

INDEX

From the CIOs Desk	2
Market Outlook.	3
Pension Equity Fund	4
Pension Liquid Fund	5
Pension Income Fund.	6
Pension Short Term Income Fund.	7
Pension Bond Fund	8
Pension Balance Fund.	9
Pension Growth Fund	10



Dear Friends,

May' 10 was a month dominated by weak Global cues and a robust set of strong indicators reflecting the inherent strength of the Indian economy.

On May 9th 2010, the European Union (EU) unveiled a USD 1 trillion plan to defend the embattled Euro and putting a decisive halt to the spreading debt crisis in the Euro zone, which could have choked the global recovery.

European Central Bank (ECB) on its part announced its Bond purchase program, declaring its intention to buy public and private bonds to increase liquidity and reduce borrowing costs. This was designed to cool down soaring Bond yields of PIIGS nations as their spreads versus the German benchmark widened to historic highs during last few weeks.

Towards the end of May 2010, concerns emanated from Spain on the necessity to bailout weak Spanish banks who have suffered huge losses due to the collapse of the Spanish real estate market. Sovereign rating downgrade by Fitch followed as it reduced the rating from AAA to AA+ citing concerns of a weak Spanish recovery.

Tensions in the Korean Peninsula and China's attempts to cool down the property market dominated the Asian landscape in May 2010 even as US financial services industry was staring at increased regulations intended to prevent fallouts such as sub-prime crisis and Lehman bankruptcy.

Amid the Global turmoil, Indian economy was clearly a bright spot. March IIP data continued to register a 13.5% growth, April inflation cooled down to 9.59% and 3G auction raked in a whopping Rs.67,719 cr for Govt. (in addition to the WIMAX auction expected to bring in at least Rs.25,000 cr). Crude corrected to USD 70 per barrel from USD 85 levels a month back and this meant a significant reduction in oil-companies under recovery.

IIP growth for 2010-11 clocked 10.4%. The sustained growth of Capital goods and consumer durables indicate a revival of investment and consumption demand.

Core Industries growth moderated to 5.1% in April '10 as against 7.2% in March'10 even as Cement at 8.7% and Steel at 4.7% showed robust growth indicating a strong underlying growth in the user industries such as White goods, Autos and Construction.

Prompt fiscal and monetary easing and the return of risk appetite in financial markets has brought economic growth close to its pre-crisis levels. Driven by the robust growth in manufacturing (16.3%) and mining (14%), and revival in the growth of agriculture (0.7%), the 4QFY10 real GDP grew at 8.6% (YoY) as compared to 5.8% in 4QFY09 and 6.5% in 3QFY10.

Overall real GDP in FY10 is estimated at Rs. 44, 64,081 crore—showing a growth rate of 7.4% (YoY) as against 6.7% in FY09. FY10 growth estimate has been revised up to 7.4%, on the back of upward revision of Q2 and Q3 numbers, Q2 real GDP now stands at 8.6% vs. the earlier estimate of 7.9%. Q3 was also revised to 6.5% up from 6.0% earlier. However, Q1 number was pared to 6.0% as compared to 6.2% in the earlier estimates.

Gross fixed capital formation (GFCF) posted a robust number of 17.7% YoY in Q4. This clearly signals buoyancy in the Capex cycle.

The Indian auto sector saw another excellent month of sales in May 2010 with some corporate reporting record high volumes, which is commendable considering that they have all undertaken price hikes recently and May considered a cyclically slower month. Retail volumes remain strong, which continues to keep inventory at comfortable levels. This also provides head-room for higher dispatches in the coming months.

Going forward, the real GDP growth is expected to continue in the higher trajectory with near-term risks broadly balanced. The real GDP growth in FY11 is expected at 8.5-9%, with agriculture sector growth at 4-5%, industry, construction and services growing at 9-10% each.

Inflation is expected to peak out in the next two months with food inflation already showing signs of topping off. 3G auction, WIMAX and falling crude have a positive impact on the fiscal deficit. A good monsoon will cool down food inflation and European concerns will keep crude under check

India's monsoon, which accounts for four-fifths of the nation's annual rains, reached the mainland in southern Kerala state a day earlier than schedule, aiding timely sowing of rice, sugar cane, soybeans and cotton crops. Conditions are "favorable" for further advance of rains into interior and coastal Karnataka state. The rainy season typically begins on June 1. Monsoonal rains are critical to India as farming accounts for as much as a fifth of the economy.

We see several positives for the Indian economy and the stock market such as 22.2% earnings CAGR in BSE-30 Index net profits in FY2010-12E, the collapse in global commodity prices due to concerns in the Euro zone, a hugely successful 3G auction, robust GDP growth of 8.5% and an improving fiscal position. Valuations are reasonable at less than 17 times FY2011E 'EPS' and less than 15 times FY2012E 'EPS'.

We believe that on the backdrop of Global concerns, India offers a compelling set of positive cues for a long term investor who is comfortable riding out the short term volatility. Strong earnings growth, a robust GDP growth outlook backed by solid domestic demand and reasonable valuations are a good combination for an investor to expect superior risk adjusted returns in the long term.

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

May 2010 witnessed a strong rally in the debt markets with the new 10 year benchmark G-sec yield softening from 7.74% as on 3rd May 2010 to end the month at 7.56%.

G-sec traded on a bullish note tracking economic data releases, which were in line with expectations, concerns over the Europe's debt problems and announcement of Govt auctioning cash management bills for temporary short term mismatches. The Corporate bond yields eased off tracking the G-sec yields and the credit spread against the sovereign widened.

Rs.67,719 Cr mop up from 3 G auction, almost double the expected proceeds, sent out a signal that the Government could lower its H2 borrowing program. WIMAX auctions could net an excess of Rs.25, 000 cr to the Government. These two revenue streams have given some elbow room to the Government to absorb some under-recoveries should crude spike up.

Meanwhile, GDP numbers for FY 10 came in on 31st May 2010 and the GDP grew by 8.6% in 4QFY10 and by 7.4% in FY10. Despite the worst drought in 30 years, India's agriculture posted a positive growth of 0.2% in FY10. During 4QFY10 agriculture grew by 0.7%. For the full year, three-fourths of the contribution to growth came from the services sector. The role of industry, in particular manufacturing, was much more prominent in driving 4QFY10 GDP. After seven quarters of tepid performance, investment bounced back and grew by 17.3% in 4QFY10. This rate is comparable with the growth during the strong investment cycle during FY04-08.

The April 2010 trade figures show exports clocking a 36% growth (54% YOY in March) and imports 43% growth (67% YOY in March) Exports are up on a trend basis, and imports down but can be expected to reverse soon as domestic demand is rampant while export orders have slowed. The growing trade deficit will put some pressure on the RBI to rein in rampant domestic demand by fiscal consolidation and rate hikes in the medium term.

In the near term however, the RBI is exercised by the money market liquidity strains which the successful 3G spectrum auction could cause in coming weeks, and is also keeping a close eye on the euro-zone periphery debt crisis. The statutory liquidity ratio for financial institutions has been temporarily cut by 0.5 percentage points (to 24.5%) to help ensure that there is enough liquidity to sustain bank lending.

Given the current weak private consumption, falling inflation and continued international uncertainties, we expect the RBI to raise the policy rates by not more than 25 bps in July'10 policy.

EQUITY MARKET OUTLOOK

May 2010 was a volatile month for the Global equity markets, primarily due to the weakness in the Euro zone. The Indian equity markets were fairly insulated with the Benchmark indices-Sensex losing 3.50% and the Nifty losing 3.63% and the CNX Midcap closing May 2010 lower by 3.79%.

India was in a midst of a robust corporate earnings season with 2 out of 3 companies beating analyst expectations. The Broader market earnings at 39% YOY for the March quarter was ahead of the index constituents, which reported an earnings growth of 18% over the similar period. This signals a broad based recovery across several sectors of the economy. The EBITDA margins have expanded in 7 out of 10 sectors in the economy a sign of return of pricing power for corporate India.

Benchmark valuations (at less than 17 times forward) are at a 30% premium to emerging markets. This valuation seems justified given the robust earnings outlook, next 2 years. The broader market is at reasonable valuations- the mid-cap index at the low end of its valuation multiple range relative to the large cap index.

Government has been showing intent in implementing reforms such as hike in fertilizer and gas prices, a well managed 3G and WIMAX auctions and increased outlay for infrastructure investments. If the Government can decontrol fuel prices, it would be seen as a major positive by the markets and would go a long way in reining in deficits.

The Goods & Services Tax (GST) rollout, Direct Tax Code (DTC) reforms, liberalization in FDI and a big push to infrastructure could take the growth to the next trajectory and would be favorably looked at by the markets.

A favorable monsoon, increased Minimum Support Prices (MSPs) for food grains and a higher allocation to NREGA would result in increased rural incomes, which in turn would drive strong consumer demand in various sectors.

India, traditionally a high beta market has been resilient in the Euro zone crisis this time around. This can be attributed to a combination of credible policy environment, robust domestic growth, positive earnings outlook, and healthy corporate and government balance sheets. Euro zone crisis will bring in periodic bouts of volatility and Indian market, with its global linkages will not be immune to it. We view these periods as attractive buying opportunities for a long term investor given the strong market fundamentals.

Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

Fund Details

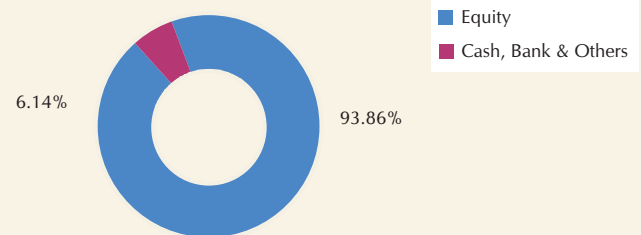
Investment Objective	: To deliver medium to long-term capital appreciation through a portfolio essentially comprising of large cap stocks that can perform well through market and economic cycles.
Fund Manager	: Mr. Saravana Kumar
NAV as on 31 May, 10	: Rs. 31.69
Benchmark	: BSE Sensex - 100%

Fund Performance

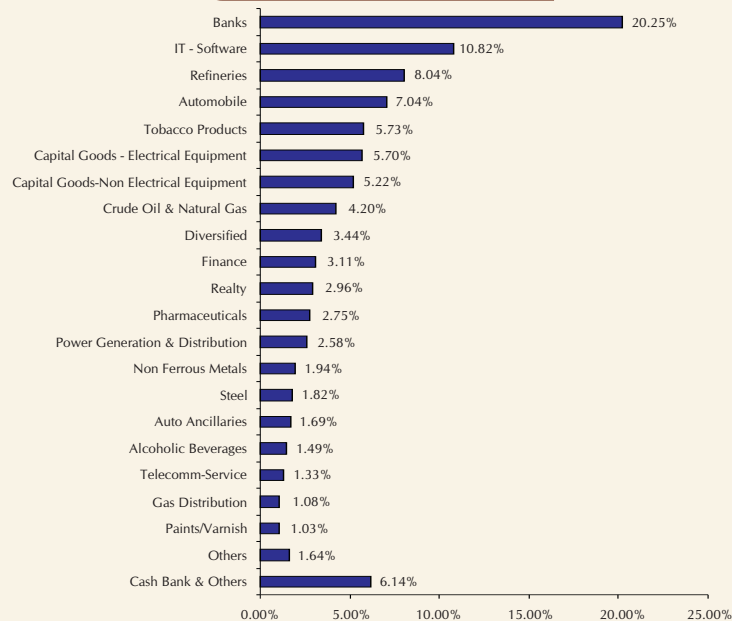
PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 1 Month	30-Apr-10	32.73	17558.71	-3.18%	-3.50%
Last 3 Months	26-Feb-10	30.20	16429.55	4.94%	3.14%
Last 6 Months	30-Nov-09	30.91	16926.22	2.52%	0.11%
Last 1 Year	29-May-09	26.13	14625.25	21.27%	15.86%
Last 3 Year	31-May-07	27.83	14544.46	4.42%	5.22%
Since Inception	29-Mar-04	10.00	5571.37	20.53%	19.74%

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
Equity		93.86
Reliance Industries Ltd	Refineries	8.04
Infosys Technologies Ltd	IT - Software	7.80
ITC Ltd	Tobacco Products	5.73
HDFC Bank	Banks	5.16
ICICI Bank Ltd	Banks	4.92
State Bank Of India	Banks	4.59
Larsen and Toubro Ltd	Capital Goods-Non Electrical Equipment	4.13
Axis Bank Ltd	Banks	3.49
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	3.33
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	3.31
HDFC Ltd	Finance	3.11
Mahindra and Mahindra Ltd	Automobile	2.32
Crompton Greaves Ltd	Capital Goods - Electrical Equipment	2.13
Bank Of Baroda	Banks	2.09
Sintex Industries Ltd	Diversified	1.99
Sterlite Industries (India) Ltd	Non Ferrous Metals	1.94
Wipro Ltd	IT - Software	1.90
Tata Steel Ltd	Steel	1.82

Instrument	Industry	% of NAV
Bajaj Auto Ltd - New Shs	Automobile	1.79
IVRCL Infrastructures & Projects Ltd	Realty	1.70
Exide Industries Ltd	Auto Ancillaries	1.69
Tata Motors Ltd	Automobile	1.68
Cesc Ltd	Power Generation & Distribution	1.54
United Spirits Ltd	Alcoholic Beverages	1.49
Voltas Limited	Diversified	1.46
Bharti Airtel Ltd	Telecomm-Service	1.33
Jaiprakash Associates Ltd	Realty	1.26
Maruti Suzuki India Ltd	Automobile	1.25
Mphasis Ltd	IT - Software	1.12
McNally Bharat Engineering Co Ltd	Capital Goods-Non Electrical Equipment	1.09
Petronet Lng Ltd	Gas Distribution	1.08
Tata Power Co Ltd	Power Generation & Distribution	1.04
Asian Paints (India) Ltd	Paints/Varnish	1.03
Sun Pharmaceutical Industries Ltd	Pharmaceuticals	1.01
Other Equity (less than 1.00% of corpus)		4.51
Cash Bank & Others		6.14
Total		100.00

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Fund Details

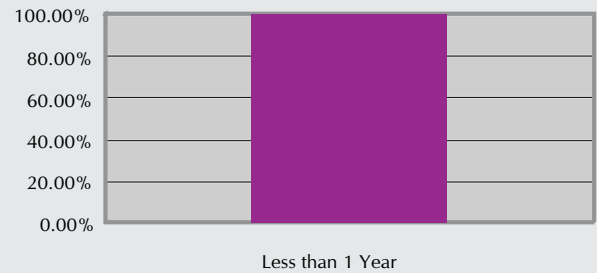
Investment Objective	: To provide safety of funds, liquidity and return on investments, in that order.
Fund Manager	: Mr. Saravana Kumar
NAV as on 31 May, 10	: Rs. 14.39
Benchmark	: CRISIL Liquid Fund Index -100%

Fund Performance

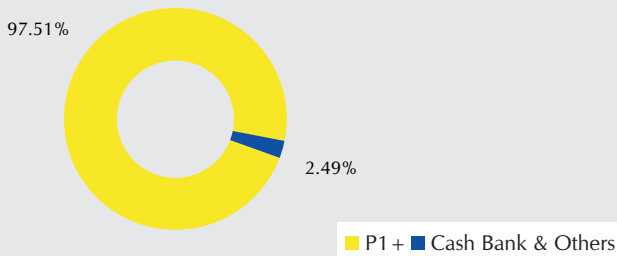
PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 1 Month	30-Apr-10	14.33	1564.79	0.40%	0.29%
Last 3 Months	26-Feb-10	14.22	1554.03	1.19%	0.99%
Last 6 Months	30-Nov-09	14.05	1542.38	2.41%	1.75%
Last 1 Year	29-May-09	13.59	1521.72	5.90%	3.13%
Last 3 Year	31-May-07	11.52	1311.34	7.67%	6.17%
Since inception	25-May-04	10.00	1113.63	6.23%	5.86%

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.

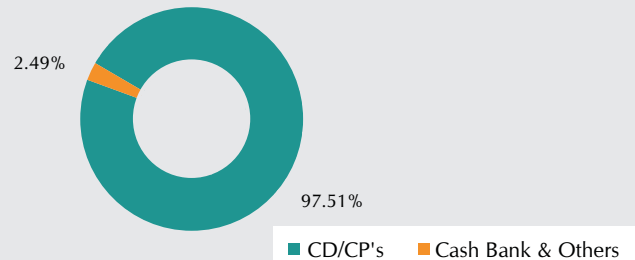
Maturity Profile



Rating Profile



Asset Allocation



Portfolio

Instrument	Rating	% of NAV
CD/CP's		97.51
RECL 2010 - CP	P1+	18.16
HDFC Bank Ltd 2011 - CP	P1+	16.46
Canara Bank 2011 - CD	P1+	15.70
IDBI Bank Ltd 2011	P1+	8.87
HDFC Bank Ltd 2010 - CD	P1+	7.28
Punjab National Bank 2011 - CD	P1+	7.14
Stata Bank of Mysore Ltd 2011 - CD	P1+	7.11
Indian Oil Corp. 2010 - CP	P1+	5.92
Bank of Baroda 2010 - CD	P1+	3.64
State Bank of Patiala 2010 - CD	P1+	3.64
Bank of Baroda 2011 - CD	P1+	3.59
Cash Bank & Others		2.49
Net Assets		100.00

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 May, 10 : Rs. 14.26

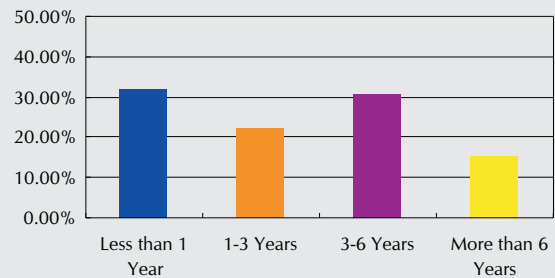
Benchmark : CRISIL Composite Bond Fund Index -100%

Fund Performance

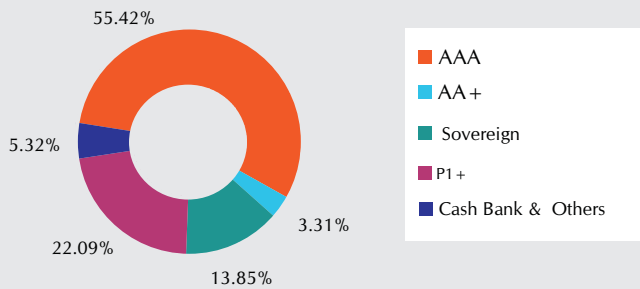
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 1 Month	30-Apr-10	14.19	1600.53	0.49%	0.43%
Last 3 Months	26-Feb-10	13.92	1574.18	2.49%	2.12%
Last 6 Months	30-Nov-09	13.83	1567.57	3.10%	2.55%
Last 1 Year	29-May-09	13.33	1534.70	7.01%	4.74%
Last 3 Year	31-May-07	10.91	1309.82	9.35%	7.06%
Since Inception	02-Mar-04	10.00	1193.20	5.85%	4.88%

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.

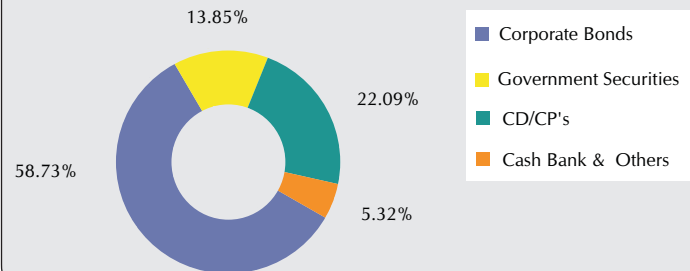
Maturity Profile



Rating Profile



Asset Allocation



Portfolio

Instrument	Rating	% of NAV
Government Securities		13.85
8.32% GOI 2032	Sovereign	7.88
6.07% GOI 2014	Sovereign	2.27
8.20% GOI 2022	Sovereign	1.60
9.39% GOI 2011	Sovereign	1.58
7.38% GOI 2015	Sovereign	0.52
Corporate Bonds		58.73
2.00% Tata Motors Ltd 2014	AAA	5.04
8.60% PFC 2014	AAA	4.75
7.95% IDFC 2014	AAA	3.87
2.00% Indian Hotels Company Ltd 2014	AA+	3.31
9.80% PFC 2012	AAA	2.88
8.70% PFC 2015	AAA	2.78
7.35% HPCL 2012	AAA	2.74
10.75% RECL 2013	AAA	2.55
9.35% ILFS 2010	AAA	2.36
7.45% LIC Housing 2012	AAA	2.36
7.20% RECL 2012	AAA	2.34
10.95% RECL 2011	AAA	2.04
9.15% LIC Housing 2010	AAA	1.97
10.75% Reliance Industries 2018	AAA	1.75
9.85% RECL 2017	AAA	1.67
9.50% Exim Bank 2013	AAA	1.66

Instrument	Rating	% of NAV
9.80% ICICI Bank 2013	AAA	1.65
9.45% REC 2013	AAA	1.64
9.20% Power Grid 2013	AAA	1.63
9.20% Larsen & Toubro 2012	AAA	1.61
8.50% PFC 2014	AAA	1.58
8.40% HDFC 2014	AAA	1.57
8.75% Reliance Industries Ltd 2020	AAA	1.41
8.70% PFC 2020	AAA	1.17
10.00% IDFC 2012	AAA	0.82
8.5% Exim Bank 2011	AAA	0.79
8.80% SAIL 2015	AAA	0.79
CD/CP's		22.09
PNB 2011 - CD	P1+	6.67
IDBI Bank 2011 - CD	P1+	3.87
State Bank of Mysore 2011 - CD	P1+	3.69
Bank of Baroda 2011 - CD	P1+	2.98
Canara Bank 2011 - CD	P1+	1.48
State Bank of Patiala 2010 - CD	P1+	1.13
Bank of Baroda 2010 - CD	P1+	1.13
RECL 2010 - CP	P1+	0.75
HDFC Bank Ltd 2010 - CD	P1+	0.38
Cash Bank & Others		5.32
Net Assets		100.00

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

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 31 May, 10 : Rs. 12.70

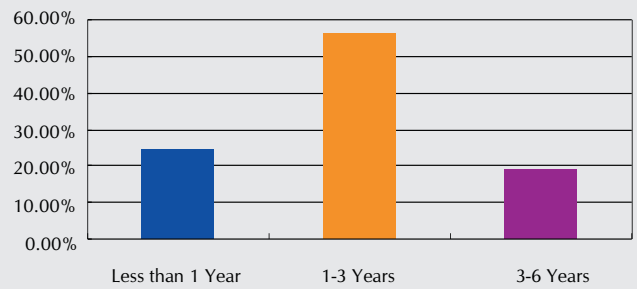
Benchmark : CRISIL India Short Term Bond Fund Index -100%

Fund Performance

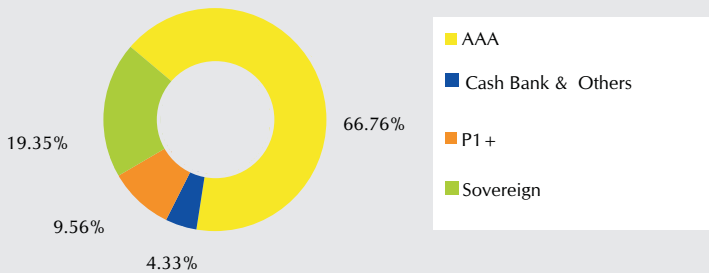
PERIOD	DATE	NAV	CRISIL India Short Term Bond Fund Index	NAV Change	INDEX Change
Last 1 Month	30-Apr-10	12.67	1643.38	0.21%	0.27%
Last 3 Months	26-Feb-10	12.43	1621.98	2.21%	1.60%
Last 6 Months	30-Nov-09	12.34	1609.64	2.93%	2.38%
Last 1 Year	29-May-09	11.88	1570.64	6.92%	4.92%
Last 3 Year	31-May-07	10.04	1313.89	8.14%	7.84%
Since Inception	03-Jul-06	10.00	1242.33	6.30%	7.49%

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.

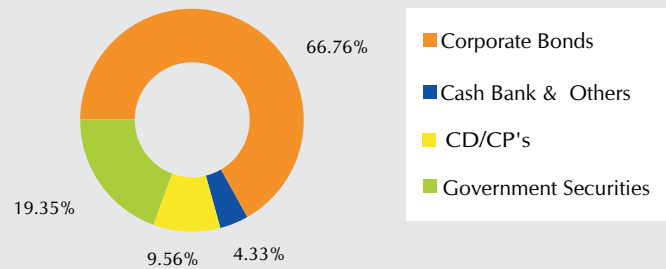
Maturity Profile



Rating Profile



Asset Allocation



Portfolio

Instrument	Rating	% of NAV
Government Securities		19.35
7.27% GOI 2013	Sovereign	19.17
9.39% GOI 2011	Sovereign	0.18
Corporate Bonds		66.76
7.90% RECL 2012	AAA	17.00
9.45% LIC Housing 2012	AAA	7.17
7.35% HPCL 2012	AAA	6.37
6.90% PFC 2012	AAA	6.34
10.00% PFC 2012	AAA	6.09
6.84% HDFC 2011	AAA	5.78
7.40% Infrastructure 2012	AAA	5.23
9.50% Nabard 2012	AAA	4.54
8.40% EXIM Bank 2010	AAA	4.07
9.68% IRFC 2012	AAA	2.13
7.74% Tata Communication Ltd 2012	AAA	1.17
7.20% HDFC 2010	AAA	0.87
CD/CP's		9.56
State Bank of Patiala 2010 - CD	P1+	4.20
Bank of Baroda 2010 - CD	P1+	4.20
Axis Bank 2010 - CD	P1+	1.15
Cash Bank & Others		4.33
Net Assets		100.00

Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Fund Details

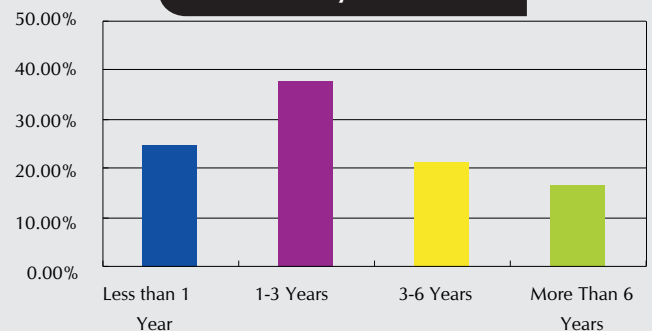
Investment Objective	: To generate income through investing in a range of debt and money market instruments of various maturities with a view to maximising the optimal balance between yield, safety and liquidity.
Fund Manager	: Mr. Saravana Kumar
NAV as on 31 May, 10	: Rs. 12.21
Benchmark	: CRISIL Composite Bond Fund Index -100%

Fund Performance

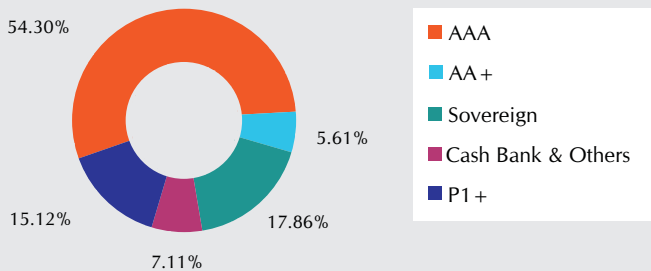
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 1 Month	30-Apr-10	12.14	1600.53	0.55%	0.43%
Last 3 Months	26-Feb-10	11.87	1574.18	2.83%	2.12%
Last 6 Months	30-Nov-09	11.79	1567.57	3.54%	2.55%
Last 1 Year	29-May-09	11.37	1534.70	7.36%	4.74%
Since Inception	17-Aug-07	10.00	1339.53	7.42%	6.76%

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

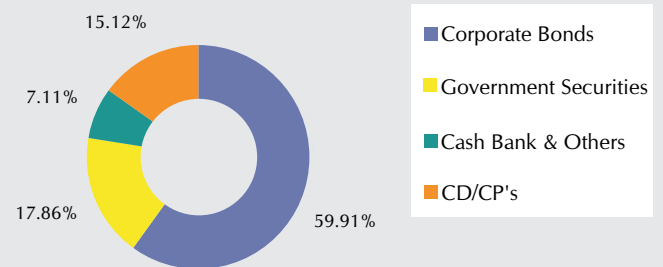
Maturity Profile



Rating Profile



Asset Allocation



Portfolio

Instrument	Rating	% of NAV
Government Securities		17.86
8.32% GOI 2032	Sovereign	10.67
6.07% GOI 2014	Sovereign	3.84
7.00% GOI 2012	Sovereign	2.00
8.20% GOI 2022	Sovereign	1.35
Corporate Bonds		59.91
10.00% PFC 2012	AAA	6.68
9.50% HDFC Ltd. 2013	AAA	5.82
2.00% Indian Hotels Company Ltd 2014	AA+	5.61
7.45% LIC Housing 2012	AAA	5.32
2.00% Tata Motors Ltd 2014	AAA	4.26
9.50% Exim Bank 2013	AAA	4.21
9.20% Power Grid 2013	AAA	4.13
8.70% PFC 2015	AAA	3.37
7.35% HPCL 2012	AAA	3.31
11.75% Rural Electric Corp Ltd 2011	AAA	2.80

Instrument	Rating	% of NAV
9.80% ICICI Bank 2013	AAA	2.79
9.05% IDFC 2010	AAA	2.39
8.75% Reliance Industries Ltd 2020	AAA	2.39
8.70% PFC 2020	AAA	1.98
6.98% IRFC 2012	AAA	1.85
9.45% LIC Housing 2012	AAA	1.64
9.20% Larsen & Toubro 2012	AAA	1.36
CD/CP's		15.12
PNB 2011 - CD	P1+	6.27
HDFC 2011 - CP	P1+	5.03
Bank of Baroda 2010 - CD	P1+	1.28
State Bank of Patiala 2010 - CD	P1+	1.28
Bank of Baroda 2011 - CD	P1+	1.26
Cash Bank & Others		7.11
Net Assets		100.00

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 May, 10 : Rs. 11.96

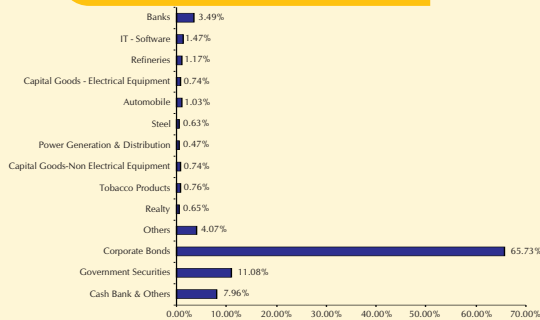
Benchmark : Nifty - 10%
CRISIL Composite Bond Fund Index - 90%

Fund Performance

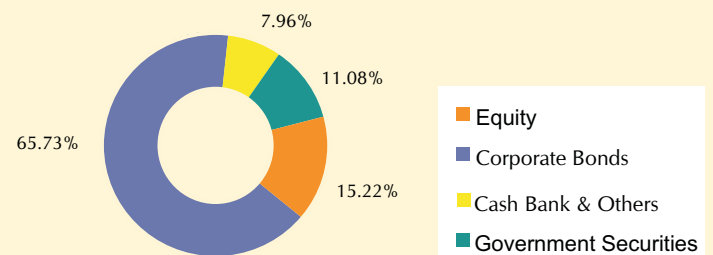
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 1 Month	30-Apr-10	11.97	-0.07%	0.03%
Last 3 Months	26-Feb-10	11.65	2.65%	2.24%
Last 6 Months	30-Nov-09	11.67	2.51%	2.40%
Last 1 Year	29-May-09	11.22	6.59%	5.70%
Since Inception	17-Aug-07	10.00	6.62%	6.88%

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
Equity		15.22
Reliance Industries Ltd	Refineries	1.17
Infosys Technologies Ltd	IT - Software	1.07
ICICI Bank Ltd	Banks	0.86
State Bank Of India	Banks	0.76
ITC Ltd	Tobacco Products	0.76
HDFC Bank	Banks	0.74
Larsen and Toubro Ltd	Capital Goods-Non Electrical Equipment	0.73
Oil & Natural Gas Corp Ltd	Crude Oil & Natural Gas	0.42
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	0.40
Mahindra and Mahindra Ltd	Automobile	0.39
Other Equity		7.92
Corporate Bonds		65.73
8.84% Power Grid 2016	AAA	9.66
7.75% RECL 2012	AAA	9.50
8.80% Power Grid 2015	AAA	8.60
8.95% PFC 2015	AAA	8.55

Instrument	Industry	% of NAV
9.20% HDFC 2012	AAA	5.79
7.90% RECL 2012	AAA	5.23
9.20% Power Grid 2015	AAA	4.66
8.40% HDFC 2014	AAA	3.39
7.35% HPCL 2012	AAA	3.37
10.75% Reliance Ind 2018	AAA	2.52
9.50% NABARD 2012	AAA	2.35
9.80% PFC 2012	AAA	1.18
8.83% IRFC 2012	AAA	0.46
10.00% PFC 2012	AAA	0.24
9.68% IRFC 2010	AAA	0.22
Government Securities		11.08
7.02% GOI 2016	Sovereign	6.55
8.32% GOI 2032	Sovereign	4.53
Cash Bank & Others		7.96
Net Assets		100.00

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 May, 10 : Rs. 12.02

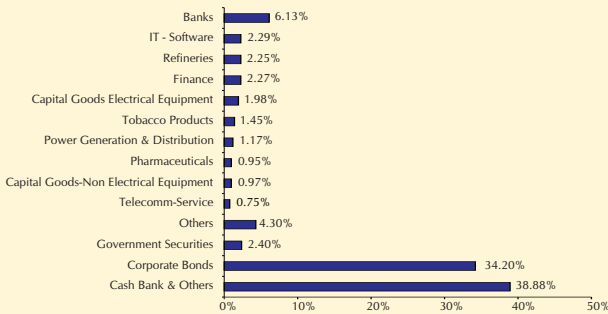
Benchmark : Nifty - 30%
CRISIL Composite Bond Fund Index - 70%

Fund Performance

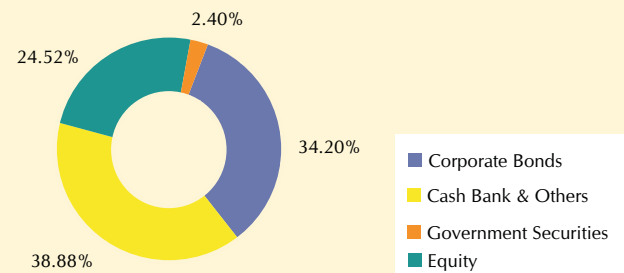
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 1 Month	30-Apr-10	12.09	-0.55%	-0.79%
Last 3 Months	26-Feb-10	11.74	2.39%	2.48%
Last 6 Months	30-Nov-09	11.77	2.16%	2.10%
Last 1 Year	29-May-09	11.13	8.02%	7.62%
Since Inception	17-Aug-07	10.00	6.82%	7.12%

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
Equity		24.52
Reliance Industries Ltd	Refineries	2.25
Infosys Technologies Ltd	IT - Software	1.70
HDFC Bank	Banks	1.61
ITC Ltd	Tobacco Products	1.45
ICICI Bank Ltd	Banks	1.22
HDFC Ltd	Finance	1.19
Axis Bank Ltd	Banks	1.05
Bharat Heavy Electricals Ltd	Capital Goods - Electrical Equipment	1.00
Larsen and Toubro Ltd	Capital Goods-NonElectricalEquipment	0.97
State Bank Of India	Banks	0.97
Other Equity		11.11

Instrument	Industry	% of NAV
Government Securities		2.40
9.39% GOI 2011	Sovereign	2.40
Corporate Bonds		34.20
7.20% HDFC 2010	AAA	17.05
7.40% Infrastructure 2012	AAA	8.58
8.40% Exim Bank 2010	AAA	8.57
Cash Bank & Others		38.88
Net Assets		100.00

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".
14. 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