

AUDITORS' REPORT

To the Board of Directors of Trustees of

AIG GLOBAL INVESTMENT GROUP MUTUAL FUND - AIG INDIA EQUITY FUND

1. We have audited the attached balance sheet of AIG GLOBAL INVESTMENT GROUP MUTUAL FUND – AIG INDIA EQUITY FUND (the 'Scheme') as at March 31, 2008 and also the revenue account for the period ended on that date annexed thereto. These financial statements are the responsibility of the management of AIG Global Asset Management Company (India) Private Limited, the Scheme's asset managers. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We report that :
 - i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - ii. The balance sheet and revenue account dealt with by this report are in agreement with the books of account.
 - iii. In our opinion, the balance sheet and revenue account dealt with by this report have been prepared in conformity with the accounting policies and standards specified in the Ninth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 (the 'SEBI Regulations').
 - iv. In our opinion, and on the basis of information and explanations given to us, the methods used to value non traded securities as at March 31, 2008 are in accordance with the SEBI Regulations and other guidelines issued by the Securities and Exchange Board of India as applicable and approved by the Board of Directors of AIG Trustee Company (India) Private Limited, and are fair and reasonable.
 - v. In our opinion, and to the best of our information and according to the explanations given to us, the said financial statements give the information required by the SEBI Regulations as applicable and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a) in the case of the balance sheet, of the state of affairs of the Scheme as at March 31, 2008;
 - b) in the case of the revenue account, of the surplus for the period ended on that date.

For S. R. BATLIBOI & CO.
Chartered Accountants

Per Hemal Shah
Partner
Membership No.: 42650
Mumbai, June 30, 2008

Balance Sheet as at March 31, 2008

	Schedule	March 31, 2008 Rupees
Assets		
Investments	1	8,294,652,432
Other Current Assets	2	118,883,692
Accumulated Unit Discount, Net	5	485,294,332
TOTAL		8,898,830,456
Liabilities		
Unit Capital	3	8,470,227,923
Reserves and Surplus	4	365,716,748
Current Liabilities and Provisions	6	62,885,785
TOTAL		8,898,830,456

RECONCILIATION OF NET ASSET VALUE PER UNIT	March 31, 2008	March 31, 2008	March 31, 2008	March 31, 2008	March 31, 2008	March 31, 2008	March 31, 2008
	Retail Growth Option Rupees	Retail Dividend Option Rupees	Total Rupees	Institutional Growth Option Rupees	Institutional Dividend Option Rupees	Total Rupees	Grand Total Rupees
Net Assets as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Note 2.1)	3,019,252,141	4,606,210,384	7,625,462,525	436,806,690	288,381,124	725,187,814	8,350,650,339
Number of Units in Issue	306,351,141.903	467,373,797.232		44,150,000.000	29,147,853.200		
Net Asset Value per Unit	9.856	9.856		9.894	9.894		

The accompanying schedules are an integral part of this Balance Sheet.

As per our report of even date.

For S. R. Batliboi & Co.
Chartered Accountants

**AIG Trustee Company
(India) Private Limited**

**AIG Global Asset Management
Company (India) Private Limited**

Sd/-
Per **Hemal Shah**
Partner
Membership No. 42650

Sd/-
Sunil Mehta
Director

Sd/-
Saurabh Sonthalia
Chief Executive Officer

Sd/-
N. Rangachary
Director

Sd/-
Nanoo Pamnani
Director

Sd/-
Tushar Pradhan
Fund Manager

Mumbai, June 30, 2008

Revenue Account for the period May 03, 2007 to March 31, 2008

Schedule	May 03, 2007 to March 31, 2008 Rupees
Income And Gains	
Dividends (Note 2.4)	50,752,141
Interest and Discount	7 38,887,666
Profit on sale/redemption of Investments (Other than Interscheme transfers/sale) (Note 2.4)	91,388,097
Profit on Interscheme transfer/sale of Investments (Note 2.4)	29,063
Other Income	611
TOTAL	181,057,578
Expenses And Losses	
Investment Management and Advisory Fees (Note 3)	86,386,052
Trustee Fees (Note 4)	846,042
Registrar and Transfer Agent Fees	13,740,216
Custodian Fees (Note 5)	1,534,766
Audit Fees	1,306,563
Selling and Distribution Expenses	47,720,477
Other Operating Expenses	18,269,676
	169,803,792
Net Surplus for the Period	
Net Unrealised Appreciation in Value of Investments	8 11,253,786
	332,676,311
Net Surplus including Net Unrealised Appreciation in Value of Investments	343,930,097

	May 03, 2007 to March 31, 2008			May 03, 2007 to March 31, 2008			
	Retail Growth Option Rupees	Retail Dividend Option Rupees	Total Rupees	Institutional Growth Option Rupees	Institutional Dividend Option Rupees	Total Rupees	Grand Total Rupees
Net Surplus including Net Change in Unrealised Appreciation in Value of Investments by Option	104,521,129	141,710,241	246,231,370	77,316,690	20,382,037	97,698,727	343,930,097
Dividend Distributions	-	-	-	-	-	-	-
Transfer From Income Equalisation Reserve (Note 2.6)	4,439,181	18,911,840	23,351,021	1,943,690	(3,508,060)	(1,564,370)	21,786,651
Balance Transferred to Reserve Fund	108,960,310	160,622,081	269,582,391	79,260,380	16,873,977	96,134,357	365,716,748

The accompanying schedules are an integral part of this Revenue Account.

As per our report of even date.

For S. R. Batliboi & Co.

Chartered Accountants

Sd/-

Per **Hemal Shah**

Partner

Membership No. 42650

**AIG Trustee Company
(India) Private Limited**

Sd/-

Sunil Mehta

Director

Sd/-

N. Rangachary

Director

**AIG Global Asset Management
Company (India) Private Limited**

Sd/-

Saurabh Sonthalia

Chief Executive Officer

Sd/-

Nanoo Pamnani

Director

Sd/-

Tushar Pradhan

Fund Manager

Mumbai, June 30, 2008

Schedules to the Financial Statements for the period May 3, 2007 to March 31, 2008.

	March 31, 2008	
	Cost Rupees	Market / Fair Value Rupees
Schedule 1		
Investments		
(Notes 2.3,8 and 9)		
(Refer to the attached statement of Portfolio Holding as at March 31,2008)		
Equity Shares	7,961,976,121	8,294,652,432
	<u>7,961,976,121</u>	<u>8,294,652,432</u>

Schedule 2**Other Current Assets**

Balance with Banks in Current Account		9,242,151
Reverse Repos		74,353,273
Unit Subscription Receivable		1,118,471
Switch Receivable		32,520,583
Interest Receivable on :		
-Reverse Repo		13,540
-CCIL Margin		18,699
Receivable from the Investment Manager		7,420
Margin Money with CCIL		1,600,000
Miscellaneous Receivable		9,555
		<u>118,883,692</u>

Schedules to the Financial Statements for the period May 3, 2007 to March 31, 2008.
Schedule 3

Unit Capital	Retail Growth Option		Retail Dividend Option		Institutional Growth Option		Institutional Dividend Option		Rupees	Units	Grand Total
	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units			
Issued and Subscribed :											
Units of Rs. 10 each											
fully paid up	3,819,758,401	381,975,840.103	5,644,376,393	564,437,639.332	824,000,000	82,400,000.000	300,000,000	30,000,000.000	10,588,134,794	1,058,813,479.435	
Outstanding :											
Initial issue and subscription	3,819,758,401	381,975,840.103	5,644,376,393	564,437,639.332	824,000,000	82,400,000.000	300,000,000	30,000,000.000	10,588,134,794	1,058,813,479.435	
Issued during the period	543,400,453	54,340,045.300	709,483,046	70,948,304.600	-	-	490,478,924	49,047,892.400	1,743,362,423	174,336,242.300	
	4,363,158,854	436,315,885.403	6,353,859,439	635,385,943.932	824,000,000	82,400,000.000	790,478,924	79,047,892.400	12,331,497,217	1,233,149,721.735	
Redeemed during the period	1,299,647,435	129,964,743.500	1,680,121,467	168,012,146.700	382,500,000	38,250,000.000	499,000,392	49,900,039.200	3,861,269,294	386,126,929.400	
At the end of the period	3,063,511,419	306,351,141.903	4,673,737,972	467,373,797.232	441,500,000	44,150,000.000	291,478,532	29,147,853.200	8,470,227,923	847,022,792.335	

Schedules to the Financial Statements for the period May 3, 2007 to March 31, 2008.
March 31, 2008
Rupees
Schedule 4
Reserves and Surplus
Reserve Fund

Surplus Transferred from Revenue Account	365,716,748
At the end of the period [including net unrealised appreciation in value of investments Rs. 332,676,311.25]	365,716,748
TOTAL	365,716,748

Schedule 5
Unit Premium / Discount Reserve (Note 2.5)

Net Premium on Issue/Redemptions of Units	(485,294,332)
At the end of the period	(485,294,332)

Schedule 6
Current Liabilities and Provisions
Current Liabilities

Investment Management and Advisory Fees	7,433,459
Trustee Fees	72,250
Registrar and Transfer Agent Fees	2,456,935
Custodian Fees	1,534,766
Audit Fees	371,452
Selling and Distribution Expenses	17,673,289
Unit Redemption Payable	12,340,403
Load pending utilisation (Note 2.7)	18,185,327
Others	2,817,904
	62,885,785

Schedule 7
Interest and Discount (Note 2.4)
May 03, 2007
to March 31, 2008
Rupees

Debentures/Bonds	189,267
Government Securities	1,666,794
CBLO	10,414,334
Deposits	9,198,092
Certificate of Deposit / Commercial Papers	13,878,105
Reverse Repos	3,541,074
	38,887,666

Schedule 8
Unrealised Appreciation in Value of Investments (Note 8)

At the end of the period	332,676,311
Net change in unrealised appreciation in value of investments during the year/period	332,676,311

9. Supplementary Investment Portfolio Information And Industrywise Classification (Referred to in Schedule 1 to the Balance Sheet as at March 31, 2008 and the Revenue Account for the period ended March 31, 2008.)

Details of investment portfolio and industrywise classification of the Scheme's investments in each category of investments as at March 31, 2008 are presented below. The industry and company exposures are stated as a percentage of the Scheme's net assets as at March 31, 2008, as well as the aggregate investments in each investment category.

Industry & Company Particular	Quantity	Amount (Rs. in Lakhs)	Percentage to Net Assets	Percentage to Investment Category
EQUITY & EQUITY RELATED INSTRUMENTS				
a) Listed / Awaiting listing on Stock Exchanges				
Auto	700,000	5,083	6.08	6.13
Maruti Suzuki India Ltd.	300,000	2,481	2.97	2.99
Tata Motors Ltd.	250,000	1,556	1.86	1.88
Mahindra & Mahindra Ltd.	150,000	1,046	1.25	1.26
Banks	2,194,000	10,727	12.84	12.93
State Bank of India	225,000	3,600	4.31	4.34
HDFC Bank Ltd.	200,000	2,663	3.19	3.21
Indian Overseas Bank Ltd.	1,501,000	2,028	2.43	2.44
ICICI Bank Ltd.	223,000	1,716	2.05	2.07
State Bank of India (Right Shares)	45,000	720	0.86	0.87
Cement	150,900	2,229	2.67	2.69
Shree Cement Ltd.	125,453	1,377	1.65	1.66
Madras Cement Ltd.	25,447	852	1.02	1.03
Construction	2,750,500	6,428	7.70	7.74
IVRCL Infrastructures and Projects Ltd.	500,000	2,028	2.43	2.44
Unitech Ltd.	700,500	1,935	2.32	2.33
Jaiprakash Associates Ltd.	750,000	1,699	2.03	2.05
Kolte Patil Developers Ltd.	800,000	766	0.92	0.92
Consumer Non Durables	2,000,000	5,007	5.99	6.04
ITC Ltd.	1,500,000	3,094	3.70	3.73
Colgate Palmolive (India) Ltd.	500,000	1,913	2.29	2.31
Diversified	155,185	4,711	5.64	5.68
Larsen & Toubro Ltd.	155,185	4,711	5.64	5.68
Ferrous Metals	760,000	5,627	6.74	6.79
Tata Steel Ltd.	480,000	3,333	3.99	4.02
JSW Steel Ltd.	280,000	2,294	2.75	2.77
Fertilisers	812,100	2,278	2.73	2.75
Tata Chemicals Ltd.	812,100	2,278	2.73	2.75
Finance	150,000	3,570	4.27	4.30
Housing Development Finance Corporation Ltd.	150,000	3,570	4.27	4.30

Supplementary Investment Portfolio Information And Industrywise Classification (Referred to in Schedule 1 to the Balance Sheet as at March 31, 2008 and the Revenue Account for the period ended March 31,2008.) (Contd.)

Industry & Company Particular	Quantity	Amount (Rs. in Lakhs)	Percentage to Net Assets	Percentage to Investment Category
EQUITY & EQUITY RELATED INSTRUMENTS (Contd.)				
Gas	1,766,149	992	1.19	1.20
Gujarat State Petronet Ltd.	1,766,149	992	1.19	1.20
Industrial Capital Goods	744,145	6,960	8.34	8.39
Bharat Heavy Electricals Ltd.	180,000	3,710	4.44	4.47
Bharati Shipyard Ltd.	314,145	1,709	2.05	2.06
Siemens Ltd.	250,000	1,541	1.85	1.86
Media & Entertainment	1,336,603	2,613	3.13	3.15
Zee Entertainment Enterprises Ltd.	533,254	1,312	1.57	1.58
Deccan Chronicle Holdings Ltd.	803,349	1,301	1.56	1.57
Non - Ferrous Metals	320,000	2,286	2.74	2.76
Sterlite Industries Ltd.	320,000	2,286	2.74	2.76
Oil	475,876	4,154	4.98	5.01
Oil and Natural Gas Corporation Ltd.	325,000	3,187	3.82	3.84
Great Offshore Ltd.	150,876	967	1.16	1.17
Pesticides	700,000	1,835	2.20	2.21
United Phosphorus Ltd.	700,000	1,835	2.20	2.21
Petroleum Products	1,330,000	9,039	10.82	10.90
Reliance Industries Ltd.	330,000	7,477	8.95	9.01
Reliance Petroleum Ltd.	1,000,000	1,562	1.87	1.88
Pharmaceuticals	350,000	2,160	2.59	2.60
IPCA Laboratories Ltd.	350,000	2,160	2.59	2.60
Power	350,000	1,442	1.73	1.74
CESC Ltd.	350,000	1,442	1.73	1.74
Telecom - Equipment & Accessories	800,000	1,288	1.54	1.55
HCL - Infosystems Ltd.	800,000	1,288	1.54	1.55
Telecom - Services	700,000	4,518	5.41	5.45
Bharti Airtel Ltd.	300,000	2,479	2.97	2.99
Reliance Communication Ltd.	400,000	2,039	2.44	2.46
Total		82,947	99.31	100.00
OTHER CURRENT ASSETS		1,189	1.46	
TOTAL ASSETS		84,136	100.77	
LESS : CURRENT LIABILITIES		629	0.77	
NET ASSETS		83,507	100.00	

Notes to the Financial Statements

Schedule 9

1. Organisation

AIG India Equity Fund (the "Scheme") is an open-ended equity scheme of AIG Global Investment Group Mutual Fund (the "Fund") and was launched on May 3, 2007. AIG Global Investment Group Mutual Fund has been sponsored by AIG Capital Corporation. AIG Global Asset Management Company (India) Private Limited (AIG AMC) incorporated under the Companies Act, 1956 has been appointed as the asset management company. The duration of the Scheme is perpetual. The Scheme closed for initial subscription on May 31, 2007. The investment objective of the Scheme is to generate long-term capital appreciation from a diversified portfolio of predominantly equity and equity-related securities including equity derivatives. The Scheme has two plans – Regular Plan and Institutional Plan and two options under each plan – Growth option and Dividend option. The Scheme will not declare dividend under the Growth Option. The income earned on such units will remain invested within the Scheme and will be reflected in the net asset value of the Option.

2. Significant Accounting Policies

The financial statements are prepared on the accrual basis of accounting, under the historical cost convention, as modified for investments, which are 'marked-to-market'. The significant accounting policies, which are in accordance with the SEBI Regulations and have been approved by the Board of Directors of the AMC and the Trustee, are stated below.

2.1. Determination of net asset value

The net asset value of the units of the Scheme is determined separately for units issued under the Plans after including the respective unit capital and reserves and surplus, and reducing net deficit and accumulated discount, if any.

For reporting the net asset values, the daily income earned, including realised profit or loss and unrealised gain or loss in the value of investments, and expenses incurred by the Scheme, are allocated to the Plans in proportion to their respective daily net assets as at the end of the immediately preceding day.

2.2. Unit capital

Unit capital represents the net outstanding units at the balance sheet date, thereby reflecting all transactions relating to the year ended on that date.

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of the Scheme, after an appropriate portion of the issue proceeds and redemption payouts is credited or debited respectively to the equalisation account, a mandatory requirement for open ended mutual fund Schemes. The Unit Premium Reserve is available for dividend distribution except to the extent it is represented by unrealised net appreciation in value of investments.

2.3. Investments

Accounting for investment transactions

Purchase and sale of investments are recorded on the date of the transaction, at cost and sale price respectively, after considering brokerage, commission, securities transaction tax and fees payable or receivable, if any. The front end fee receivable, if any, is reduced from the cost of investment.

- Right entitlements are recognised as investments on the ex-rights date.
- Bonus entitlements are recognised as investments on the ex-bonus date.

Valuation of investments

- Investments in Central Government securities are stated at their traded prices on the balance sheet date, as released by an independent agency, currently Crisil Limited, suggested by the Association of Mutual Funds in India ('the AMFI').
- Traded Equity and Equity related Securities are valued at the last quoted closing price on the National Stock Exchange of India Limited (NSE). If a security is not traded on NSE, it will be valued at the last quoted closing price on Bombay Stock Exchange (BSE) or any other stock exchange (in that order).
- If a security is not traded on any stock exchange on a particular valuation day, the last quoted closing price on NSE or BSE or other recognised stock exchange (in that order) on the earliest previous day would be used, provided such day is not more than thirty days prior to the valuation day.
- Thinly Traded, Non-traded and unlisted Equity are valued "in good faith" as determined, in accordance with the SEBI Regulations.

Investments in fixed income securities are valued as follows :

- Traded Debt Securities (other than Government Securities) are valued at the closing market price as on the date of valuation, provided there is an individual trade in that security in marketable lot.
- Non-traded / thinly traded / unlisted debt securities of upto 182 days to maturity are valued at cost or last valuation price (in case of securities having maturity period of more than 182 days at the time of purchase) plus difference between the redemption value and the cost or last valuation price spread uniformly over the remaining maturity period of the instrument.
- Non traded / thinly traded / unlisted debt securities of over 182 days to maturity are valued in good faith by the investment manager on the basis of valuation principles laid down by the SEBI. The approach in valuation of a non-traded / thinly traded / unlisted debt security is based on the concept of using spreads over the benchmark rate to arrive at the yields for pricing the security.
- The securities with call option are valued at the lower of the value as obtained by valuing the security to final maturity and valuing the security to call option. In case there are multiple call options, the lowest value obtained by valuing to the various call dates and valuing to the maturity date is taken as the value of the instruments.
- The securities with put option are valued at the higher of the value as obtained by valuing the security to final maturity and valuing the security to put option. In case there are multiple put options, the highest value obtained by valuing to the various put dates and valuing to the maturity date is taken as the value of the instruments.
- The securities with both Put and Call option on the same day would be deemed to mature on the Put/Call day and would be valued accordingly.
- All other investments are stated at their fair value as determined in good faith by the AMC in accordance with the SEBI Regulations and reviewed by the Trustee.
- Following the issue of the guidance note on accounting for investments in the financial statements of mutual funds by the Institute of Chartered Accountants of India (pursuant to the Eleventh Schedule of the Regulations) net unrealized appreciation / depreciation in the value of investments is determined separately for each category of investments. Further the change in net unrealised appreciation / depreciation, if any, between two Balance Sheet dates / dates of determination is recognized in the Revenue Account. Unrealized appreciation is reduced from the distributable income at the time of income distribution. At the end of the financial year, the balance in the Revenue Account including change in the net unrealised appreciation or depreciation in the value of investments is transferred to Reserve Fund.

2.4. Revenue recognition

- Dividend income is recognised on the ex-dividend date.
- Interest on fixed income securities is recognised as income on an accrual basis.
- Profit or loss on sale of investments is determined on the basis of the weighted average cost method.

2.5. Unit Premium / Discount Reserve

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of the Scheme.

The unit premium reserve is available for dividend distribution except to the extent it is represented by unrealized net appreciation in value of investments.

2.6. Income Equalization Reserve

The purpose of equalisation account is to maintain the per unit amount of a Plan's share of the Scheme's undistributed income earned during the accounting year, so that continuing unit holders' share of undistributed income remains unchanged on issue or redemption of units under that Plan.

When units are issued or redeemed, the total undistributed income from the launch of the scheme till the date of the transaction is determined. Based on the number of units outstanding on the transaction date, the undistributed income associated with each unit is computed. The per unit amount so determined is credited or debited to the equalisation account on issue and redemption of each unit respectively.

At the balance sheet date, the balance in the equalisation account is transferred to the revenue account

2.7. Load

All load including CDSC charged at the time of purchase/ sale of units is utilized towards meeting distribution and marketing expenses. Unutilised amount of Load collected is carried forward to subsequent years unless the same is considered as surplus by the AMC.

3. Investment Management and Advisory Fees

The Scheme has paid or provided for investment management and advisory fees payable to AIG AMC for managing the Scheme at an annual rate of 1.02% of the average daily net assets (excluding investments made by AIG AMC and investments in Fixed Deposits) recorded by the Scheme. All costs, charges and expenses incurred by AIG AMC in the administration and execution of the activities of the Scheme, except costs allowed to be charged to the Scheme under the Regulations, and amendments thereto as applicable, are on their own account for which they receive investment management and advisory fees.

4. Trustee Fees

In accordance with the Deed of Trust dated December 15, 2006 between AIG Capital Corporation ("The Settlor") and AIG Trustee Company (India) Private Limited, (the "Trustee"), the Scheme has paid or provided for trustee fees payable to the Trustee at an annual rate of 0.01% of the average daily net asset values recorded by the Scheme.

5. Custodian Fees

Citibank N.A provides custodial services to the Scheme for which it receives custody fees.

6. Income Taxes

No provision for taxation has been made as the Scheme qualifies as a recognized mutual fund under Section 10 (23D) of the Income Tax Act, 1961 of India.

7. Other Expenses

Other Expenses include service tax on management fees and trusteeship fees.

8. Aggregate Appreciation and Depreciation In Value of Investments

Aggregate appreciation and depreciation in value of investments are as follows :

	March 31, 2008 (Rupees)
Equity Shares	
- Appreciation	967,918,963.01
- Depreciation	635,242,651.78

9. Aggregate Value of Purchases and Sale of Investments.

The aggregate value of investment securities purchased and sold (including matured) during the financial period is Rs. 17,886,010,522/- and Rs. 10,025,023,966/- respectively being 211.41 %(annualized) and 118.49%(annualized) of the average daily net assets.

10. Income and Expenses

The total income (including net profit on sale of investments and net unrealized appreciation in the value of investments) and expenditure during the period is Rs. 513,733,890/- and 169,803,791/- respectively being 6.07%%(annualised) and 2.01%%(annualised) of the average daily net assets.

11. Disclosure under Regulation 25(8) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended.

The Fund has not made any payment to associates / group companies.

12. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended.

Fund has made the following investment in a company, which holds units in excess of 5% of the net asset value of any scheme of the Fund.

Company Name	Schemes invested in by the Company	Investment made by schemes of AIG Global Investment Group Mutual Fund in the company / subsidiary	Aggregate cost of acquisition during the period ended March 31, 2008* (Rupees in Lakhs)	Outstanding as at March 31, 2008 (At Market / Fair Value) (Rupees in Lakhs)
Allahabad Bank	AIGLF,AIGTPF	AIGLF AIGTPF AIGSTF	9,425.94 10,630.63 9,129.43	2,295.08 - 4,589.01
DSP Merrill Lynch Capital Ltd	AIGLF	AIGLF AIGTPF	25,832.06 26,760.70	- -
Global Trade Finance Limited	AIGLF,AIGTPF	AIGLF AIGTPF	12,000.00 2,200.00	- -
HDFC Bank Limited	AIGLF,AIGTPF	AIGEF	12,208.62	2,662.50
Housing Development Finance Corporation Limited	AIGLF	AIGEF AIGTPF AIGSTF	5,442.50 8,522.35 2,500.00	3,569.63 1,461.26 2,532.03
ITC Limited	AIGLF	AIGEF	2,392.48	3,093.75
Indian Bank	AIGLF,AIGTPF	AIGLF	2,294.26	2,296.58
Infrastructure Development Finance Company Limited	AIGLF,AIGTPF	AIGTPF AIGSTF	5,354.53 2,440.38	- 2,447.29
Karnataka Bank Limited	AIGLF	AIGTPF	2,484.08	-
L&T Finance Limited	AIGTPF	AIGLF AIGTPF	13,412.62 14,965.02	- -
Larsen & Toubro Limited	AIGLF,AIGTPF	AIGEF AIGINFRA	3,339.66 1,981.87	4,711.34 1,669.77
Reliance Petroleum Ltd	AIGLF,AIGTPF	AIGEF	2,140.53	1,562.00
State Bank of Mysore	AIGLF,AIGTPF	AIGEF AIGLF AIGTPF AIGINFRA AIGSTF	6,436.96 18,365.80 14,606.44 2,430.95 3,697.14	- 928.68 - - 3,714.72
Union Bank of India	AIGLF,AIGTPF	AIGLF AIGTPF AIGSTF	3,456.94 8,948.51 2,491.97	- 2,433.06 -
Reliance Industries Ltd	AIGLF	AIGEF AIGINFRA	8,218.97 1,303.80	7,477.14 1,132.90
YES Bank Ltd	AIGLF	AIGTPF	2,487.61	-
Export Import Bank of India	AIGLF	AIGEF AIGLF AIGTPF AIGSTF	996.91 1,500.00 3,508.25 1,960.98	- - - -
HCL Technologies Limited	AIGLF	AIGEF	1,512.11	-
ICICI Bank Ltd	AIGLF	AIGEF AIGLF AIGTPF AIGINFRA AIGSTF	8,342.10 35,085.78 59,666.86 1,872.20 8,279.89	1,715.76 5,538.92 5,511.36 1,231.04 8,309.75

12. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended. (Contd.)

Company Name	Schemes invested in by the Company	Investment made by schemes of AIG Global Investment Group Mutual Fund in the company / subsidiary	Aggregate cost of acquisition during the period ended March 31, 2008*	Outstanding as at March 31, 2008 (At Market / Fair Value)
			(Rupees in Lakhs)	(Rupees in Lakhs)
State Bank of Patiala	AIGLF	AIGLF AIGTPF AIGINFRA AIGSTF	15,249.23 31,859.90 9,713.97 4,551.79	- - - 1,842.59
Bharti Airtel Ltd	AIGLF,AIGTPF	AIGEF	4,680.49	2,478.75

The above investments comprise equity shares, debentures / bonds, commercial paper / certificate of deposits and other debt instruments.

These investments have been made on account of their high credit quality and competitive yield for the investment in fixed income/ money market instruments and in case of equity shares because of attractive valuations of these companies. The above investments include inter-scheme transfers made by the Schemes.

AIGEF : AIG INDIA EQUITY FUND

AIGTPF : AIG INDIA TREASURY PLUS FUND

AIGLF : AIG INDIA LIQUID FUND

AIGINFRA : AIG INFRASTRUCTURE AND ECONOMIC REFORM FUND

AIGSTF : AIG SHORT TERM FUND

*The aggregate cost of acquisition has been taken since inception of the schemes as all the schemes have not completed a year.

13. Segment Reporting

The Scheme operates only in one segment viz. to primarily generate returns, based on scheme's investment objective.

14. Prior Year Comparatives

The scheme was launched during the current financial year and hence, there are no prior period comparatives.

As per our report of even date.

For S. R. Batliboi & Co.

Chartered Accountants

Sd/-

Per **Hemal Shah**

Partner

Membership No. 42650

**AIG Trustee Company
(India) Private Limited**

Sd/-

Sunil Mehta

Director

Sd/-

N. Rangachary

Director

**AIG Global Asset Management
Company (India) Private Limited**

Sd/-

Saurabh Sonthalia

Chief Executive Officer

Sd/-

Nanoo Pamnani

Director

Sd/-

Tushar Pradhan

Fund Manager

Mumbai, June 30, 2008

PERSPECTIVE HISTORICAL PER UNIT STATISTICS FOR THE PERIOD ENDED MARCH 31, 2008.

**May 03, 2007 to
March 31, 2008
Rupees**

(a) Net asset value per unit at the end of the period (Note 2.5)	
Regular Growth	9.856
Regular Dividend	9.856
Institutional Growth	9.894
Institutional Dividend	9.894
(b) Gross Income	
(i) income other than profit on sale of investment	0.11
(ii) income from profit on inter scheme sales/transfer of investment	0.00
(iii) income (net) from profit on sale of investments to third party	0.11
(iv) transfer of revenue account from past year's reserve	0.00
(c) Aggregate of expenses, writeoff, amortisation and charges (excluding change in unrealised depreciation in investments)	0.20
(d) Net Income (excluding change in unrealised depreciation in investments)	0.01
(e) Unrealised appreciation / (depreciation) in value of investments	0.39
(f) Redemption price	
- Highest	
Regular Growth	14.132
Regular Dividend	14.132
Institutional Growth	14.169
Institutional Dividend	13.594
- Lowest	
Regular Growth	9.283
Regular Dividend	9.283
Institutional Growth	10.465
Institutional Dividend	10.492
(g) Purchase price	
- Highest	
Regular Growth	14.450
Regular Dividend	14.450
Institutional Growth	10.000
Institutional Dividend	13.204
- Lowest	
Regular Growth	9.377
Regular Dividend	9.417
Institutional Growth	10.000
Institutional Dividend	10.000
(h) Price earnings ratio	N.A.
(i) Ratio of expenses to average daily net assets by percentage (annualised, excluding unrealised appreciation/depreciation on investments)	2.01
(j) Ratio of gross income/loss to average daily net assets by percentage (annualised, including unrealised appreciation / depreciation on investments and net profit or loss on sale of investments.)	6.07

*The above per unit calculations are based on the number of units in issue at the end of the financial period