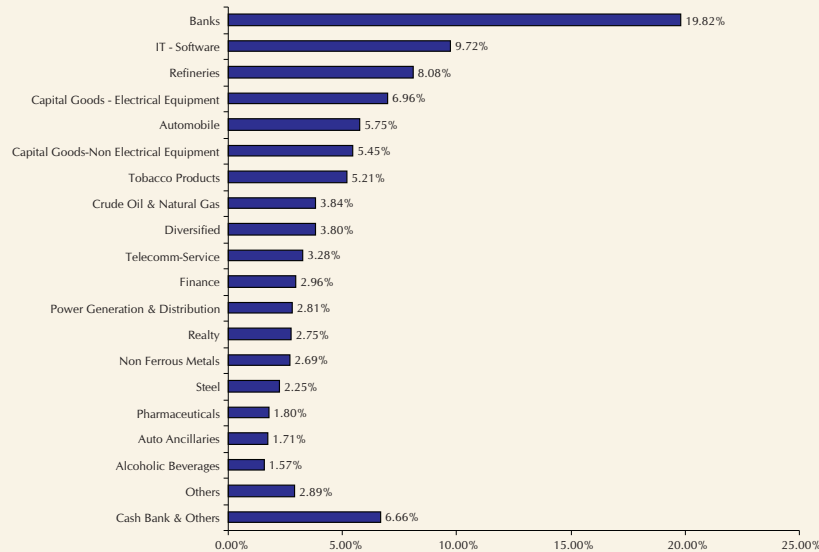
PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 1 Month	26-Feb-10	30.20	16429.55	6.55%	6.68%
Last 3 Months	31-Dec-09	31.70	17464.81	1.51%	0.36%
Last 6 Months	30-Sep-09	30.43	17126.84	5.73%	2.34%
Last 1 Year	31-Mar-09	16.94	9708.50	89.91%	80.54%
Last 3 Year	30-Mar-07	24.00	13072.10	10.26%	10.27%
Since Inception	29-Mar-04	10.00	5571.37	21.47%	21.02%

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.

## Asset Allocation



## Sector Allocation



## Portfolio

Instrument	Industry	% of NAV
<b>Equity</b>		<b>93.34</b>
Reliance Industries Ltd	Refineries	8.08
Infosys Technologies Ltd	IT - Software	6.47
ICICI Bank Ltd	Banks	5.28
ITC Ltd	Tobacco Products	5.21
HDFC Bank	Banks	5.17
State Bank Of India	Banks	4.11
Larsen And Toubro Ltd	Capital Goods-Non Electrical Equipment	4.03
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	3.31
Bharti Airtel Ltd	Telecomm-Service	3.28
Axis Bank Ltd	Banks	3.24
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	3.04
HDFC Ltd	Finance	2.96
Sterlite Industries (India) Ltd	Non Ferrous Metals	2.69
Crompton Greaves Ltd	Capital Goods - Electrical Equipment	2.26
Tata Steel Ltd	Steel	2.25
Sintex Industries Ltd	Diversified	2.05
Bank Of Baroda	Banks	2.02

Instrument	Industry	% of NAV
Wipro Ltd	IT - Software	1.96
Voltas Limited	Diversified	1.75
Exide Industries Ltd	Auto Ancillaries	1.71
Tata Motors Ltd	Automobile	1.65
Ivrc Infrastructure & Projects Ltd	Realty	1.64
United Spirits Ltd	Alcoholic Beverages	1.57
Cesc Ltd	Power Generation & Distribution	1.51
Mahindra And Mahindra Ltd	Automobile	1.50
Mcnally Bharat Engineering Co Ltd	Capital Goods-Non Electrical Equipment	1.42
Maruti Suzuki India Ltd	Automobile	1.40
Mphasis Ltd	IT - Software	1.23
Bajaj Auto Ltd - New Shs	Automobile	1.20
Jaiprakash Associates Ltd	Realty	1.11
Tata Power Co Ltd	Power Generation & Distribution	1.09
Sun Pharmaceutical Industries Ltd	Pharmaceuticals	1.06
Other Equity(less than 1.00% of corpus)		6.09
<b>Cash Bank &amp; Others</b>		<b>6.66</b>
<b>Total</b>		<b>100.00</b>

### Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

### Fund Details

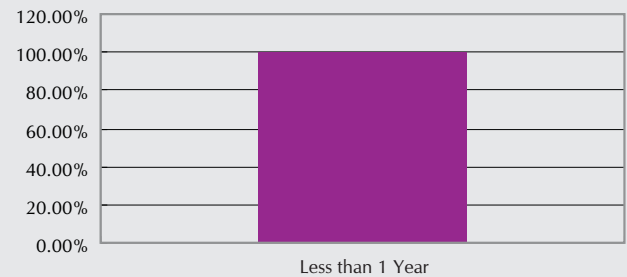
<b>Investment Objective</b>	: To provide safety of funds, liquidity and return on investments, in that order.
<b>Fund Manager</b>	: Mr. Saravana Kumar
<b>NAV as on 31 Mar, 10</b>	: Rs. 14.2770
<b>Benchmark</b>	: CRISIL Liquid Fund Index -100%

### Fund Performance

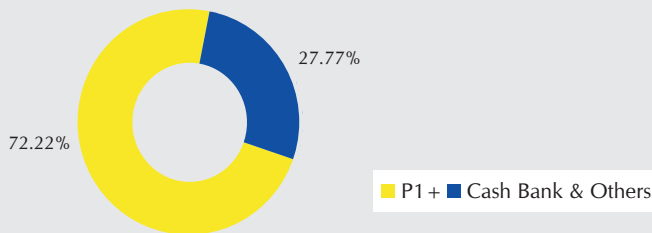
PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 1 Month	26-Feb-10	14.22	1554.03	0.42%	0.40%
Last 3 Months	31-Dec-09	14.11	1545.98	1.18%	0.92%
Last 6 Months	30-Sep-09	13.92	1535.67	2.55%	1.60%
Last 1 Year	31-Mar-09	13.42	1504.63	6.35%	3.69%
Last 3 Year	30-Mar-07	11.35	1285.85	7.93%	6.66%
Since inception	25-May-04	10.00	1113.63	6.27%	5.93%

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.

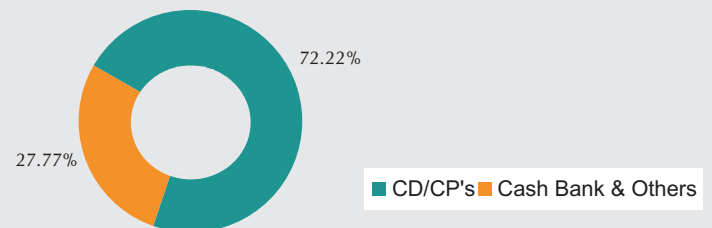
### Maturity Profile



### Rating Profile



### Asset Allocation



### Portfolio

Instrument	Rating	% of NAV
<b>CD/CP's</b>		<b>72.22</b>
RECL 2010 - CP	P1+	17.89
Canara Bank 2010 - CD	P1+	15.46
Axis Bank 2010 - CD	P1+	8.13
HDFC Bank Ltd 2010 - CD	P1+	7.17
Panjab National Bank 2011 - CD	P1+	7.03
Indian Oil Corp. 2010 - CP	P1+	5.84
State Bank of Patiala 2010 - CD	P1+	3.59
Bank of Baroda 2010 - CD	P1+	3.58
Bank of Baroda 2011 - CD	P1+	3.53
<b>CASH BANK &amp; OTHERS</b>		<b>27.77</b>
<b>Net Assets</b>		<b>100.00</b>

**Investment Style**

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

**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 31 Mar, 10** : Rs. 14.0255

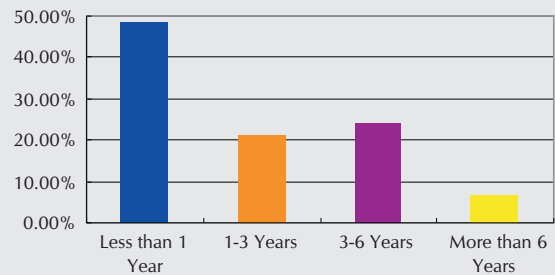
**Benchmark** : CRISIL Composite Bond Fund Index -100%

**Fund Performance**

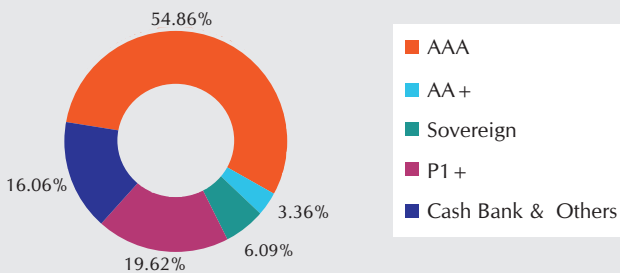
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 1 Month	26-Feb-10	13.92	1574.18	0.77%	0.80%
Last 3 Months	31-Dec-09	13.85	1566.53	1.25%	1.29%
Last 6 Months	30-Sep-09	13.61	1543.70	3.08%	2.79%
Last 1 Year	31-Mar-09	12.98	1505.33	8.03%	5.41%
Last 3 Year	30-Mar-07	10.79	1295.33	9.14%	7.00%
Since Inception	2-Mar-04	10.00	1193.20	5.72%	4.80%

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.

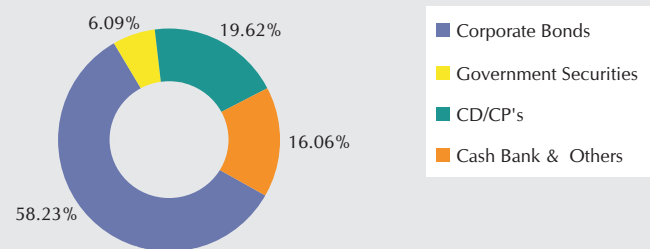
**Maturity Profile**



**Rating Profile**



**Asset Allocation**



**Portfolio**

Instrument	Rating	% of NAV
<b>Government Securities</b>		<b>6.09</b>
6.07% GOI 2014	Sovereign	2.33
9.39% GOI 2011	Sovereign	1.65
7.02% GOI 2016	Sovereign	1.57
7.38% GOI 2015	Sovereign	0.54
<b>Corporate Bonds</b>		<b>58.23</b>
10.20% IDFC 2010	AAA	8.13
2.00% Tata Motors Ltd 2014	AAA	5.10
2.00% Indian Hotels Company Ltd 2014	AA+	3.36
9.80% PFC 2012	AAA	2.97
7.35% HPCL 2012	AAA	2.82
10.75% RECL 2013	AAA	2.64
9.35% ILFS 2010	AAA	2.46
7.45% LIC Housing 2012	AAA	2.44
7.20% RECL 2012	AAA	2.40
10.95% RECL 2011	AAA	2.12
9.15% LIC Housing 2010	AAA	2.05
10.75% Reliance Industries 2018	AAA	1.80
9.85% RECL 2017	AAA	1.71
9.80% ICICI Bank 2013	AAA	1.70
9.45% REC 2013	AAA	1.69
9.50% Exim Bank 2013	AAA	1.69

Instrument	Rating	% of NAV
9.20% Power Grid 2013	AAA	1.68
9.20% Larsen & Toubro 2012	AAA	1.67
8.90% Power Grid 2014	AAA	1.64
8.60% PFC 2014	AAA	1.62
8.80% Power Grid Corp. 2020	AAA	1.61
8.40% HDFC 2014	AAA	1.61
10.00% IDFC 2012	AAA	0.85
8.5% Exim Bank 2011	AAA	0.82
8.80% SAIL 2015	AAA	0.81
8.50% PFC 2014	AAA	0.81
<b>CD/CP's</b>		<b>19.62</b>
HDFC Bank Ltd 2010 - CD	P1+	6.60
Punjab National Bank 2011 - CD	P1+	3.81
Bank of Baroda 2011 - CD	P1+	3.06
Canara Bank 2011 - CD	P1+	3.04
State Bank of Patiala 2010 - CD	P1+	1.17
Bank of Baroda 2010 - CD	P1+	1.16
RECL 2010 - CP	P1+	0.78
<b>Cash Bank &amp; Others</b>		<b>16.06</b>
<b>Net Assets</b>		<b>100.00</b>

## Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

## Fund Details

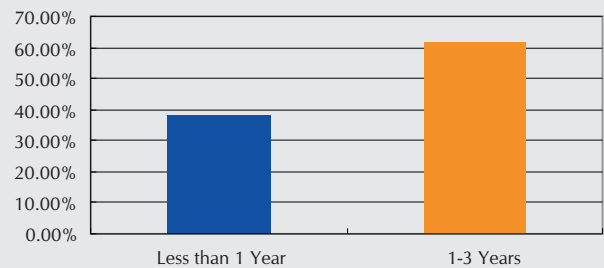
<b>Investment Objective</b>	: The primary objective is to generate stable returns by investing in fixed-income securities having maturities between 1 & 3 years.
<b>Fund Manager</b>	: Mr. Saravana Kumar
<b>NAV as on 31 Mar, 10</b>	: Rs. 12.5364
<b>Benchmark</b>	: CRISIL India Short Term Bond Fund Index -100%

## Fund Performance

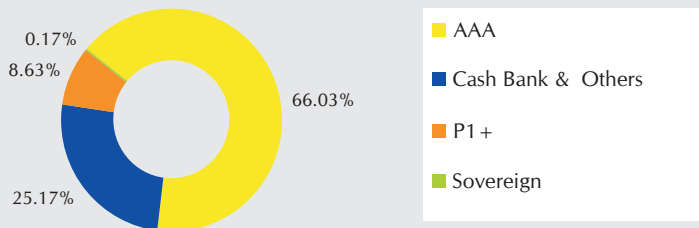
PERIOD	DATE	NAV	CRISIL India Short Term Bond Fund Index	NAV Change	INDEX Change
Last 1 Month	26-Feb-10	12.43	1621.98	0.89%	0.65%
Last 3 Months	31-Dec-09	12.35	1612.52	1.52%	1.24%
Last 6 Months	30-Sep-09	12.11	1591.88	3.50%	2.55%
Last 1 Year	31-Mar-09	11.60	1541.81	8.10%	5.88%
Last 3 Year	30-Mar-07	10.01	1290.28	7.80%	8.16%
Since Inception	3-Jul-06	10.00	1242.33	6.22%	7.56%

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.

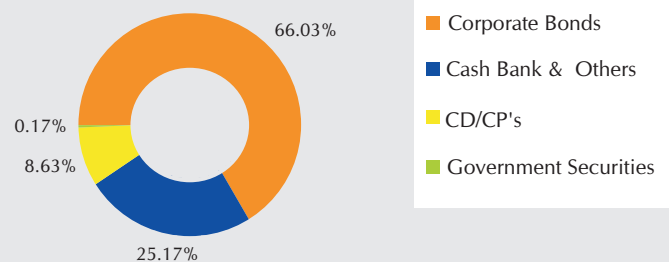
## Maturity Profile



## Rating Profile



## Asset Allocation



## Portfolio

Instrument	Rating	% of NAV
<b>Government Securities</b>		<b>0.17</b>
9.39% GOI 2011	Sovereign	0.17
<b>Corporate Bonds</b>		<b>66.03</b>
7.90% RECL 2012	AAA	20.65
9.45% LIC Housing 2012	AAA	6.56
6.90% PFC 2012	AAA	5.78
7.35% HPCL 2012	AAA	5.77
10.00% PFC 2012	AAA	5.57
6.84% HDFC 2011	AAA	5.29
7.40% Infrastructure 2012	AAA	4.77
9.50% Nabard 2012	AAA	4.11
8.40% EXIM Bank 2010	AAA	3.72
9.68% IRFC 2012	AAA	1.95
7.74% Tata Communication Ltd 2012	AAA	1.07
7.20% HDFC 2010	AAA	0.79
<b>CD/CP's</b>		<b>8.63</b>
State Bank of Patiala 2010 - CD	P1+	3.80
Bank of Baroda 2010 - CD	P1+	3.79
Axis Bank 2010 - CD	P1+	1.04
<b>CASH BANK &amp; OTHERS</b>		<b>25.17</b>
<b>Net Assets</b>		<b>100.00</b>



### Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

### Fund Details

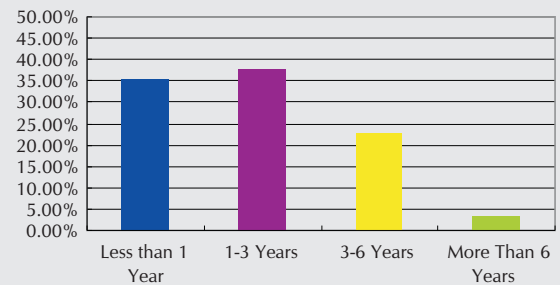
<b>Investment Objective</b>	: To generate income through investing in a range of debt and money market instruments of various maturities with a view to maximising the optimal balance between yield, safety and liquidity.
<b>Fund Manager</b>	: Mr. Saravana Kumar
<b>NAV as on 31 Mar, 10</b>	: Rs. 11.9803
<b>Benchmark</b>	: CRISIL Composite Bond Fund Index -100%

### Fund Performance

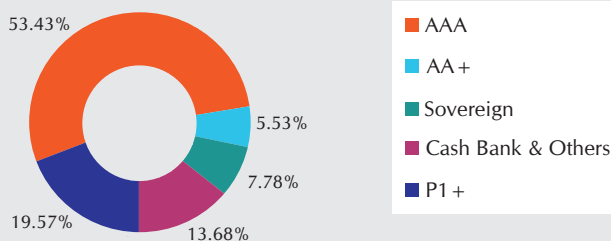
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 1 Month	26-Feb-10	11.87	1574.18	0.91%	0.80%
Last 3 Months	31-Dec-09	11.81	1566.53	1.45%	1.29%
Last 6 Months	30-Sep-09	11.58	1543.70	3.42%	2.79%
Last 1 Year	31-Mar-09	11.06	1505.33	8.33%	5.41%
Since Inception	17-Aug-07	10.00	1339.53	7.13%	6.67%

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

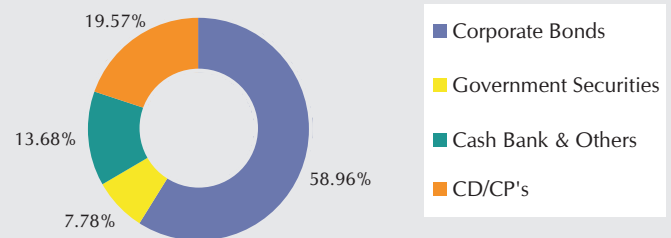
### Maturity Profile



### Rating Profile



### Asset Allocation



### Portfolio

Instrument	Rating	% of NAV
<b>Government Securities</b>		<b>7.78</b>
6.07% GOI 2014	Sovereign	3.83
7.00% GOI 2012	Sovereign	2.01
7.02% GOI 2016	Sovereign	1.94
<b>Corporate Bonds</b>		<b>58.96</b>
10.00% PFC 2012	AAA	6.75
9.50% HDFC 2013	AAA	5.85
2.00% Indian Hotels Company Ltd 2014	AA+	5.53
7.45% LIC Housing 2012	AAA	5.35
2.00% Tata Motors Ltd 2014	AAA	4.20
9.50% Exim Bank 2013	AAA	4.18
9.20% Power Grid 2013	AAA	4.15
7.35% HPCL 2012	AAA	3.31
11.75% Rural Electric Corp Ltd 2011	AAA	2.84
9.80% ICICI Bank 2013	AAA	2.80
8.90% Power Grid 2014	AAA	2.69

Instrument	Rating	% of NAV
8.60% PFC 2014	AAA	2.66
9.05% IDFC 2010	AAA	2.43
6.98% IRFC 2012	AAA	1.86
9.45% LIC Housing 2012	AAA	1.66
9.20% Larsen & Toubro 2012	AAA	1.38
8.80% Power Grid Corp. 2020	AAA	1.33
<b>CD/CP's</b>		<b>19.57</b>
PNB 2011 - CD	P1+	6.26
HDFC Bank Ltd 2010 - CD	P1+	5.11
Canara Bank 2011 - CD	P1+	3.13
Bank of Baroda 2011 - CD	P1+	2.52
State Bank of Patiala 2010 - CD	P1+	1.28
Bank of Baroda 2010 - CD	P1+	1.28
<b>Cash Bank &amp; Others</b>		<b>13.68</b>
<b>Net Assets</b>		<b>100.00</b>



**Debt Investment Style**

Credit Quality			Interest Rate Sensitivity
High	Med	Low	
			High
			Mid
			Low

**Equity Investment Style**

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

**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 31 Mar, 10** : Rs. 11.8125

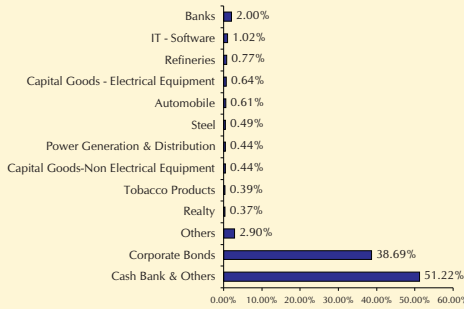
**Benchmark** : Nifty - 10%  
CRISIL Composite Bond Fund Index - 90%

**Fund Performance**

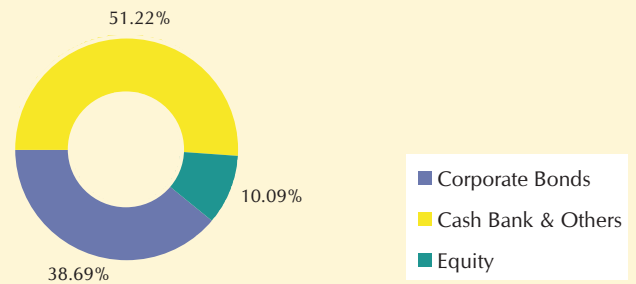
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 1 Month	26-Feb-10	11.65	1.41%	1.39%
Last 3 Months	31-Dec-09	11.68	1.15%	1.26%
Last 6 Months	30-Sep-09	11.51	2.65%	2.84%
Last 1 Year	31-Mar-09	10.78	9.59%	12.25%
Since Inception	17-Aug-07	10.00	6.56%	6.99%

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

**Sector Allocation**



**Asset Allocation**



**Portfolio**

Instrument	Industry	% of NAV
<b>Equity</b>		<b>10.09</b>
Reliance Industries Ltd	Refineries	0.77
Infosys Technologies Ltd	IT - Software	0.70
Icici Bank Ltd	Banks	0.51
Larsen And Toubro Ltd	Capital Goods-Non Electrical Equipment	0.44
Housing Development Finance Corp Bank	Banks	0.41
Itc Ltd	Tobacco Products	0.39
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	0.38
Axis Bank Ltd	Banks	0.31
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	0.29
Sterlite Industries (India) Ltd	Non Ferrous Metals	0.28
State Bank Of India	Banks	0.28
Bharti Airtel Ltd	Telecomm-Service	0.25
Cesc Ltd	Power Generation & Distribution	0.20
Tata Steel Ltd	Steel	0.20
Asian Paints (India) Ltd	Paints/Varnish	0.19
Wipro Ltd	IT - Software	0.19
Tata Motors Ltd	Automobile	0.18
Mahindra And Mahindra Ltd	Automobile	0.18
Nestle India Ltd	FMCG	0.18
Crompton Greaves Ltd	Capital Goods - Electrical Equipment	0.17
Bank Of Baroda	Banks	0.17
Dr Reddys Laboratories Ltd	Pharmaceuticals	0.17
Ntpc Ltd	Power Generation & Distribution	0.17
United Phosphorus Ltd	Agro Chemicals	0.16
Sintex Industries Ltd	Diversified	0.16
Ultratech Cement Ltd	Cement	0.15
Gail India Ltd	Gas Distribution	0.15
Housing Development Finance Corp Ltd	Finance	0.15
Maruti Suzuki India Ltd	Automobile	0.15
Grasim Industries Ltd	Diversified	0.15
Jindal Steel & Power Ltd	Steel	0.15
Aditya Birla Nuvo Ltd	Textiles	0.15
Sun Pharmaceutical Industries Ltd	Pharmaceuticals	0.14
Federal Bank Ltd	Banks	0.14
Steel Authority Of India Ltd	Steel	0.13

Instrument	Industry	% of NAV
Mphasis Ltd	IT - Software	0.13
Exide Industries Ltd	Auto Ancillaries	0.13
Jaiprakash Associates Ltd	Realty	0.12
IvrcI Infrastructures & Projects Ltd	Realty	0.11
Nagarjuna Cons Co Ltd	Realty	0.11
Union Bank Of India	Banks	0.08
Tata Power Co Ltd	Power Generation & Distribution	0.07
Hindustan Unilever Ltd	FMCG	0.06
Punjab National Bank	Banks	0.05
Bajaj Auto Ltd - New Shs	Automobile	0.05
Abb Ltd	Capital Goods - Electrical Equipment	0.05
Volta Limited	Diversified	0.05
Ing Vysya Bank Ltd	Banks	0.04
Hero Honda Motors Ltd	Automobile	0.04
Punj Lloyd Ltd	Realty	0.04
Areva T&D India Ltd	Capital Goods - Electrical Equipment	0.03
Infrastructure Dev Fin Co Ltd	Finance	0.03
Oil India Ltd	Crude Oil & Natural Gas	0.03
Reliance Communication Ltd	Telecomm-Service	0.01
Thermax Limited	Capital Goods-Non Electrical Equipment	0.01
Siemens India Ltd	Consumer Durables	0.01
Persistent Systems Ltd Ord Inr10	IT - Software	0.00
<b>Corporate Bonds</b>		<b>38.69</b>
8.80% Power Grid 2015	AAA	10.07
9.20% HDFC 2012	AAA	6.91
9.20% Power Grid 2015	AAA	5.48
7.35% HPCL 2012	AAA	3.99
8.40% HDFC 2014	AAA	3.98
10.75% Reliance Ind 2018	AAA	2.98
9.50% NABARD 2012	AAA	2.78
9.80% PFC 2012	AAA	1.40
8.83% IRFC 2012	AAA	0.55
10.00% PFC 2012	AAA	0.28
9.68% IRFC 2010	AAA	0.27
<b>Cash Bank &amp; Others</b>		<b>51.22</b>
<b>Net Assets</b>		<b>100.00</b>

**Debt Investment Style**

Credit Quality			Interest Rate Sensitivity
High	Med	Low	
			High
			Mid
			Low

**Equity Investment Style**

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

**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 31 Mar, 10** : Rs. 12.0013

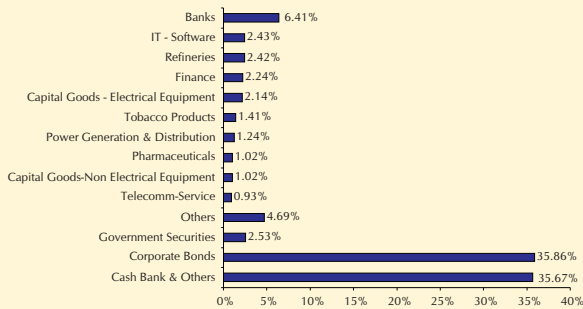
**Benchmark** : Nifty - 30%  
CRISIL Composite Bond Fund Index - 70%

**Fund Performance**

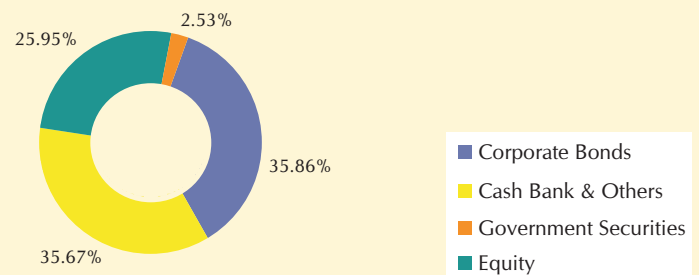
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 1 Month	26-Feb-10	11.74	2.23%	2.55%
Last 3 Months	31-Dec-09	11.85	1.32%	1.18%
Last 6 Months	30-Sep-09	11.68	2.77%	2.93%
Last 1 Year	31-Mar-09	9.88	21.42%	25.92%
Since Inception	17-Aug-07	10.00	7.21%	7.61%

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

**Sector Allocation**



**Asset Allocation**



**Portfolio**

Instrument	Industry	% of NAV
<b>Equity</b>		<b>25.95</b>
Reliance Industries Ltd	Refineries	2.42
Infosys Technologies Ltd	IT - Software	1.75
HDFC Bank	Banks	1.73
ITC Ltd	Tobacco Products	1.41
ICICI Bank Ltd	Banks	1.40
HDFC Ltd	Finance	1.21
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	1.07
Axis Bank Ltd	Banks	1.04
Larsen And Toubro Ltd	Capital Goods-Non Electrical Equipment	1.02
State Bank Of India	Banks	0.93
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	0.88
Oriental Bank Of Commerce	Banks	0.86
Exide Industries Ltd	Auto Ancillaries	0.82
Crompton Greaves Ltd	Capital Goods - Electrical Equipment	0.82
Power Finance Corp Ltd	Finance	0.81
Bharti Airtel Ltd	Telecomm-Service	0.78
Cesc Ltd	Power Generation & Distribution	0.68
Sintex Industries Ltd	Diversified	0.66
Sterlite Industries (India) Ltd	Non Ferrous Metals	0.61
NTPC Ltd	Power Generation & Distribution	0.55
Sun Pharmaceutical Industries Ltd	Pharmaceuticals	0.48
Punjab National Bank	Banks	0.45
Wipro Ltd	IT - Software	0.44
Marico Ltd	FMCG	0.39

Instrument	Industry	% of NAV
ABB Ltd	Capital Goods - Electrical Equipment	0.26
IvrcI Infrastructures & Projects Ltd	Realty	0.24
Dishman Pharmaceuticals & Chemicals Ltd	Pharmaceuticals	0.23
Tata Steel Ltd	Steel	0.23
Mphasis Ltd	IT - Software	0.22
Infrastructure Dev Fin Co Ltd	Finance	0.22
Hindustan Unilever Ltd	FMCG	0.21
Bajaj Auto Ltd - New Shs	Automobile	0.18
Glenmark Pharmaceuticals Ltd	Pharmaceuticals	0.17
Reliance Communication Ltd	Telecomm-Service	0.15
Lupin Ltd	Pharmaceuticals	0.15
Mahindra And Mahindra Ltd	Automobile	0.14
Tata Motors Ltd	Automobile	0.14
Jaiprakash Associates Ltd	Realty	0.10
Maruti Suzuki India Ltd	Automobile	0.06
Oil India Ltd	Crude Oil & Natural Gas	0.03
Persistent Systems Ltd Ord Inr10	IT - Software	0.02
<b>Government Securities</b>		<b>2.53</b>
9.39% GOI 2011	Sovereign	2.53
<b>Corporate Bonds</b>		<b>35.86</b>
7.20% HDFC 2010	AAA	17.89
8.40% Exim Bank 2010	AAA	9.00
7.40% Infrastructure 2012	AAA	8.97
<b>Cash Bank &amp; Others</b>		<b>35.67</b>
<b>Net Assets</b>		<b>100.00</b>

## TAX BENEFIT

Premiums paid under this plan are eligible for tax benefits under Section 80C of the Income Tax Act, 1961. Also any sum received under this plan is exempt from tax under Section 10(10D) of the Income Tax Act, 1961 and are subject to amendments made therein from time to time.

## 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.
4. Every effort is made to ensure that all information contained in this publication is accurate at the date of publication, but no responsibility or liability in respect of any error or omission is accepted by the Company.
5. Tax benefits are as per the Income Tax Act, 1961 and are subject to amendments made therein from time to time.
6. This material belongs to Tata AIG Life Insurance Company Ltd. Any unauthorised use, reprint or circulation is prohibited.
7. Please know the associated risks and the applicable charges from your Insurance agent or the intermediary or policy document of the Insurer.
8. Various funds offered under this contract are the names of funds and do not, in any way, indicate the quality of the plans, their future prospects & returns.
9. Premium paid in ULIPs are subject to Investment risks associated with capital markets & the NAV of the units may go up or down based on the performance of the fund and factors influencing capital markets & the insured is responsible for his/her decision.
10. ULIP products are different from traditional Life Insurance products and are subject to risk factors.
11. Tata AIG Life Insurance Company Limited is only the name of insurance company and i. Pension Short-term Fixed Income, ii. Pension Income, iii. Pension Equity, iv. Pension Liquid, v. Pension Balanced, vi. Pension Bond, vii. Pension Growth, are only the names of the funds and does not in any way indicate the quality of the contracts, its future prospects or returns.
12. Interest Rate Sensitivity
  - Less than 3 year duration - Low
  - 3 to 10 years duration - Medium
  - more than 10 years duration - High
13. Shading indicates the general representative nature of the portfolio to a particular style or cap".

Insurance is the subject matter of the solicitation

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Registered and Corporate Office  
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