

Tata Asset Management Limited

Financial Statements
together with the Auditors' Report
for the year ended 31 March 2008

Tata Asset Management Limited

Financial statements together with Auditors' report *for the year ended 31 March 2008*

Contents

Auditors' Report	3 – 6
Balance sheet	7
Profit and loss account	8
Cash flow	9
Schedules & Notes to the financial statements	10 – 27
Balance sheet abstract	28

Auditors' Report**To the Members of
Tata Asset Management Limited**

We have audited the attached balance sheet of Tata Asset Management Limited ('the Company') as at 31 March 2008, and also the profit and loss account and the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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.

As required by the Companies (Auditor's Report) Order, 2003 and amendments thereto ('together referred to as the Order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 ('the Act'), we enclose in the annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, 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) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- (iii) The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the balance sheet, profit and loss account and cash flow statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act;
- (v) On the basis of written representations received from the Directors, as on 31 March 2008, and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on 31 March 2008 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Act;



Tata Asset Management Limited

Annexure to Auditors' Report - 31 March 2008 (*Continued*)

- (vi) 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 Act, in the manner so required 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 Company as at 31 March 2008;
 - b) in the case of the Profit and Loss account, of the profit of the Company for the year ended on 31 March 2008 ; and
 - c) in case of Cash Flow statement, of the cash flows of the Company for the year ended on that date.

For **BSR & Associates**
Chartered Accountants



Saurabh Shah
Partner

Membership No: 049505

Mumbai
20 May 2008

Tata Asset Management Limited

Annexure to Auditors' report - 31 March 2008

With reference to the annexure referred to in paragraph 3 of the Auditors' report to the members of Tata Asset Management Limited ('the Company') on the financial statements for the year ended on 31 March 2008, we report the following:

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified every year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) Fixed assets disposed off during the year were not substantial and therefore, do not affect the going concern assumption.
2. The Company is a service company, primarily rendering asset management services to Tata Mutual Fund. Accordingly it does not hold any physical inventories. Thus, paragraph 4(ii) of the Order is not applicable.
3. According to the information and explanations given to us, we are of the opinion that there are no companies, firms or other parties covered in the register required under Section 301 of the Companies Act, 1956. Accordingly, paragraph 4(iii) of the Order is not applicable.
4. In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and nature of its business with regard to purchase of fixed assets and with regards to rendering of services. We have not observed any major weaknesses in the internal control system during the course of the audit.
5. In our opinion, and according to the information and explanations given to us, there are no contracts and arrangements, the particulars of which need to be entered into the register maintained under section 301 of the Companies Act, 1956.
6. The Company has not accepted any deposits from the public.
7. In our opinion, the Company has an internal audit system commensurate with its size and the nature of its business.
8. The Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for any of the services rendered by the Company.
9. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Wealth tax, Service tax, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Investor Education and Protection Fund.
b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State insurance, Income-tax, Wealth tax, Service tax, Cess and other material statutory dues were in arrears as at 31 March 2008 for a period of more than six months from the date they became payable.

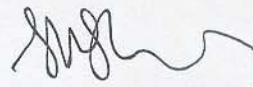


Tata Asset Management Limited

Annexure to Auditors' Report - 31 March 2008 (Continued)

- c) Further, there are no dues on account of cess under section 441A of the Companies Act, 1956 since the date from which the aforesaid section comes into force has not yet been notified by the Central Government.
 - d) According to the information and explanations given to us, there are no dues of Income tax, Wealth tax, Service tax, and Cess which have not been deposited with the appropriate authorities on account of any dispute.
- 10. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year.
 - 11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to its bankers or to any financial institutions. The Company did not have any outstanding debentures during the year.
 - 12. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 - 13. In our opinion and according to the information and explanations given to us, the Company is not a chit fund, nidhi, mutual benefit fund or a society.
 - 14. Based on information and explanations provided by the management, in respect of dealing and trading in shares and securities, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares and securities have been held by the Company in its own name. As explained to us, the Company is not involved in dealing or trading of debentures and other investments.
 - 15. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
 - 16. The Company did not have any term loans outstanding during the year.
 - 17. According to the information and explanations given to us and based on overall examination of the balance sheet of the Company, the Company has not raised any short term funds for long term purposes.
 - 18. As stated in paragraph 5 above, there are no companies / firms / parties covered in the register required to be maintained under section 301 of the Companies Act, 1956.
 - 19. The Company did not have any outstanding debentures during the year.
 - 20. The Company has not raised any money by public issues during the year.
 - 21. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For BSR & Associates
Chartered Accountants



Saurabh Shah

Partner

Membership No: 049505

Mumbai
20 May 2008

Tata Asset Management Limited

Balance sheet

as at 31 March 2008

(Currency: Indian Rupees)

	Schedule	2008	2007
SOURCES OF FUNDS			
Shareholders' funds			
Share capital	3	164,062,500	164,062,500
Reserves and surplus	4	678,651,224	521,243,427
		842,713,724	685,305,927
Deferred tax liability (net)	5	12,142,073	17,095,225
		854,855,797	702,401,152
APPLICATION OF FUNDS			
Fixed assets			
Gross block	6	213,921,118	196,128,674
Less: Accumulated depreciation		69,510,297	58,388,657
Net block		144,410,821	137,740,017
Capital work in progress		1,098,399	4,576,359
		145,509,220	142,316,376
Investments	7	834,556,900	611,331,864
Current assets, loans and advances			
Cash and bank balances	8	6,944,126	6,980,142
Sundry debtors	9	84,451,551	54,349,373
Loans and advances	10	117,984,671	77,830,750
		209,380,348	139,160,265
Current liabilities and provisions			
Current liabilities	11	200,892,537	105,291,008
Provisions	12	133,698,134	85,116,345
		334,590,671	190,407,353
Net current assets/(liabilities)		(125,210,323)	(51,247,088)
		854,855,797	702,401,152

Significant accounting policies

Notes to the accounts

The schedules referred to above form an integral part of the balance sheet.

As per our report attached.

2
18 - 30

Tata Asset Management Limited

Profit and loss account

for the year ended 31 March 2008

(Currency : Indian rupees)

	Schedule	2008	2007
Income			
Management fees	13	851,183,034	608,443,150
Dividend			
- Long term investments - from subsidiary company		120,105,000	52,533,200
- Current investments		25,773,507	15,618,817
Profit on sale of investments (net)		16,860,059	16,513,161
Interest income	14	320,850	415,114
Other income	15	19,443,849	10,351,595
		<u>1,033,686,299</u>	<u>703,875,037</u>
Expenditure			
Employee costs	16	266,889,436	166,979,702
Administrative and other expenses	17	338,805,429	218,301,626
Depreciation	6	15,883,442	13,350,791
Diminution in value of investment		<u>1,130,957</u>	<u>(96,690)</u>
		<u>622,709,264</u>	<u>398,535,429</u>
Profit before taxation		410,977,035	305,339,608
Provision for income tax - current year		126,000,000	89,600,000
Provision for income tax - prior years		3,600,193	3,115,695
Provision for wealth tax - current year		124,934	107,055
Provision for wealth tax - prior years		(377,139)	-
Provision for fringe benefit tax		4,410,203	3,492,961
Deferred tax charge / (benefit)		<u>(4,953,152)</u>	<u>(1,274,765)</u>
Profit after taxation		282,171,996	210,298,662
Balance in the profit and loss account brought forward		<u>386,468,427</u>	<u>287,544,980</u>
Amount available for appropriation		668,640,423	497,843,642
Appropriations			
Proposed dividend		106,640,625	73,828,125
Tax on dividend		18,123,574	12,547,090
Transfer to general reserve		<u>100,000,000</u>	<u>25,000,000</u>
Balance in the profit and loss account carried forward		<u>443,876,224</u>	<u>386,468,427</u>
Earnings per Share of face value of Rs.10 each - Basic and diluted (in Rs.)	21	17.20	12.82

Significant accounting policies

Notes to the accounts

The schedules referred to above form an integral part of the profit and loss account

As per our report attached.

Tata Asset Management Limited

Cash flow statement

for the year ended 31 March 2008

(Currency : Indian rupees)

	Schedules	2008	2007
Cash flows from Operating Activities		410,977,035	305,339,608
Net profit before taxation			
Adjustment for :			
Depreciation		15,883,442	13,350,791
Interest income		-	(133,653)
Dividend income		(145,878,507)	(68,152,017)
Diminution in value of investments		1,130,957	(96,690)
(Profit) / Loss on sale of investments (net)		(16,860,059)	(16,513,161)
(Profit) / Loss on sale of fixed assets (net)		836,158	73,280
Operating cash flow before working capital changes		266,089,026	233,868,158
(Increase) / Decrease in sundry debtors		(30,102,178)	(7,393,002)
(Increase) / Decrease in loans and advances		(17,112,679)	(27,432,944)
(Increase) / Decrease in interest accrued		-	214,100
Increase / (Decrease) in current liabilities and provisions		111,370,818	(16,118,700)
Cash generated from working capital changes		64,155,961	(50,730,546)
Interest on income tax refunds		-	130,585
Income tax paid (net of income tax refunds & TDS on income received)		(162,375,917)	(98,987,299)
Net cash generated from / (used) in operating activities (A)		167,869,070	84,280,898
Cash flow from investing activities		(20,629,791)	(27,908,335)
Purchase of fixed assets		717,347	845,263
Proceeds from sale of fixed assets		-	3,068
Interest income		145,878,507	68,152,017
Dividend income		(1,632,270,232)	(602,799,509)
Purchase of investments		1,424,774,298	562,465,299
Proceeds from sale of investments		(81,529,871)	757,803
Net cash generated from / (used) in investing activities (B)		(81,529,871)	757,803
Cash flow from financing activities		(86,375,215)	(80,351,250)
Dividend and distribution tax paid		(86,375,215)	(80,351,250)
Net cash generated from / (used) in financing activities (C)		(86,375,215)	(80,351,250)
Net increase in cash and cash equivalents (A) + (B) + (C)		(36,016)	4,687,451
Cash and cash equivalents at the beginning of the year	8	6,980,142	2,292,691
Cash and cash equivalents at the end of the year	8	6,944,126	6,980,142
As per our report attached		6,944,126	6,980,142

Tata Asset Management Limited

Schedules to the financial statements

for the year ended 31 March 2008

(Currency: In Indian Rupees)

1 Background

Tata Asset Management Limited ('the Company') was incorporated on 15 March 1994. The principal shareholders of the Company are Tata Sons Limited (67.91%) and Tata Investment Corporation Limited (32.09%).

The Company's principal activity is to act as an investment manager to Tata Mutual Fund ('the Fund'). The Company is registered with Securities and Exchange Board of India ('SEBI') under SEBI (Mutual Fund) Regulations, 1996. The Company manages the investment portfolio of the Fund and provides various administrative services to the Fund and Trustee Company as laid down in the Investment Management Agreement dated 9 May 1995 and amended from time to time.

2 Significant accounting policies

2.1 Basis of preparation

The accompanied financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956 to the extent applicable. The financial statements are presented in Indian rupees.

2.2 Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.3 Fixed assets and depreciation

Fixed assets are stated at cost of acquisition less accumulated depreciation. Cost includes all expenses incidental to the acquisition of the fixed assets. Depreciation on fixed assets other than premises and intangible assets is provided on Written Down Value basis and on premises is provided on Straight Line Method at the rates prescribed in Schedule XIV of the Companies Act, 1956.

Intangible assets comprising of software purchased / developed and licensing costs are depreciated on straight line basis over the useful life of the software up to a maximum of five years commencing from the year in which such software is first utilised.

Assets individually costing rupees five thousand or less are fully depreciated in the year of purchase/ acquisition.

The Company provides pro-rata depreciation from the date of payment and for any asset sold, till the date of sale.



2 Significant accounting policies (Continued)

2.4 Leasehold improvements

Leasehold improvements are depreciated over the estimated period of lease, or economic useful life whichever is less.

2.5 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit and loss account. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

2.6 Investments

Investments are classified as long term or current based on intention of the management at the time of purchase.

Long-term investments are carried at carrying cost less any diminution in value, which is other than temporary, determined separately for each individual investment.

Current investments are valued at the lower of cost or fair value. The comparison of cost and fair value is done separately in respect of each individual investment.

Purchase and sale of investments are recorded on trade date. Profit or loss on sale of investments is determined on the basis of average cost.

2.7 Revenue recognition

Management fees

Investment management fees (inclusive of service tax) are recognised on an accrual basis in accordance with the respective terms of contract between the Company and Trustee Company and Securities Exchange Board of India ("SEBI") regulations.

Other income

Interest income is accounted on an accrual basis.

Dividend income is recognised when the right to receive dividend is established.

Advisory fees (inclusive of service tax) are recognised on accrual basis in accordance with the respective terms of contract with counterparties.

2.8 Transactions in foreign currency

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the profit and loss account.



Schedules to the financial statements (Continued)

for the year ended 31 March 2008

(Currency: In Indian Rupees)

2 Significant accounting policies (Continued)

2.8 Transactions in foreign currency (Continued)

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rate on that date. The exchange differences, if any, are recognised in the profit and loss account and related assets and liabilities are accordingly restated in the balance sheet.

2.9 Retirement benefits

The Company has adopted revised Accounting Standard 15 – Accounting for Employee Benefits with effect from 1 April 2007. However, there is no additional impact as a result of this adoption. The accounting policy followed by the Company in respect of its employee benefit schemes is set out below:

Gratuity

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value.

The present value of the obligation under such benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method which recognizes each period of service that give rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at present values of estimated future cash flows. The discounted rates used for determining the present value are based on the market yields on Government Securities as at the balance sheet date.

Actuarial gains and losses are recognized immediately in the profit and loss account.

Provident fund

The Company contributes to a recognized provident fund which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognized in the profit and loss account.

Compensated Absences

Unutilised privilege leave of staff as at the year end is accumulated and is encashable. Accordingly, provision has been made for compensated absence based on the Actuarial Valuation as per revised Accounting Standard 15.

2.10 Initial public offer expenses

Expenses relating to initial public offer for no load schemes are charged to profit and loss account in the year in which these are incurred. Similarly, expenses incurred by the Company for initial public offers for load schemes in excess of the entry load collected are also charged to the profit and loss account in the year in which such expenses are incurred.



Schedules to the financial statements (Continued)

for the year ended 31 March 2008

(Currency: In Indian Rupees)

2 Significant accounting policies (Continued)

2.11 Brokerage and incentives

All brokerage and incentive payments are accounted for as and when incurred.

2.12 Taxation

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period).

Provision for income tax is recognised on an annual basis under the taxes payable method, based on the estimated tax liability computed after taking credit for allowances and exemption in accordance with Income Tax Act, 1961. In case of matters under appeal due to disallowance or otherwise, full provision is made when the said liabilities are accepted by the Company.

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonable/virtually certain (as the case may be) to be realised.

Provision for fringe benefit tax is made on the basis of expenses incurred on employees/ other expenses as prescribed under Income Tax Act, 1961.

2.13 Fund expenses

Expenses incurred (inclusive of advertisement/brokerage expenses) on behalf of schemes of Tata Mutual Fund are debited to the Profit and Loss Account unless considered recoverable from the schemes of the Mutual Fund in accordance with the provisions of SEBI (Mutual Fund) Regulations, 1996.

2.14 Operating leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as operating leases. Operating lease rentals are recognised as an expense over the lease period.

2.15 Earnings per share

The basic earnings per share is computed by dividing the net profit attributable to the equity shareholders by weighted average number of equity shares outstanding during the reporting year.

Number of equity shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share and also weighted average number of equity shares which would have been issued on the conversion of all dilutive potential shares. In computing diluted earnings per share, only potential equity shares that are dilutive are included.



Tata Asset Management Limited

Schedules to the financial statements *(Continued)*

for the year ended 31 March 2008

(Currency: In Indian Rupees)

2 Significant accounting policies *(Continued)*

2.16 Contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.



Tata Asset Management Limited

Schedules to financial statements (Continued)

as at 31 March 2008

(Currency : Indian rupees)

	2008	2007
3 Share capital		
Authorised share capital		
25,000,000 (previous year: 25,000,000) equity shares of Rs.10 each	<u>250,000,000</u>	<u>250,000,000</u>
Issued, subscribed and paid-up capital		
16,406,250 (previous year: 16,406,250) equity shares of Rs.10 each, fully paid up	<u>164,062,500</u>	<u>164,062,500</u>
Of the above equity shares :		
(a) 11,140,793 (Previous year: 11,140,793) are held by Tata Sons Ltd.		
(b) 5,265,457 (Previous year: 5,265,457) are held by Tata Investment Corporation Limited		
4 Reserve and surplus		
Share premium	<u>65,625,000</u>	<u>65,625,000</u>
	<u>65,625,000</u>	<u>65,625,000</u>
General reserve		
Balance at the beginning of the year	<u>69,150,000</u>	<u>44,150,000</u>
Add : Transfer from profit and loss account	<u>100,000,000</u>	<u>25,000,000</u>
Balance at the end of the year	<u>169,150,000</u>	<u>69,150,000</u>
Balance in Profit and loss account	<u>443,876,224</u>	<u>386,468,427</u>
	<u>678,651,224</u>	<u>521,243,427</u>
5 Deferred tax liability (net)		
Deferred tax liability included in the balance sheet comprises of the following :		
Deferred tax asset :		
Provision for diminution in value of investment	(384,412)	-
Employee compensation	(9,196,847)	(3,799,615)
Deferred tax liability :		
Depreciation on fixed asset	<u>21,723,332</u>	<u>20,894,840</u>
Deferred tax liability (net)	<u>12,142,073</u>	<u>17,095,225</u>



Tata Asset Management Limited

Schedules to financial statements (Continued) as at 31 March 2008

(Currency : Indian rupees)

6 Fixed assets

Particulars of assets	Gross Block		Depreciation		Net Block	
	As at 01-Apr-07	As at 31-Mar-08	For the year	Deductions	As at 31-Mar-08	As at 31-Mar-07
Tangible assets						
Premises	108,247,580	108,247,580	1,764,437	-	17,742,778	92,269,239
Furniture & fixtures	19,801,826	20,363,265	2,293,155	2,304,775	10,921,018	8,869,188
Office equipment	19,776,845	21,595,334	1,993,201	1,406,268	7,916,496	12,447,282
Computers	24,887,643	31,455,963	4,556,627	-	19,987,953	9,456,317
Vehicles	11,995,579	13,629,503	2,108,800	1,032,704	5,386,173	7,685,502
Lease hold improvements						
Furniture & fixtures	3,875,232	4,699,998	907,995	-	938,139	3,845,088
Office equipment	630,037	630,037	137,600	-	142,501	625,136
Intangible assets						
Computer software	6,913,932	13,299,438	2,121,627	18,055	6,475,239	2,542,265
Total	196,128,674	213,921,118	15,883,442	4,761,802	69,510,297	137,740,017
Previous year	179,108,940	196,128,674	13,350,791	6,068,699	58,388,657	137,740,017



Tata Asset Management Limited

Schedules to financial statements (Continued)

as at 31 March 2008

(Currency: Indian rupees)

	Quantity Nos.	2008	Quantity Nos.	2007
7 Investments				
A. Long term investments				
Investment in subsidiary companies (unquoted)	510,100.000	23,065,206	510,100.000	23,065,206
510,100 (previous year 510,100) shares of Tata Asset Management (Mauritius) Pvt. Ltd. of USD 1 each, fully paid up.				
50,000 (previous year 50,000) shares of Tata Pension Management Limited	50,000.000	500,000	50,000.000	500,000
Total long term investments		<u>23,565,206</u>		<u>23,565,206</u>
B. Current investments (valued at cost or net realisable value whichever is lower)				
<i>Non trade, Unquoted</i>				
Tata Equity Opportunities Fund - Dividend	385,179.821	10,000,000	-	-
Tata Fixed Horizon Fund - Series 13 Scheme E	10,000,000.000	100,000,000	-	-
Tata Fixed Horizon Fund - Series 14 Scheme A	10,000,000.000	100,000,000	-	-
Tata Fixed Horizon Fund - Series 14 Scheme B	10,000,000.000	100,000,000	-	-
Tata Fixed Horizon Fund - Series 2 Plan B	-	-	3,500,000.000	35,000,000
Tata Fixed Horizon Fund - Series 2 Plan C	-	-	2,000,000.000	20,000,000
Tata Fixed Horizon Fund - Series 3 Scheme C	-	-	3,000,000.000	30,000,000
Tata Fixed Horizon Fund - Series 3 Scheme F	-	-	2,000,000.000	20,000,000
Tata Fixed Horizon Fund - Series 6 Scheme A	-	-	6,500,000.000	65,000,000
Tata Fixed Income Portfolio Fund B2 - Growth	5,000,000.000	50,000,000	-	-
Tata Fixed Income Portfolio Fund B3 - Quarterly Dividend	3,564,471.475	-	-	-
Tata Fixed Income Portfolio Fund C2 - Monthly Dividend	5,096,856.526	50,969,373	-	-
Tata Floater Fund - Daily Dividend	2,835,998.155	28,460,928	-	-
Tata Floating Rate Long Term Fund - Income	3,220,480.141	32,568,131	-	-
Tata Gilt Securities Fund (HLP) - Growth	2,264,595.317	35,000,000	-	-
Tata Index Fund - Nifty A	273,166.585	6,700,000	20,000.000	200,000
Tata Index Fund - Sensex A	65,860.084	1,950,000	95,000.000	950,000
Tata Liquid Fund (SHIP) - Daily Dividend	92,594.353	103,198,248	40,369.654	44,992,718
Tata Liquid Fund (SHIP) - Growth	23,999.019	33,128,198	21,895.822	30,220,473
Tata Liquidity Management Fund - Dividend	3,293.578	3,304,580	238,056.604	239,453,680
Tata Short Term Bond Fund - Dividend	6,124,688.228	66,843,193	9,354,383.005	101,949,787
Tata Short Term Bond Fund - Growth	6,201,464.924	90,000,000	-	-
Total current investments		<u>812,122,651</u>		<u>587,766,658</u>
Less : Diminution in value of investments		<u>1,130,957</u> <u>834,556,900</u>		<u>-</u> <u>611,331,864</u>
Aggregate book value of unquoted Investments		<u>834,556,900</u>		<u>611,331,864</u>



Tata Asset Management Limited

Schedules to financial statements (Continued)

as at 31 March 2008

(Currency : Indian rupees)

7. Investments (Continued)

The following investments were acquired and sold / redeemed during the year:

	2008		2007		2007		2007	
	Purchase Quantity	Amount	Redeemed Quantity	Amount	Purchase Quantity	Amount	Redeemed Quantity	Amount
Long term investments								
510,100 (previous year 510,100) shares of Tata Asset Management (Mauritius) Pvt. Ltd of USD 1 each, fully paid up	-	-	-	-	499,900.000	22,620,475	-	-
Unsecured Flexibonds series 1998-99 regular income bond (99-A) of IDBI Ltd.	-	-	-	-	-	-	400.000	1,985,000
50,000 (previous year 50,000) shares of Tata Pension Management Ltd.	-	-	-	-	50,000.000	500,000	-	-
	-	-	-	-	549,900.000	23,120,475	400.000	1,985,000
Current investments								
Tata Dynamic Bond Fund (Option B) - Dividend	-	-	-	-	14,583.607	148,379	1,131,058.045	11,631,747
Tata Equity Opportunities Fund - Dividend	385,179.821	10,000,000	-	-	-	-	-	-
Tata Fixed Horizon Fund - Series 1 Plan C	-	-	-	-	-	-	3,000,000.000	30,000,000
Tata Fixed Horizon Fund - Series 1 Scheme A	-	-	-	-	-	-	5,000,000.000	50,000,000
Tata Fixed Horizon Fund - Series 10 Plan F	10,000,000.000	100,000,000	10,000,000.000	100,000,000	-	-	-	-
Tata Fixed Horizon Fund - Series 13 Plan E	10,000,000.000	100,000,000	-	-	-	-	-	-
Tata Fixed Horizon Fund - Series 14 Plan A	10,000,000.000	100,000,000	-	-	-	-	-	-
Tata Fixed Horizon Fund - Series 14 Plan B	10,000,000.000	100,000,000	-	-	-	-	-	-
Tata Fixed Horizon Fund - Series 2 Plan B	-	-	3,500,000.000	35,000,000	-	-	-	-
Tata Fixed Horizon Fund - Series 2 Plan C	-	-	2,000,000.000	20,000,000	-	-	-	-
Tata Fixed Horizon Fund - Series 3 Scheme A	-	-	-	-	-	-	1,000,000.000	10,000,000
Tata Fixed Horizon Fund - Series 3 Scheme C	-	-	3,000,000.000	30,000,000	-	-	-	-
Tata Fixed Horizon Fund - Series 3 Scheme F	-	-	2,000,000.000	20,000,000	-	-	-	-
Tata Fixed Horizon Fund - Series 5 Scheme B	-	-	-	-	68,868.292	688,800	4,068,868.292	40,688,800
Tata Fixed Horizon Fund - Series 6 Scheme A	-	-	6,500,000.000	65,000,000	6,500,000.000	65,000,000	-	-
Tata Fixed Horizon Fund - Series 8 Plan H	7,000,000.000	70,000,000	7,000,000.000	70,000,000	-	-	-	-
Tata Fixed Income Portfolio Fund A1 - Monthly Dividend	5,057,795.095	50,578,161	5,057,795.095	50,578,161	-	-	-	-
Tata Fixed Income Portfolio Fund B2 - Quarterly Dividend	5,000,000.000	50,000,000	-	-	-	-	-	-
Tata Fixed Income Portfolio Fund B3 - Quarterly Dividend	3,564,471.475	35,645,050	3,564,471.475	35,645,050	-	-	-	-
Tata Fixed Income Portfolio Fund C2 - Monthly Dividend	5,096,856.526	50,969,373	-	-	-	-	-	-
Tata Floater Fund - Daily Dividend	63,549,856.808	675,751,672	64,500,378.642	647,290,744	-	-	-	-
Tata Floating Rate Long Term Fund - Dividend	3,220,480.141	32,568,131	-	-	-	-	-	-
Tata Floating Rate Short Term Fund - Growth	-	-	-	-	-	-	2,520,136.863	25,763,521
Tata Gilt Securities Fund (HIP) - Growth	2,264,595.317	35,000,000	-	-	-	-	-	-
Tata Index Fund - Nifty A	263,013.321	6,500,000	-	-	10,153.264	200,000	123,558.869	1,273,678
Tata Index Fund - Sensex A	27,231.855	1,000,000	-	-	24,304.536	700,000	-	-
Tata Liquid Fund (SHIP) - Daily Dividend	92,600.825	103,205,369	40,376.126	44,999,839	126,717.844	141,229,579	136,381.583	151,999,477
Tata Liquid Fund (SHIP) - Growth	2,103.197	2,907,725	-	-	21,895.822	30,220,473	-	-
Tata Liquidity Management Fund - Weekly Dividend	13,795.003	13,873,088	248,558.029	250,022,188	333,132.804	334,766,377	99,078.191	99,323,020
Tata Short Term Bond Fund - Fortnightly Dividend	383,021.987	4,271,663	3,612,716.764	39,378,257	613,906.621	6,725,426	8,470,948.292	92,296,064
Tata Short Term Bond Fund - Growth	6,201,464.924	90,000,000	-	-	-	-	2,595,357.100	30,010,269
	142,122,466.295	1,632,270,232	111,024,296.131	1,407,914,239	7,713,562.790	579,679,034	28,145,387.235	542,986,576
	142,122,466.295	1,632,270,232	111,024,296.131	1,407,914,239	8,263,462.790	602,799,509	28,145,787.235	544,971,576



Tata Asset Management Limited

Schedules to financial statements (Continued)

as at 31 March 2008

(Currency : Indian rupees)

	2008	2007
8 Cash and bank balances		
Cash in hand	740	31
Balance with scheduled banks		
- in current accounts	<u>6,943,386</u>	<u>6,980,111</u>
	<u>6,944,126</u>	<u>6,980,142</u>
9 Sundry debtors		
(unsecured, considered good)		
Debts outstanding for a period exceeding six months	721,992	2,302,061
Debts outstanding for a period not exceeding six months:		
Management fees receivable on PMS and from schemes of Tata Mutual Fund		
(Net of TDS) (Tax deducted at source Rs.5,059,061 (Previous year Rs.1,551,734))	<u>39,592,845</u>	<u>30,939,103</u>
Others	<u>44,136,714</u>	<u>21,108,209</u>
	<u>84,451,551</u>	<u>54,349,373</u>
10 Loans and advances		
(unless otherwise stated - unsecured and considered good)		
Advances recoverable in cash or in kind or for value		
to be received	9,151,348	2,920,775
Staff loans	16,855,857	9,890,802
Prepaid expenses	20,413,132	15,204,230
Sundry deposits	42,754,211	44,046,062
Advance tax (net of provision for taxes)	<u>28,810,123</u>	<u>5,768,881</u>
	<u>117,984,671</u>	<u>77,830,750</u>
11 Current liabilities		
Sundry creditors	68,937,476	17,547,303
(Including dues to Small scale industrial undertakings Rs Nil (Previous year Rs Nil)		
The Company did not have any outstanding dues to any micro or small enterprises		
as defined under Micro, Small & Medium Enterprises Development Act, 2006 at any		
point during the year that were outstanding for a period of more than 45 days from		
the date of acceptance.)		
Statutory dues	8,428,363	5,092,101
Accrued expenses	<u>123,526,698</u>	<u>82,651,604</u>
	<u>200,892,537</u>	<u>105,291,008</u>
12 Provisions		
Provision for leave encashment	27,057,509	11,288,220
Provision for proposed dividend	<u>106,640,625</u>	<u>73,828,125</u>
	<u>133,698,134</u>	<u>85,116,345</u>



Tata Asset Management Limited

Schedules to financial statements (Continued)

for the year ended 31 March 2008

(Currency : Indian rupees)

	2008	2007
13 Management fees		
Fees from PMS and mutual fund operations (Tax deducted at source Rs.101,108,963 (Previous year Rs.35,644,249)	851,183,034	608,443,150
	<u>851,183,034</u>	<u>608,443,150</u>
14 Interest income		
Interest on income tax refund	-	130,585
Interest	320,850	281,461
Others	-	3,068
	<u>320,850</u>	<u>415,114</u>
15 Other income		
Advisory fees	17,053,191	8,091,601
Rent income	2,628,871	2,333,274
Profit / (loss) on sale of fixed assets (net)	(836,158)	(73,280)
Others	597,945	-
	<u>19,443,849</u>	<u>10,351,595</u>
16 Employee costs		
Salaries, bonus and allowances	237,268,789	143,473,564
Contribution to provident and other funds	16,790,273	14,878,617
Staff welfare	12,830,374	8,627,521
	<u>266,889,436</u>	<u>166,979,702</u>



Tata Asset Management Limited

Schedules to financial statements (Continued)

for the year ended 31 March 2008

(Currency : Indian rupees)

	2008	2007
17 Administrative and other expenses		
Rent	68,447,919	30,028,932
Electricity	5,504,039	2,075,639
Repairs and maintenance :		
- Equipment	2,283,506	3,421,136
- Premises	8,893,519	5,119,089
Insurance	6,364,111	2,686,561
Legal and professional fees	11,657,470	9,899,512
IT expenses	9,877,718	9,552,833
Travelling and conveyance	13,443,945	12,705,946
Brokerage and incentives	1,582,270	231,077
Communication expenses	20,172,578	18,937,338
Books, periodicals and subscriptions	6,694,363	7,297,978
Training	2,498,995	2,023,896
Printing and stationery	8,655,144	7,317,608
Marketing and sales promotion	10,397,154	4,798,688
Auditors remuneration :		
Audit fees	1,000,000	864,300
Tax audit fees	175,000	150,000
Other matters	5,472	11,020
Reimbursement of out of pocket expenses	23,600	15,300
Directors sitting fees & expenses	297,382	210,000
Commission to directors	24,200,000	14,625,000
Recruitment and consultancy services	-	456,755
Scheme related expenses :		
Marketing, advertisement and others	66,623,145	59,912,017
Brokerage and incentives	65,570,164	23,363,364
Miscellaneous expenses	4,437,935	2,597,637
	<u>338,805,429</u>	<u>218,301,626</u>

18 Segmental Reporting

The Company's operations predominantly relate to providing asset management services. It acts as an investment manager to schemes launched by Tata Mutual Fund. Further, there are no geographical segments. Thus, no disclosures are required under Accounting Standard 17 on Segmental Reporting prescribed by the Companies (Accounting Standards) Rules, 2006.



Tata Asset Management Limited

Schedules to the financial statements (Continued)

for the year ended 31 March 2008

(Currency: In Indian Rupees)

19 Related party information

a) Related parties where control exists

Tata Sons Limited – Holding Company

b) Wholly owned subsidiary with whom transactions have taken place during the year

Tata Asset Management (Mauritius) Private Limited – Wholly owned Subsidiary

c) Party with significant influence

Tata Mutual Fund (TMF) - Sponsored by Tata Sons Limited and Tata Investment Corporation Limited, an entity holding significant influence in the company.

d) Fellow Subsidiaries with whom transactions have taken place during the year

Tata Trustee Company Private Limited

Tata AIG General Insurance Company Limited

Tata Consultancy Services Limited

Tata Investment Corporation Limited

Tata Teleservices (Maharashtra) Limited

Tata Sky Limited

e) Key management

Mr. Farrokh K. Kavarana – Chairman

Mr. Arunkumar R. Gandhi – Director

Mr. Ved Prakash Chaturvedi – Managing Director

Related Party Transactions

Amounts in brackets represent previous year figures

Nature of Transactions	Holding Company (Rs.)	Party with significant influence (Rs.)	Fellow Subsidiaries (Rs.)	Wholly owned Subsidiaries (Rs.)	Key Management Personnel (Rs.)
Directors sitting fees					270,000 (210,000)
Managerial remuneration					41,856,500 (26,867,420)
Dividend paid	50,133,568 (44,563,172)		23,694,557 (21,061,828)		
Reimbursement of expenses			2,280,765 (13,856,738)		



Tata Asset Management Limited

Schedules to the financial statements (Continued)

for the year ended 31 March 2008

(Currency: In Indian Rupees)

19. Related party information (Continued)

Related Party Transactions (Continued)

Amounts in brackets represent previous year figures

Nature of Transactions	Holding Company (Rs.)	Party with significant influence (Rs.)	Fellow Subsidiaries (Rs.)	Wholly owned Subsidiaries (Rs.)	Key Management Personnel (Rs.)
Subscription paid	2,728,348 (1,612,754)				
Dividend received		25,773,507 (15,618,817)		120,105,000 (52,533,200)	
Asset Management Fees earned		851,183,034 (608,443,150)			
Investments – purchased		1,632,270,232 (602,799,509)			
Investments – redeemed		1,407,914,239 (544,971,576)			
Profit on sale of investments		16,860,059 (16,513,161)			
Scheme expenses incurred		47,491,974 (12,179,163)			
Insurance paid			3,750,078 (1,748,686)		
Expenses (telephone)			2,976,257 (2,119,551)		
Rent received			1,920,000 (1,605,484)		
Balances outstanding as at the year end:					
Receivable		39,592,845 (30,939,103)			
Payable	75,143,503 (51,746,323)	47,491,974 (12,179,163)	34,225,470 (23,694,577)		22,500,000 (15,000,000)
	128,005,419	4,068,577,864	68,847,127	120,105,000	64,626,500

- An amount of Rs Nil (Previous year Rs 22,620,475) has been invested in acquiring 100% shares of Tata Asset Management (Mauritius) Private Limited, a company incorporated in Mauritius. An amount of Rs Nil has been invested in acquiring 100% shares of Tata Pension Management Limited (Previous year Rs 500,000), a company incorporated in India.
- Provision for contribution to Employee Retirement / Post Retirement and other employee benefits which are based on actuarial valuation done on an overall company basis are excluded above.
- Of the total amount of personal loans outstanding from employees, an amount of Rs.Nil (Previous year Rs. 279,836) is due from key management mentioned above. Amount repaid during the year is Rs. 279,836 (Previous year Rs. 62,364)



Tata Asset Management Limited

Schedules to financial statements (Continued)

as at 31 March 2008

(Currency : Indian rupees)

20 Operating leases

[I] Lessee :

Generally, the Company takes premises on leases for tenure of 33 months. As per the terms of the leases, all maintenance charges and municipal levies are borne by the lessee. All lease agreements have a clause for renewing the lease for a similar tenure.

The total future liability of all non cancellable operating leases is as given below :

	In less than a year		In 1 year to 5 years		In more than 5 years	
	2008	2007	2008	2007	2008	2007
Total future lease payments	91,199,242	30,326,259	92,667,201	59,324,462	738,759	1,541,754

The total lease payments recognised in the Profit and Loss account towards the above referred leases amount to Rs 68,447,919 (Previous year Rs 23,308,780)

[II] Lessor :

The Company has given premises on lease for a tenure of 33 months. The lease agreement has a clause for renewing the lease for a similar tenure. As per the terms of the lease, all maintenance charges and municipal levies are borne by the lessor.

	In less than a year		In 1 year to 5 years		In more than 5 years	
	2008	2007	2008	2007	2008	2007
Total future lease receipts	1,750,000	1,735,000	300,000	850,000	-	-

The total rent receipts recognised in the Profit and Loss account towards the above referred leases amount to Rs.2,628,871 (Previous year Rs.1,800,000)

21 Earnings per share ('EPS')

EPS is computed in accordance with Accounting Standard 20 issued by the Institute of Chartered Accountants of India ('ICAI')

	2008	2007
Profit after taxation	282,171,996	210,298,662
Weighted average number of equity shares outstanding during the year (in units)	16,406,250	16,406,250
Basic and diluted EPS of face value Rs.10 each (in Rs.)	17.20	12.82

22 Provisions for loyalty incentives

Opening balance as on 1 April	3,183,480	2,258,543
Additional provision during the year	-	924,937
	3,183,480	3,183,480
Amount incurred and charged during the year	-	-
Unused amounts reversed	356,290	-
Closing balance as on 31 March	2,827,190	3,183,480

Nature of obligation

Loyalty incentives to unit holders for long term investment under Tata Gilt Securities Fund – Retirement Plan Series maturing on 28 February 2025 will be paid by Tata Asset Management Limited at the rate specified by it from time to time in the form of allotment of units equivalent to the amount of loyalty incentive. Units will be allotted at the NAV based price prevailing on 1st business day next after the end of the minimum investment period specified by AMC from time to time. The maximum amount of loyalty under this option will not exceed 2% of the amount which remains invested for minimum holding period (i.e. atleast 5 years).

Expected time

At present, the Company proposes to pay loyalty incentives at the end of 5 years, 10 years, 15 years and 20 years from the date of allotment.

Assumptions

It is assumed that all the investors currently in the fund will stay with the fund till the maturity period i.e. 28 February 2025.



Tata Asset Management Limited

Schedules to financial statements (Continued)

as at 31 March 2008

(Currency : Indian rupees)

2008

2007

23 Retirement benefit - gratuity

The following tables summarise the components of the net benefit expenses recognised in the profit and loss account and the fund status and amount recognised in the balance sheet for the gratuity benefit plan.

Principal actuarial assumptions at the balance sheet date :

Discount rate	8%
Salary escalation	4%
Employee attrition rate	2% upto age 44 and 1% thereafter

Changes in the present value of the defined benefit obligation are as follows :

Liability at the beginning of the year	4,605,254
Interest cost	368,420
Current service cost	819,452
Past service cost (non vested benefit)	-
Past service cost (vested benefit)	-
Benefits paid	(597,173)
Actuarial (gain) / loss	(987,212)
Liability at the end of the year	4,208,741

Value of Plan Assets

Fair value of Plan Assets as at beginning of the year	4,115,966
Expected return of Plan Assets	205,798
Contribution paid	2,072,265
Benefits paid	(597,173)
Actuarial gain / (loss)	228,525
Fair value of Plan Assets as at end of the year	6,025,381

Reconciliation of the Present Value of defined Benefit Obligation and the Fair Value of Assets

Present value of funded obligation as at 31st March, 2008	4,208,741
Fair value of Plan Assets as at 31st March, 2008	6,025,381
Funded (Assets) / Liabilities recognised in the balance sheet	(1,816,640)
Present value of unfunded obligation as at 31st March, 2008	-
Unrecognised past cost	-
Unrecognised actuarial (gain) / loss	-
Unfunded net liability recognised in the balance sheet	-

Profit and Loss account

Net employee benefit expenses (recognised in employee cost)

Current service cost	819,452
Interest on defined benefit obligation	368,420
Expected return on plan assets	(205,798)
Net actuarial losses / (gains) recognised in the period	-
Past service cost	-
Actuarial (gain) or losses	(1,215,737)
Total included in 'Employee Benefit Expense'	(233,663)

Balance Sheet

Details of provision for gratuity

Liability at the end of the year	4,208,741
Fair value of plan assets at the end of the year	6,025,381
Difference	(1,816,640)
Unrecognised past service cost	-
Unrecognised transaction liability	-
Amount in Balance Sheet	(1,816,640)



Tata Asset Management Limited

Schedules to financial statements (Continued)

as at 31 March 2008

(Currency : Indian rupees)

24 Contingent liabilities

There are no contingent liabilities as at 31 March 2008 (Previous year Nil).

25 Capital commitments

There are no capital commitments as at 31 March 2008 (Previous year Rs 3,914,359).

26 Expenditure in foreign currency (on accrual basis)

	2008	2007
Legal fees	-	814,129
Travelling	544,771	702,830
	<u>544,771</u>	<u>1,516,959</u>

27 Computation of commission to Directors

Profit before tax as per profit and loss account	410,977,035	305,339,608
Add : Directors' remuneration and commission	41,856,500	13,873,700
Sitting fees to non-whole time directors	270,000	210,000
Depreciation charged in the accounts	15,883,442	13,350,791
(Profit) / loss on sale of fixed assets as per section 349 of the Companies Act, 1956	836,158	(73,280)
	<u>58,846,100</u>	<u>27,361,211</u>
	<u>469,823,135</u>	<u>332,700,819</u>
Less : Profit / (loss) on sale of fixed assets as per profit and loss account	-	(73,280)
Depreciation as per section 350 of the Companies Act, 1956	15,883,442	13,350,791
	<u>15,883,442</u>	<u>13,277,511</u>
Net Profit as per section 349 of the Companies Act, 1956	<u>453,939,693</u>	<u>319,423,308</u>
Maximum permissible (11 %)	44,985,015	35,136,564
Directors' remuneration and commission	<u>41,856,500</u>	<u>13,873,700</u>
	<u>3,128,515</u>	<u>21,262,864</u>
Commission paid / payable to whole-time directors	22,500,000	14,200,000
Commission paid / payable to non-executive directors	1,000,000	800,000
Total commission provided in the accounts	<u>23,500,000</u>	<u>15,000,000</u>

28 Managerial remuneration

Remuneration to directors :

Salary and allowances	15,347,280	11,207,280
Company's contribution to provident fund	2,089,800	1,701,000
Perquisites (fair value as estimated by the management)	919,420	965,420
Commission to whole-time directors	22,500,000	14,200,000
	<u>40,856,500</u>	<u>28,073,700</u>

Provision for contribution to employee retirement / post retirement and other employee benefits which are based on actuarial valuation done on an overall Company basis are excluded above.

Salary and allowances include Rs 506,280(Previous Year Rs. 506,280) paid as pension to ex managing director.



Tata Asset Management Limited

Schedules to financial statements (*Continued*)

as at 31 March 2008

(Currency : Indian rupees)

29 Disclosure under Part II of Schedule VI to the Companies Act, 1956

Disclosure under Part II of Schedule VI to the Companies Act, 1956, has been made to the extent applicable to the company.

30 Prior year comparatives

Prior year comparatives have been regrouped and reclassified wherever necessary to conform to the current year's presentation.



Tata Asset Management Limited

Balance sheet abstract and company's general business profile

I Registration Details

Registration No.	77090	State code	11
Balance sheet date			31-03-08

II Capital raised during the year

Public issue	-	Rights issue	-
Bonus issue	-	Private placement	-

III Position of mobilisation and deployment of funds

Total liabilities	334,590,671	Total assets	1,189,446,468
-------------------	-------------	--------------	---------------

Sources of funds

Paid-up capital	164,062,500	Reserves and surplus	678,651,224
Secured loans	-	Unsecured loans	-

Application of funds

Net fixed assets	144,410,821	Investments	834,556,900
Net current assets	(125,210,323)	Miscellaneous expenditure	-
Deferred tax liability	(12,142,073)	Accumulated losses	-

IV Performance of company

Total turnover	851,183,034	Total expenditure	622,709,264
Profit before tax	410,977,035	Profit after tax	282,171,996
Earning per share in Rs. (actuals)	17.20	Dividend rate (%)	65%

V Generic names of three principal products / services of company

Item code no (ITC code)	Not Applicable
Service description	Asset Management Company