

Tata AIG Life Insurance Company Ltd., announces 4% bonus

Mumbai, June 2003: Tata AIG Life Insurance Company Ltd., today announced a reversionary bonus of 4% of the sum assured for the financial year 2002-03. This bonus is applicable for its participating plans, reaching their first and second policy anniversary. The reversionary bonus declared by Tata AIG, is declared on the "sum assured or face value" of the policy, and not on the premium paid. Moreover, the bonus is on a compounded basis. Both these features ensure that the policy holders get a higher value.

Mr. Ian J-Watts, Managing Director, Tata AIG Life Insurance Company Ltd., remarked, "we are pleased to declare a reversionary bonus of 4% of the sum assured to all our participating policy holders reaching the first or second policy anniversary. We are proud to announce one of the highest bonuses among the private insurance companies for the second consecutive year. This was achieved in a falling interest rate scenario and is a testament to the commitment that we make to all our policy holders."

"Though the future levels of bonus will be dependent on the performance of our company, the prevailing interest rate scenario and the economic climate, it will be our endeavour to do the utmost to achieve a high bonus level for our policy holders", Mr. Watts added.