

The India Fund, Inc.

February 25, 2010

Dear Fund Shareholder,

We are pleased to provide you with the audited financial statements of The India Fund, Inc. (the “Fund”) for the fiscal year ended December 31, 2009.

The Fund’s net asset value (“NAV”) per share was \$32.78 on December 31, 2009, representing an increase of 88.6%, including the reinvestment of dividends, from the Fund’s NAV per share on December 31, 2008, which was \$17.38. The Fund underperformed comparative indices such as the S&P/IFC Investable India (USD) Index* and the BSE-500 (USD) Index* which rose 95.1% and 99%, respectively, during the same period. The Fund’s underperformance can be attributed largely to the July 2009 rights offering, as new shares were issued at a 5% discount to the Fund’s existing NAV per share, resulting in dilution which negatively affected performance. In addition, in line with the prospectus, it took approximately two months to fully invest the net proceeds from the rights offering. The higher-than-normal cash position during this period contributed to the Fund’s underperformance as the Indian market continued to rally strongly after the rights offering.

Global equity markets saw a remarkable recovery in 2009, fueled by an unprecedented fiscal and monetary stimulus effort that was coordinated by governments worldwide. Not surprisingly, emerging markets — the biggest losers in 2008 — were the year’s biggest winners, as investors regained their risk appetite and valuations dropped back to levels not seen in over a decade. India was at the forefront of these gains, finishing the year as the second best performing market in Asia, and the fourth best performing emerging market overall, outperformed only by Indonesia, Brazil and Russia.

This extraordinary performance came despite the year’s unpromising start as, initially, disappointing macro data seemed to reinforce investor skepticism that the efforts of governments and central banks would be enough to prevent a deep global recession. Fortunately, however, well-coordinated stimulus policies — in Asia alone totaling 350-500 basis points of interest rate cuts and US\$1 trillion in announced fiscal stimulus — eventually proved effective, as subsequent data releases showed the region’s downturn moderating and in some cases, even stabilizing. While the largest policy response came from China, with its Rmb 4 trillion in announced fiscal stimulus, India also responded proactively, with three separate stimulus packages, while the Reserve Bank of India (“RBI”) slashed various interest rates by 300 - 400 basis points between October 2008 and January 2010.

Initially, the Indian stock market’s rebound from its March trough followed a similar path as the rest of Asia. As the second quarter unfolded, however, investor concern began focusing on the country’s May 2009 Parliamentary election, with the key worry being that there would be no decisive victory, resulting in a weak, fragmented coalition. However, somewhat surprisingly, the Indian National Congress (“INC”) led coalition, United Progressive Alliance, won 262 of the 543 seats (INC itself won 206 seats), paving the way for Prime Minister Manmohan Singh to pursue more aggressive structural reforms. Investors’ euphoria

THE INDIA FUND, INC.

could be seen in the following day's trading session when the Sensex ended the day with a 17% gain. The May Parliamentary election was the single most important catalyst for India in 2009, and has clearly raised investor expectations that reform-oriented measures can be achieved. The key areas of focus are divestment of state-owned assets, easing of restrictions on foreign direct investment in sensitive sectors, pension fund liberalization, labor market reforms and the possible introduction of a goods & services tax.

On the domestic macro front, the March 2009 fiscal year gross domestic product ("GDP") growth rate came in at 6.7% per annum, a disappointing result for India after it reported average GDP growth of 8.8% per annum for the previous five years. Nevertheless, subsequent events have shown that the initial cuts in growth forecasts were premature. With recession fears looming, the government early in the year announced a \$4 billion stimulus package in coordination with the RBI freeing up of \$4 billion in liquidity by cutting the cash reserve ratio ("CRR"), the repurchase rate and reverse repurchase rate. The 2009-2010 Budget provided a further impetus by lining up massive investment outlays for rural and urban infrastructure totaling more than \$20 billion. Together, all of these measures had a stronger, more immediate-than-expected impact, with year-over-year industrial production increasing from 0.3% growth in February 2009 to an average of 9.6% growth in the six months ended November 2009. At the same time, India's quarterly GDP growth accelerated from 5.8% in the first calendar quarter of 2009 to 6.1% in the second calendar quarter of 2009 and 7.9% in the third calendar of 2009. As a result, for the fiscal year ending March 31, 2010, GDP growth numbers were revised up to more than 7% after being downgraded to less than 6% just several months prior.

At the company level, Indian corporates have been quick to take advantage of the improving macro environment, restructuring their operations via cost-cutting and in many cases de-levering balance sheets. Although the secondary market saw \$17.5 billion of inflows in 2009 (vs. a \$12.7 billion outflow the previous year), an additional \$7 billion, or 40% of this amount, was raised by Indian corporates directly via qualified institutional placements, with the funds largely used to retire high-cost debt. Operationally, India's auto and consumer durable industries benefited from the stimulus efforts of the 6th Pay Commission, a government effort directed at raising salaries for government employees, including paying arrears accrued from January 2006 to September 2008. Nearly \$4 billion was paid out in 2009, which served as a catalyst for consumer spending, especially in rural areas.

While we believe India should continue to benefit from the global recovery as well as its own strong internal growth dynamics, we believe, there are growing concerns about rising inflationary pressures and the expanding fiscal deficit. Historically, India's overall fiscal deficit has always been high, averaging roughly 5% over the past 10 years. However, in the past year, given the projected outlay for infrastructure and rural employment incentives, this is forecasted to increase to 6.8% of GDP for the fiscal year ending March 31, 2010. A key solution to the expanding budget deficit would be to accelerate sales of state-owned assets. This is transpiring to a certain extent as roughly \$900 million has been raised over the past six months in two separate asset sales, with more government sales anticipated for the 2011 fiscal year.

A second concern remains steadily rising inflation. India's Wholesale Price Index, since registering a low of -1.0% in June 2009, had jumped to 7.3% by the end of the year and has continued to climb into 2010. In its most recent meeting, in January 2010, the RBI hiked the CRR by a greater-than-expected 75 basis

points to 5.75%, but left other rates unchanged. However, most investors believe it is only a matter of time before the more economically sensitive rates are also raised and other selective stimulus measures are rolled back. Unlike China, which is also moving proactively to normalize monetary conditions, we believe India's economy is experiencing negative real interest rates, and hence arguably there is even more urgency to take added steps to tighten, or normalize, monetary policy.

The macro overhangs notwithstanding, we believe Indian equities trade at a reasonably attractive valuation of 15x forward earnings, based on the IBES consensus earnings per share growth forecasts of 10.8% for the fiscal year ending March 31, 2010 and 14.4% for the fiscal year ending March 31, 2011. Within these broad, aggregate numbers, however, we expect there will be striking differences among industries and companies, based on their growth outlook, pricing power, and operating efficiency. In short, we believe it will be a year for bottom-up stock-picking, rather than just correctly forecasting the macro trend. We remain positive on India's long-term prospects given the reasonable current valuations, although the year 2010 could be more volatile due to earnings surprises and the normalization of monetary conditions.

On behalf of the Board of Directors, we thank you for your participation and continued support of the Fund. If you have any questions, please do not hesitate to visit our website at www.blackstone.com or call our toll-free number, 1-866-800-8933.

Sincerely,



Prakash Melwani
Director and President

* Please note that the S&P/IFC Investable India Index and BSE-500 Index are unmanaged indices. Investors cannot directly invest in any of these indices. The indices do not reflect transaction costs or manager fees.

PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. There is no guarantee that the Fund's or any other investment technique will be effective under all market conditions.

Fundamental Periodic Repurchase Policy

The Fund has adopted the following fundamental policy regarding periodic repurchases:

- a) The Fund will make offers to repurchase its shares at semi-annual intervals pursuant to Rule 23c-3 under the Investment Company Act of 1940, as amended from time to time (“Offers”). The Board of Directors may place such conditions and limitations on Offers as may be permitted under Rule 23c-3.
- b) 14 days prior to the last Friday of the Fund’s first and third fiscal quarters, or the next business day if such Friday is not a business day, will be the deadline (the “Repurchase Request Deadline”) by which the Fund must receive repurchase requests submitted by stockholders in response to the most recent Offer.
- c) The date on which the repurchase price for shares is to be determined (the “Repurchase Pricing Date”) shall occur no later than the last Friday of the Fund’s first and third fiscal quarters, or the next business day if such day is not a business day.
- d) Offers may be suspended or postponed under certain circumstances, as provided for in Rule 23c-3.

(For further details, see Note F to the Financial Statements.)

Schedule of Investments

December 31, 2009

INDIA (99.84% of holdings)
COMMON STOCKS (98.00% of holdings)

NUMBER OF SHARES	SECURITY	PERCENT OF HOLDINGS	COST	VALUE
	India	97.84%		
	Beverages – Alcoholic	0.29%		
165,580	United Spirits, Ltd.		\$ 2,939,334	\$ 4,479,395
			2,939,334	4,479,395
	Beverages – Non-Alcoholic	0.15%		
117,877	Tata Tea, Ltd.		1,557,279	2,387,684
			1,557,279	2,387,684
	Building & Construction	4.35%		
307,590	B.L. Kashyap and Sons, Ltd.		2,878,912	3,021,038
2,348,170	Hindustan Construction Co., Ltd.		5,914,675	7,369,727
398,425	IRB Infrastructure Developers, Ltd.		2,078,886	2,095,081
891,805	IVRCL Infrastructures and Projects, Ltd.		3,821,364	6,718,002
8,277,072	Jaiprakash Associates, Ltd.		18,979,824	26,128,761
560,916	KEC International, Ltd.		4,084,278	7,068,856
1,009,324	Madhucon Projects, Ltd.		3,009,573	3,727,352
1,677,609	Nagarjuna Construction Co., Ltd.		1,957,527	5,973,564
567,734	Orbit Corporation, Ltd.		2,215,892	3,829,627
234,595	Titagarh Wagons, Ltd.		3,985,505	2,233,530
			48,926,436	68,165,538
	Building – Residential/Commercial	0.25%		
748,582	Sobha Developers, Ltd.		4,154,544	3,966,109
			4,154,544	3,966,109
	Cement	0.58%		
73,059	Grasim Industries, Ltd.		2,670,172	3,889,938
808,040	Sagar Cements, Ltd.		3,467,591	2,989,236
114,670	UltraTech Cement, Ltd.		2,005,438	2,254,959
			8,143,201	9,134,133
	Chemicals	0.56%		
229,357	Tata Chemicals, Ltd.		772,594	1,588,027
1,937,084	United Phosphorus, Ltd.		6,065,073	7,238,829
			6,837,667	8,826,856
	Computer – Integrated Systems	0.31%		
1,491,200	HCL Infosystems, Ltd.		4,961,792	4,904,441
			4,961,792	4,904,441

See accompanying notes to financial statements.

Schedule of Investments (continued)

December 31, 2009

COMMON STOCKS (continued)

NUMBER OF SHARES	SECURITY	PERCENT OF HOLDINGS	COST	VALUE
	India (continued)			
	Computer Software & Programming	14.58%		
632,750	Everonn Education, Ltd.+		\$ 6,844,133	\$ 5,573,530
849,808	HCL Technologies, Ltd.		5,468,747	6,781,481
2,417,104	Infosys Technologies, Ltd.		39,859,602	135,320,946
22,600	Infosys Technologies, Ltd. ADR		999,358	1,249,102
2,030,873	KPIT Cummins Infosystems, Ltd.		1,787,620	5,549,060
191,633	Mphasis, Ltd.		1,518,932	2,981,049
98,662	Patni Computer Systems, Ltd.		383,928	1,027,539
309,896	Redington (India), Ltd.		2,095,040	2,066,750
1,116,225	Satyam Computer Services, Ltd. +		2,211,718	2,350,705
2,212,615	Tata Consultancy Services, Ltd.		20,821,720	35,648,611
1,973,168	Wipro, Ltd.		16,855,572	28,807,786
52,900	Wipro, Ltd. ADR		1,002,889	1,178,083
			99,849,259	228,534,642
	Consumer Non-Durables	1.73%		
5,039,214	ITC, Ltd.		15,214,212	27,164,217
			15,214,212	27,164,217
	Consumer Products	0.66%		
3,766,248	Marico, Ltd.		5,666,070	8,336,167
66,027	Titan Industries, Ltd.		1,161,330	2,017,701
			6,827,400	10,353,868
	Consumer Staples	1.13%		
1,075,725	Dabur India, Ltd.		2,786,613	3,674,363
2,465,971	Hindustan Unilever, Ltd.		11,387,546	14,029,565
			14,174,159	17,703,928
	Diversified Financial Services	1.57%		
2,605,992	Infrastructure Development Finance Co., Ltd.		4,310,146	8,632,506
2,020,373	Power Finance Corp.		6,151,336	11,335,971
155,831	Reliance Capital, Ltd.		1,607,994	2,869,989
1,040,000	SREI Infrastructure Finance, Ltd.		1,671,436	1,738,734
			13,740,912	24,577,200
	Diversified Operations	0.30%		
798,398	Sintex Industries, Ltd.		2,991,381	4,677,839
			2,991,381	4,677,839

See accompanying notes to financial statements.

Schedule of Investments (continued)

December 31, 2009

COMMON STOCKS (continued)

NUMBER OF SHARES	SECURITY	PERCENT OF HOLDINGS	COST	VALUE
	India (continued)			
	Electric – Integrated	0.86%		
581,830	CESC, Ltd.		\$ 3,580,123	\$ 4,833,059
5,354,891	National Hydroelectric Power Corp., Ltd.+		3,930,538	3,918,213
1,925,757	PTC India, Ltd.		2,966,886	4,672,138
			10,477,547	13,423,410
	Electric – Transmission	0.89%		
1,132,674	Crompton Greaves, Ltd.		8,492,314	10,365,300
1,480,004	Power Grid Corp. of India, Ltd.		3,028,231	3,501,632
			11,520,545	13,866,932
	Electronics & Electrical Equipment	8.10%		
162,170	Bharat Electronics, Ltd.		3,772,410	6,741,895
673,249	Bharat Heavy Electricals, Ltd.		8,774,690	34,810,453
2,695,955	Exide Industries, Ltd.		3,630,947	6,694,264
3,131,217	JSW Energy, Ltd. +		6,678,505	6,728,735
3,363,562	Jyoti Structures, Ltd.		5,517,148	12,490,029
848,041	Lanco Infratech, Ltd.+		3,436,999	10,530,579
3,239,260	NTPC, Ltd.		13,752,738	16,406,868
2,032,659	Punjab Lloyd, Ltd.		10,260,905	8,956,629
427,757	Reliance Infrastructure, Ltd.		5,082,310	10,542,484
247,177	Siemens India, Ltd.		1,526,113	3,092,169
337,287	Tata Power Co., Ltd.		5,143,308	9,987,421
			67,576,073	126,981,526
	Energy – Alternate Sources	0.18%		
781,946	Websol Energy Systems, Ltd.		3,247,755	2,821,290
			3,247,755	2,821,290
	Engineering	1.53%		
553,137	Larsen & Toubro, Ltd.		11,928,527	19,962,142
312,159	Thermax, Ltd.		184,069	4,080,841
			12,112,596	24,042,983
	Finance	15.40%		
686,225	Allahabad Bank, Ltd.		2,014,362	1,859,525
329,412	Axis Bank, Ltd.		2,654,342	6,998,811
1,346,539	Bank of Baroda		10,915,488	14,795,001
1,067,899	HDFC Bank, Ltd.		22,063,562	39,021,284
909,100	Housing Development Finance Corp., Ltd.		17,091,824	52,314,031
1,748,962	ICICI Bank, Ltd.		11,786,819	32,912,131
170,600	ICICI Bank, Ltd. ADR		5,457,677	6,433,326
2,106,806	IDBI Bank, Ltd.		5,613,314	5,770,118
840,798	Indian Bank		3,019,896	3,144,749

See accompanying notes to financial statements.

Schedule of Investments (continued)

December 31, 2009

COMMON STOCKS (continued)

NUMBER OF SHARES	SECURITY	PERCENT OF HOLDINGS	COST	VALUE
	India (continued)			
	Finance (concluded)			
854,436	Punjab National Bank, Ltd.		\$ 9,036,346	\$ 16,650,807
1,902,640	Rural Electrification Corp., Ltd.		7,875,090	9,955,793
3,401,439	South Indian Bank, Ltd.		4,224,867	10,876,418
690,126	State Bank of India		4,690,226	33,656,526
22,550	State Bank of India GDR		257,070	2,232,450
815,276	Yes Bank, Ltd.+		3,325,174	4,678,617
			110,026,057	241,299,587
	Food	1.75%		
1,176,124	Bajaj Hindusthan, Ltd.		3,987,968	5,680,324
2,570,164	Balrampur Chini Mills, Ltd.		3,978,703	7,337,408
1,219,005	Lakshmi Energy and Foods, Ltd.		3,674,986	4,077,321
2,171,241	Shree Renuka Sugars, Ltd.		9,684,615	10,355,795
			21,326,272	27,450,848
	Hotels & Leisure	0.35%		
2,302,254	Hotel Leelaventure, Ltd.		1,515,285	2,409,365
819,393	Indian Hotels Co., Ltd.		1,360,789	1,802,189
122,427	Mahindra Holidays & Resorts India, Ltd. +		929,680	1,213,615
			3,805,754	5,425,169
	Information Technology	0.14%		
550,576	NIIT Technologies, Ltd.		2,074,784	2,128,476
			2,074,784	2,128,476
	Investment Companies	0.29%		
345,130	Bajaj Holdings and Investment, Ltd.		3,401,527	4,598,643
			3,401,527	4,598,643
	Metal – Aluminum	0.35%		
1,591,658	Hindalco Industries, Ltd.		4,528,697	5,498,206
			4,528,697	5,498,206
	Metal – Diversified	2.77%		
605,662	Hindustan Zinc, Ltd.		7,348,234	15,787,429
1,354,376	Sterlite Industries (India), Ltd.		15,778,576	25,077,857
142,800	Sterlite Industries (India), Ltd. ADR		1,993,031	2,601,816
			25,119,841	43,467,102
	Motorcycle/Motor Scooter	0.56%		
232,442	Bajaj Auto, Ltd.		5,403,880	8,799,679
			5,403,880	8,799,679

See accompanying notes to financial statements.

Schedule of Investments (continued)

December 31, 2009

COMMON STOCKS (continued)

NUMBER OF SHARES	SECURITY	PERCENT OF HOLDINGS	COST	VALUE
	India (continued)			
	Oil & Gas	0.66%		
360,161	Oil India, Ltd.+		\$ 8,572,392	\$ 9,595,909
546,262	Reliance Natural Resources, Ltd.+		709,990	815,842
			9,282,382	10,411,751
	Petroleum Related	14.26%		
1,871,248	Cairn India, Ltd.+		6,204,120	11,315,551
1,542,362	GAIL India, Ltd.		10,293,037	13,691,839
785,501	Hindustan Petroleum Corp., Ltd.		4,648,959	6,594,934
1,535,513	Oil and Natural Gas Corp., Ltd.		23,391,301	38,855,557
6,539,725	Reliance Industries, Ltd.		52,720,962	153,097,162
			97,258,379	223,555,043
	Pharmaceuticals	4.50%		
269,183	Aurobindo Pharma, Ltd.		5,037,605	5,287,059
288,764	Cadila Healthcare, Ltd.		3,828,638	4,024,142
555,851	Cipla, Ltd.		2,096,799	4,008,673
398,577	Dr. Reddy's Laboratories, Ltd.		9,177,914	9,796,763
57,200	Dr. Reddy's Laboratories, Ltd. ADR		945,350	1,384,812
218,899	Glenmark Pharmaceuticals, Ltd.		1,140,830	1,293,590
978,691	Lupin, Ltd.		18,013,888	31,342,929
506,037	Piramal Healthcare, Ltd.		4,098,408	4,049,601
286,276	Sun Pharmaceutical Industries, Ltd.		3,585,617	9,271,442
			47,925,049	70,459,011
	Power & Energy	0.23%		
3,600,000	GVK Power & Infrastructure, Ltd.+		3,225,467	3,601,160
			3,225,467	3,601,160
	Publishing	1.08%		
600,000	Business India Publications (Preferential Shares)+		1,003,792	326,206
206,912	D. B. Corp., Ltd.+		940,005	942,631
5,289,238	Jagran Prakashan, Ltd.		10,922,569	15,588,675
			12,866,366	16,857,512
	Real Estate Operation/Development	1.11%		
646,000	Anant Raj Industries, Ltd.		1,994,238	1,851,168
180,819	DLE, Ltd.		1,355,322	1,403,304
1,106,942	Housing Development and Infrastructure, Ltd.+		4,912,750	8,578,890
1,154,678	Indiabulls Real Estate, Ltd.+		4,236,266	5,631,335
			12,498,576	17,464,697

See accompanying notes to financial statements.

Schedule of Investments (continued)

December 31, 2009

COMMON STOCKS (continued)

NUMBER OF SHARES	SECURITY	PERCENT OF HOLDINGS	COST	VALUE
	India (continued)			
	Retail – Jewelry	0.06%		
343,388	Gitanjali Gems, Ltd.		\$ 1,063,448	\$ 920,916
			1,063,448	920,916
	Retail – Major Department Stores	0.13%		
250,000	Pantaloon Retail India, Ltd.		2,010,220	2,047,115
			2,010,220	2,047,115
	Shipbuilding	0.32%		
4,700,000	Pipavav Shipyard, Ltd.*+		9,488,959	4,939,873
			9,488,959	4,939,873
	Steel	4.87%		
2,482,820	Jindal Saw, Ltd.		5,824,083	10,033,186
2,511,782	Jindal Steel & Power, Ltd.		2,308,152	37,996,539
348,300	JSW Steel, Ltd.		4,194,444	7,579,370
1,134,224	Steel Authority of India, Ltd.		2,017,894	5,865,499
2,553,215	Welspun Gujarat Stahl Rohren, Ltd.		11,869,183	14,816,713
			26,213,756	76,291,307
	Telecommunications	2.37%		
3,752,010	Bharti Airtel, Ltd.		12,219,603	26,510,388
2,106,684	Reliance Communications, Ltd.		10,208,797	7,827,348
1,608,954	Usha Martin, Ltd.		1,913,849	2,791,942
			24,342,249	37,129,678
	Televisions	1.28%		
444,944	Sun TV Network, Ltd.		2,512,802	3,284,372
3,035,574	Zee Entertainment Enterprises, Ltd.		13,653,553	16,748,332
			16,166,355	20,032,704
	Textiles	0.24%		
938,258	Bombay Rayon Fashions, Ltd.		4,442,661	3,814,729
			4,442,661	3,814,729
	Transportation	0.19%		
1,532,848	Transport Corporation of India, Ltd.		2,619,885	2,977,747
			2,619,885	2,977,747
	Vehicle Components	1.45%		
4,198,271	Apollo Tyres, Ltd.		3,267,436	4,402,614
16,268	Bosch, Ltd.		1,015,998	1,617,064

See accompanying notes to financial statements.

Schedule of Investments (continued)

December 31, 2009

COMMON STOCKS (concluded)

NUMBER OF SHARES	SECURITY	PERCENT OF HOLDINGS	COST	VALUE
	India (concluded)			
	Vehicle Components (concluded)			
1,478,000	Cummins India, Ltd.		\$ 8,814,464	\$ 13,604,841
941,956	JK Tyre & Industries, Ltd.		2,750,187	3,137,492
			15,848,085	22,762,011
	Vehicles	5.46%		
7,586,588	Ashok Leyland, Ltd.		4,977,617	8,078,123
562,934	Hero Honda Motors, Ltd.		12,386,728	20,763,899
1,252,491	Mahindra & Mahindra, Ltd.		15,971,261	29,089,766
715,549	Maruti Suzuki India, Ltd.		19,162,642	23,982,078
345,000	Tata Motors, Ltd. – A		3,019,552	3,670,560
			55,517,800	85,584,426
	TOTAL INDIA		851,708,541	1,533,529,381
	United States	0.16%		
	Computer Software & Programming	0.16%		
56,100	Cognizant Technology Solutions, Corp.+		927,142	2,541,330
			927,142	2,541,330
	TOTAL UNITED STATES		927,142	2,541,330
	TOTAL COMMON STOCKS		852,635,683	1,536,070,711
	EXCHANGE TRADED FUNDS (1.19% of holdings)			
846,700	WisdomTree India Earnings	1.19%	16,420,346	18,686,669
	TOTAL EXCHANGE TRADED FUNDS		16,420,346	18,686,669
	EXCHANGE TRADED NOTE (0.81% of holdings)			
196,800	iPath MSCI India Index ETN+	0.81%	10,194,225	12,607,008
	TOTAL EXCHANGE TRADED NOTE		10,194,225	12,607,008
	TOTAL INVESTMENTS++	100.00%	\$ 879,250,254	\$ 1,567,364,388

See accompanying notes to financial statements.

Schedule of Investments (concluded)

December 31, 2009

Footnotes and Abbreviations

ADR – American Depository Receipts

GDR – Global Depository Receipts

+ Non income producing

++ As of December 31, 2009, the aggregate cost for federal income tax purposes was \$887,126,716.

Excess of value over tax cost \$701,127,714

Excess of tax cost over value (20,890,042)

\$680,237,672

* Denotes restricted shares. Sale of these shares is restricted for one year from the date of acquisition. As of December 31, 2009, the Fund held the following restricted security:

SECURITY	ACQUISITION DATE	COST	% OF NET ASSETS
Pipavav Shipyard, Ltd.	10/09/09	\$9,488,959	0.31%

See accompanying notes to financial statements.

Statement of Assets and Liabilities

December 31, 2009

ASSETS

Investments, at value (Cost \$879,250,254)	\$ 1,567,364,388
Cash (including Indian Rupees of \$36,100,084 with a cost of \$35,969,363)	48,433,608
Receivables:	
Tax refund receivable	1,116,136
Dividends	66,288
Securities sold	4,366,248
Prepaid expenses	183,012
Total Assets	<u>1,621,529,680</u>

LIABILITIES

Payable for securities purchased	5,865,858
Accrued tax and interest expense payable	4,956,314
Due to Investment Manager	1,259,435
Accrued foreign taxes	322,384
Due to Administrator	268,116
Accrued Printing expense	101,928
Accrued Custodian fees	36,134
Accrued expenses	102,370
Total Liabilities	<u>12,912,539</u>
Net Assets	<u>\$1,608,617,141</u>

NET ASSET VALUE PER SHARE

(\$1,608,617,141 / 49,069,239 shares issued and outstanding) \$ 32.78

NET ASSETS CONSIST OF:

Capital stock, \$0.001 par value; 60,419,183 shares issued (100,000,000 shares authorized)	\$ 60,219
Paid-in capital	1,323,500,628
Cost of 11,349,944 shares repurchased	(392,963,668)
Undistributed net investment income	2,457,156
Accumulated net realized loss on investments	(12,654,708)
Net unrealized appreciation in value of investments, foreign currency holdings and on translation of other assets and liabilities denominated in foreign currency	688,217,514
	<u>\$1,608,617,141</u>

See accompanying notes to financial statements.

Statement of Operations

For the Year Ended
December 31, 2009

Investment Income

Dividends (net of taxes withheld of \$451)		\$ 12,716,937
Interest		3,666
Total investment income		<u>12,720,603</u>

Expenses

Management fees	10,371,549	
Administration fees	2,119,685	
Foreign Tax Expense	322,384	
Custodian fees	312,492	
Insurance	236,548	
Audit fees and tax fees	210,423	
Directors' fees	176,500	
Printing	127,223	
Legal fees	77,012	
ICI fees	52,062	
NYSE fees	33,187	
Transfer Agent fee	13,914	
Miscellaneous expenses	30,883	
Foreign tax refund	(990,434)	
Total expenses		<u>13,093,428</u>
Net investment loss		<u>(372,825)</u>

Net Realized and Unrealized Gain on Investments, Foreign Currency Holdings and Translation of Other Assets and Liabilities Denominated in Foreign Currency:

Net realized gain on:		
Security transactions		13,082,387
Foreign currency related transactions		<u>2,585,313</u>
		15,667,700
Net change in unrealized appreciation in value of investments, foreign currency holdings and translation of other assets and liabilities denominated in foreign currency		<u>648,417,767</u>
Net realized and unrealized gain on investments, foreign currency holdings and translation of other assets and liabilities denominated in foreign currency		<u>664,085,467</u>
Net increase in net assets resulting from operations		<u>\$663,712,642</u>

See accompanying notes to financial statements.

Statements of Changes in Net Assets

	<u>For the Year Ended December 31, 2009</u>	<u>For the Year Ended December 31, 2008</u>
INCREASE (DECREASE) IN NET ASSETS		
Operations		
Net investment loss	\$ (372,825)	\$ (2,786,979)
Net realized gain(loss) on investments and foreign currency related transactions	15,667,700	(6,229,536)
Net change in unrealized appreciation in value of investments, foreign currency holdings and translation of other assets and liabilities denominated in foreign currency	<u>648,417,767</u>	<u>(1,637,953,762)</u>
Net increase (decrease) in net assets resulting from operations	<u>663,712,642</u>	<u>(1,646,970,277)</u>
Distribution to shareholders		
Net investment income (\$0 per share, and \$0.26 per share, respectively)	—	(9,976,560)
Short term capital gains (\$0 per share, and \$0.52 per share, respectively)	—	(19,953,120)
Long term capital gains (\$0 per share, and \$6.34 per share, respectively)	—	<u>(243,434,150)</u>
Decrease in net assets resulting from distributions	<u>—</u>	<u>(273,363,830)</u>
Capital Share Transactions		
Reinvestments		
(29,085 shares and 238,163 shares at \$16.36 and \$16.50 per share, respectively)	475,831	3,929,673
Exercise of Rights		
(11,614,192 shares at \$26.42 per share, net of expenses of \$921,470)	305,925,482	—
Shares repurchased under Repurchase Offer		
(1,183,586 shares and 4,145,385 shares, respectively) (net of repurchase fee of \$655,886 and \$3,389,777, respectively) (including expenses of \$445,490 and \$533,804, respectively)	<u>(32,583,905)</u>	<u>(166,632,872)</u>
Net increase (decrease) in net assets resulting from capital share transactions	<u>273,817,408</u>	<u>(162,703,199)</u>
Total increase (decrease) in net assets	<u>937,530,050</u>	<u>(2,083,037,306)</u>
NET ASSETS		
Beginning of year	<u>671,087,091</u>	<u>2,754,124,397</u>
End of year (including undistributed net investment income of \$2,457,156 and distribution in excess of net investment income of \$20,253, respectively)	<u>\$1,608,617,141</u>	<u>\$ 671,087,091</u>

See accompanying notes to financial statements.

Financial Highlights

For a Share Outstanding throughout Each Year

	For the Year Ended Dec. 31, 2009	For the Year Ended Dec. 31, 2008	For the Year Ended Dec. 31, 2007	For the Year Ended Dec. 31, 2006	For the Year Ended Dec. 31, 2005
Per Share Operating Performance					
Net asset value, beginning of year	\$ 17.38	\$ 64.78	\$ 42.65	\$ 34.07	\$ 28.47
Net investment income (loss)	(0.01) ²	(0.07) ²	(0.14) ²	(0.14) ²	0.04 ²
Net realized and unrealized gain (loss) on investments, foreign currency holdings, and translation of other assets and liabilities denominated in foreign currency	15.85	(40.28)	31.82	13.83	11.35
Income tax (expense) reversal	—	—	—	0.56 ³	(0.80) ⁴
Net increase (decrease) from investment operations after income taxes	15.84	(40.35)	31.68	14.25	10.59
Less: dividends and distributions					
Dividends from:					
Net investment income	—	(0.26)	(0.13)	(0.14)	(0.06)
Short term capital gains	—	(0.52)	(0.82)	(0.14)	(0.51)
Long term capital gains	—	(6.34)	(8.66)	(4.84)	(3.89)
Total dividends and distributions	—	(7.12)	(9.61)	(5.12)	(4.46)
Capital share transactions					
Anti-dilutive (dilutive) effect of Share Repurchase Program	— ⁵	0.07	0.06	— ⁵	(0.01)
Dilutive effect of Rights Offer	(0.44)	—	—	(0.55)	(0.52)
Total capital share transactions	(0.44)	0.07	0.06	(0.55)	(0.53)
Net asset value, end of year	\$ 32.78	\$ 17.38	\$ 64.78	\$ 42.65	\$ 34.07
Per share market value, end of year	\$ 30.70	\$ 18.30	\$ 62.26	\$ 45.90	\$ 39.73
Total Investment Return Based on:					
Market Value ¹	67.76%	(57.63)%	59.57%	29.05%	49.32%
Ratios/Supplemental Data					
Net assets, end of year (in 000s)	\$1,608,617	\$671,087	\$2,754,124	\$1,913,341	\$1,083,714
Ratios of expenses after income taxes to average net assets	1.25%	1.28%	1.21%	0.00%	4.13%
Ratios of expenses before income taxes to average net assets	1.25%	1.28%	1.21%	1.41%	1.49%
Ratios of net investment income (loss) to average net assets	(0.04)%	(0.17)%	(0.28)%	(0.34)%	0.12%
Portfolio turnover	49.64%	49.41%	29.39%	35.02%	50.28%

See accompanying notes to financial statements.

Financial Highlights (concluded)

For a Share Outstanding throughout Each Year

- ¹ Total investment return is calculated assuming a purchase of common stock at the market price on the first day and a sale at the market price on the last day of each period reported. Dividends and distributions, if any, are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total investment return does not reflect brokerage commissions or sales charges and is not annualized. Past performance is not a guarantee of future results.
- ² Based on average shares outstanding.
- ³ A reversal of \$20,551,036 was made in 2006 to the prior year's tax provision described below (see Note B).
- ⁴ A provision of \$25,507,350 was made for U.S. federal income tax purposes for the fiscal year ended December 31, 2005. This provision was made as, at that time, it was unclear whether the Fund qualified as a regulated investment company (a "RIC") under Subchapter M of the Internal Revenue Code for the taxable year ended December 31, 2004 (see Note B).
- ⁵ Less than \$0.01 per share.

Notes to Financial Statements

December 31, 2009

NOTE A: ORGANIZATION

The India Fund, Inc. (the “Fund”) was incorporated in Maryland on December 27, 1993, and commenced operations on February 23, 1994. The Fund operates through a branch in the Republic of Mauritius. The Fund is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as a non-diversified closed-end management investment company. The Fund’s investment objective is long-term capital appreciation by investing primarily in Indian equity securities.

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In June 2009 the Financial Accounting Standards Board (“FASB”) issued *The FASB Accounting Standards Codification and the Hierarchy of Generally Accepted Accounting Principles*. The standard identifies the FASB Accounting Standards Codification as the single source of authoritative U.S. accounting and reporting standards applicable for all non-governmental entities, with the exception of guidance issued by the Securities and Exchange Commission and its staff. It is effective for financial statements issued for interim and fiscal years ending on or after September 15, 2009. The Fund adopted the standard effective September 30, 2009. The adoption did not have a material effect on the Fund’s financial statements.

The following significant accounting policies are in conformity with generally accepted accounting principles in the United States of America (“GAAP”), which are consistently followed by the Fund in the preparation of its financial statements.

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reported period. Actual results could differ from those estimates and those differences could be material.

Significant accounting policies are as follows:

Portfolio Valuation. Investments are stated at estimated fair value in the accompanying financial statements. All securities for which market quotations are readily available are valued at:

- (i) the last sales price prior to the time of determination, if there was a sale on the date of determination,
- (ii) at the mean between the last current bid and asked prices, if there was no sales price on such date and bid and asked quotations are available, or
- (iii) at the last available closing price if no bid or asked price is available on such date, if deemed representative of fair value.

Securities that are traded over-the-counter are valued, if bid and asked quotations are available, at the mean between the current bid and asked prices. Securities for which sales prices and bid and asked quotations are

Notes to Financial Statements (continued)

December 31, 2009

not available on the date of determination or for which the spread between the bid and asked prices is considered excessive may be valued at the most recently available prices or quotations under policies adopted by the Board of Directors. Investments in short-term debt securities having a maturity of 60 days or less are generally valued at amortized cost which approximates market value. Securities for which market values are not readily ascertainable are carried at fair value as determined in good faith by or under the supervision of the Board of Directors. The net asset value per share of the Fund is calculated daily.

Investment Transactions and Investment Income. Investment transactions are accounted for on the trade date. At December 31, 2009, the Fund's cash balance included Indian Rupees of \$2,958,391 reflecting early payments to the National Security Clearing Corporation for securities purchased but not yet settled. The cost of investments sold is determined by use of the specific identification method for both financial reporting and income tax reporting purposes. Interest income is recorded on the accrual basis; dividend income is recorded on the ex-dividend date or, using reasonable diligence, when known. The collectibility of income receivable from Indian securities is evaluated periodically, and any resulting allowances for uncollectible amounts are reflected currently in the determination of investment income.

Tax Status. No provision is made for U.S. federal income or excise taxes for 2009 as it is the Fund's intention to continue to qualify as a regulated investment company (a "RIC") under Subchapter M of the Internal Revenue Code of 1986, as amended (the "Code") and to make the requisite distributions to its shareholders that will be sufficient to relieve it from all or substantially all federal income and excise taxes.

For the year ended December 31, 2005, a provision of \$25,507,350 was made for U.S. federal income tax purposes as, at that time, it was unclear whether the Fund qualified as a RIC under Subchapter M of the Code for the taxable year ended December 31, 2004. In order to preserve the Fund's status as a RIC under Subchapter M of the Code for the taxable year ended December 31, 2004, on April 20, 2006 the Fund distributed a deficiency dividend to shareholders in the amount of \$1.07 per share, of which \$0.95 per share was designated as a Capital Gain Dividend. Under the deficiency dividend procedure, the maximum amount that the Fund will be obligated to pay to the Internal Revenue Service in interest and penalties is approximately \$4,956,314. Accordingly, a reversal of \$20,551,036 was made in 2006 to the prior year's tax provision. As of December 31, 2009, the matter is still under review by the Internal Revenue Service.

Income and capital gain distributions are determined in accordance with U.S. federal income tax regulations, which may differ from GAAP.

The tax character of distributions paid during the years ended December 31, 2009 and December 31, 2008 were as follows:

	<u>2009</u>	<u>2008</u>
Ordinary income	\$ 0	\$ 29,742,396
Long term capital gains	<u>0</u>	<u>243,621,434</u>
Total	<u>\$ 0</u>	<u>\$273,363,830</u>

Notes to Financial Statements (continued)

December 31, 2009

At December 31, 2009, the Fund had tax basis undistributed ordinary income of \$3,810,165.

Under federal tax law, capital losses realized after October 31 may be deferred and treated as occurring on the first day of the following year. For the year ended December 31, 2009, the Fund will defer post-October currency losses of \$123,213 to the year ended December 31, 2010. At December 31, 2009, the Fund had a capital loss carryforward of \$6,008,042 available to offset future capital gains. If not utilized against future capital gains, the capital loss carryforward will expire December 31, 2017.

Accounting for Uncertainty in Income Taxes sets forth a minimum threshold for financial statement recognition of the benefit of a tax position taken or expected to be taken in a tax return. Management has analyzed the Fund's tax positions and has concluded that no provision for income tax is required in the Fund's financial statements. The Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months. The Fund's federal tax returns for the prior three fiscal years remain subject to examination by the Internal Revenue Service. The Fund files tax returns as prescribed by the tax laws of the jurisdictions in which it operates. In the ordinary course of business, the fund is subject to examination by federal, state, local and foreign jurisdictions, where applicable.

At December 31, 2009, the Fund has recorded no liability for net unrecognized tax benefits relating to uncertain income tax positions it has taken or expects to take in future tax returns. However, management's conclusions regarding uncertain tax positions may be subject to review and adjustment at a later date based on factors including, but not limited to, further implementation guidance from the FASB, new tax laws, regulations and administrative interpretations (including court decisions).

Foreign Currency Translation. The books and records of the Fund are maintained in U.S. dollars. Foreign currency amounts are translated into U.S. dollars on the following basis:

- (i) value of investment securities, assets and liabilities at the prevailing rates of exchange on the valuation date; and
- (ii) purchases and sales of investment securities and investment income at the relevant rates of exchange prevailing on the respective dates of such transactions.

The Fund generally does not isolate the effect of fluctuations in foreign exchange rates from the effect of fluctuations in the market prices of securities. However, the Fund does isolate the effects of fluctuations in foreign currency rates when determining the gain or loss upon the sale of foreign currency denominated debt obligations pursuant to U.S. federal income tax regulations; such amounts are categorized as foreign currency gains or losses for federal income tax purposes. The Fund reports certain realized foreign exchange gains and losses as components of realized gains and losses for financial reporting purposes, whereas such amounts are treated as ordinary income for U.S. federal income tax reporting purposes.

Notes to Financial Statements (continued)

December 31, 2009

Distribution of Income and Gains. The Fund intends to distribute annually to shareholders substantially all of its net investment income, including foreign currency gains, and to distribute annually any net realized gains after the utilization of available capital loss carryovers. An additional distribution may be made to the extent necessary to avoid payment of a 4% U.S. federal excise tax.

Distributions to shareholders are recorded on the ex-dividend date. The amount of dividends and distributions from net investment income and net realized gains are determined in accordance with federal income tax regulations, which may differ from GAAP. These “book/tax” differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified at the end of each fiscal year within the capital accounts based on their U.S. federal tax-basis treatment; temporary differences do not require reclassification. Dividends and distributions which exceed net investment income and net realized capital gains for financial reporting purposes but not for tax purposes are reported as dividends in excess of net investment income and net realized capital gains. To the extent they exceed net investment income and net realized gains for tax purposes, they are reported as distributions of additional paid-in capital.

The following permanent difference is primarily attributable to a re-designation of dividends paid, foreign currency gains (losses), and investments in Passive Foreign Investment Companies and has been reclassified to the accounts in the chart below as of December 31, 2009. Net assets were not affected by this reclassification.

<u>Paid-in Capital</u>	<u>Undistributed Net Investment Loss</u>	<u>Accumulated Net Realized Loss</u>
<u>\$0</u>	<u>\$2,850,234</u>	<u>\$(2,850,234)</u>

NOTE C: MANAGEMENT, INVESTMENT ADVISORY, ADMINISTRATIVE SERVICES AND DIRECTORS

Blackstone Asia Advisors L.L.C. (“Blackstone Advisors”), an affiliate of The Blackstone Group L.P. (“Blackstone”), serves as the Fund’s Investment Manager under the terms of a management agreement dated March 16, 2006 (the “Management Agreement”). Blackstone Fund Services India Private Limited (“Blackstone India”), an affiliate of Blackstone, serves as the Fund’s Country Adviser under the terms of a country advisory agreement dated March 16, 2006 (the “Country Advisory Agreement”). Pursuant to the Management Agreement, Blackstone Advisors supervises the Fund’s investment program and is responsible on a day-to-day basis for investing the Fund’s portfolio in accordance with its investment objective and policies. Pursuant to the Country Advisory Agreement, Blackstone India provides statistical and factual information and research regarding economic and political factors and investment opportunities in India to Blackstone Advisors. For its services, Blackstone Advisors receives monthly fees at an annual rate of: (i) 1.10% for the first \$500,000,000 of the Fund’s average weekly net assets; (ii) 0.90% for the next \$500,000,000 of the Fund’s

Notes to Financial Statements (continued)

December 31, 2009

average weekly net assets; (iii) 0.85% for the next \$500,000,000 of the Fund's average weekly net assets; and (iv) 0.75% of the Fund's average weekly net assets in excess of \$1,500,000,000. Blackstone India receives from Blackstone Advisors a monthly fee at an annual rate of 0.10% of the Fund's average weekly net assets. For the year ended December 31, 2009, the Fund paid a total of \$10,371,549 in management fees to Blackstone Advisors.

Blackstone Advisors also serves as the Fund's Administrator pursuant to an administration agreement dated January 1, 2006. Blackstone Advisors provides certain administrative services to the Fund. For its services, Blackstone Advisors receives a fee that is computed monthly at an annual rate of: (i) 0.20% of the value of the Fund's average monthly net assets for the first \$1,500,000,000 of the Fund's average monthly net assets and (ii) 0.15% of the value of the Fund's average monthly net assets in excess of \$1,500,000,000 of the Fund's average monthly net assets. For the year ended December 31, 2009, the Fund paid a total of \$2,100,419 in administrative fees to Blackstone Advisors. Blackstone Advisors subcontracts certain of these services to PNC Global Investment Servicing (U.S.) Inc. (formerly known as PFPC Inc.).

In addition, Multiconsult Ltd. (the "Mauritius Administrator") provides certain administrative services relating to the operation and maintenance of the Fund in Mauritius. The Mauritius Administrator receives a monthly fee of \$1,500 and is reimbursed for certain additional expenses. For the year ended December 31, 2009, fees and expenses of the Mauritius Administrator amounted to \$19,266.

The Fund pays each of its directors who is not a director, officer or employee of Blackstone Advisors, Blackstone India or any affiliate thereof (each "Independent Director") an annual fee of \$20,000. The Fund pays an additional annual fee of \$10,000 to the Chairman of the Fund. The Fund also pays each Independent Director a fee of (i) \$2,000 for each in-person meeting, including each in-person committee meeting; (ii) \$4,000 for traveling to Mauritius to attend an in-person meeting; (iii) \$1,000 for each telephonic meeting of thirty minutes or less; and (iv) \$1,500 for each telephonic meeting lasting over thirty minutes. In addition, the Fund reimburses all directors for travel and out-of-pocket expenses incurred in connection with Board of Directors meetings. For the year ended December 31, 2009, the Fund paid \$176,500 in Directors' fees.

NOTE D: PORTFOLIO ACTIVITY

Purchases and sales of securities, other than short-term obligations, aggregated \$742,499,225 and \$506,945,795, respectively, for the year ended December 31, 2009.

NOTE E: FOREIGN INCOME TAX

The Fund conducts its investment activities in India as a tax resident of Mauritius and expects to obtain benefits under the double taxation treaty between Mauritius and India (the "tax treaty" or "treaty"). To obtain benefits under the tax treaty, the Fund must meet certain tests and conditions, including the establishment of Mauritius tax residence and related requirements. The Fund has obtained a certificate

Notes to Financial Statements (continued)

December 31, 2009

from the Mauritian authorities that it is a resident of Mauritius under the tax treaty between Mauritius and India. Under current regulations, a fund which is a tax resident in Mauritius under the treaty, but has no branch or permanent establishment in India, will not be subject to capital gains tax in India on the sale of securities or to tax on dividends paid by Indian companies. The Fund is subject to and accrues Indian withholding tax on interest earned on Indian securities at the rate of 21.115%.

The Fund will, in any year that it has taxable income for Mauritius tax purposes, pay tax on its net income for Mauritius tax purposes at a rate of 15%. The Fund is not taxed on long-term capital gains for Mauritius tax purposes.

The Fund continues to: (i) comply with the requirements of the tax treaty between India and Mauritius; (ii) be a tax resident of Mauritius; and (iii) maintain that its central management and control resides in Mauritius, and therefore management believes that the Fund will be able to obtain the benefits of the tax treaty between India and Mauritius. Accordingly, no provision for Indian income taxes has been made in the accompanying financial statements of the Fund for taxes related to capital gains or dividends.

The foregoing is based upon current interpretation and practice and is subject to future changes in Indian or Mauritian tax laws and in the treaty between India and Mauritius.

NOTE F: SEMI-ANNUAL REPURCHASE OFFERS

In February 2003, the Board of Directors approved, subject to stockholder approval, a fundamental policy whereby the Fund would adopt an “interval fund” structure pursuant to Rule 23c-3 under the 1940 Act. Stockholders of the Fund approved the policy on April 30, 2003. As an interval fund, the Fund makes semi-annual repurchase offers at net asset value (less a 2% repurchase fee) to all Fund stockholders. The percentage of outstanding shares that the Fund can repurchase in each offer is established by the Fund’s Board of Directors shortly before the commencement of each semi-annual offer and is between 5% and 25% of the Fund’s then-outstanding shares.

Notes to Financial Statements (continued)

December 31, 2009

During the year ended December 31, 2009, the results of the semi-annual repurchase offers were as follows:

	Repurchase Offer #12	Repurchase Offer #13
Commencement Date	February 20, 2009	August 21, 2009
Expiration Date	March 13, 2009	September 11, 2009
Pricing Date	March 20, 2009	September 18, 2009
% of Issued and Outstanding Shares of Common Stock	5%	5%
Shares Validly Tendered	160,011.1776	1,023,575.0577
Final Pro-ration Odd Lot Shares	no proration	no proration
Final Pro-ration Non-Odd Lot Shares	no proration	no proration
% of Non-Odd Lot Shares Accepted	no proration	no proration
Shares Accepted for Tender	160,011.1776	1,023,575.0577
Net Asset Value per share as of Pricing Date (\$)	15.41	29.63
Repurchase Fee per Share (\$)	0.3082	0.5926
Repurchase Offer Price (\$)	15.1018	29.0374
Repurchase Fee (\$)	49,315	606,571
Expenses (\$)	241,973	203,517
Total Cost (\$)	2,658,430	29,925,475

Notes to Financial Statements (continued)

December 31, 2009

During the year ended December 31, 2008, the results of the semi-annual repurchase offers were as follows:

	Repurchase Offer #10	Repurchase Offer #11
Commencement Date	February 22, 2008	August 22, 2008
Expiration Date	March 14, 2008	September 12, 2008
Pricing Date	March 24, 2008	September 19, 2008
% of Issued and Outstanding Shares of Common Stock	5%	5%
Shares Validly Tendered	4,071,660.2142	2,481,315.0000
Final Pro-ration Odd Lot Shares	53,998.2142	202,199.0271
Final Pro-ration Non-Odd Lot Shares	2,071,839.7858	1,817,347.9726
% of Non-Odd Lot Shares Accepted	51.5683%	79.7392%
Shares Accepted for Tender	2,125,838.0000	2,019,547.0000
Net Asset Value per share as of Pricing Date (\$)	44.92	36.64
Repurchase Fee per Share (\$)	0.8984	0.7328
Repurchase Offer Price (\$)	44.0216	35.9072
Repurchase Fee (\$)	1,909,853	1,479,924
Expenses (\$)	281,419	252,385
Total Cost (\$)	93,864,209	72,768,663

Notes to Financial Statements (continued)

December 31, 2009

NOTE G: 2005 RIGHTS OFFER

On December 17, 2004, the Fund commenced a rights offering and issued to stockholders as of December 17, 2004 one right for each share of common stock held. The rights were not transferable and, consequently, were not listed on any exchange. The rights entitled holders to subscribe for an aggregate of 7,546,991 shares of the Fund's common stock. In addition, the Fund had the option of issuing additional shares in an amount up to 25% of the shares that were available in the primary offering, or 1,886,747 shares, for an aggregate total of 9,433,738 shares. The offer expired on January 31, 2005. The Fund sold 9,433,738 shares at the subscription price per share of \$26.50 (representing 95% of the Fund's net asset value per share on the expiration date of the offer). The total proceeds of the rights offering were \$249,994,057, and the Fund incurred costs of \$572,549.

NOTE H: 2006 RIGHTS OFFER

On July 3, 2006, the Fund commenced a second rights offering and issued to stockholders as of July 3, 2006 one right for each share of common stock held. The rights were not transferable and, consequently, were not listed on any exchange. The rights entitled holders to subscribe for an aggregate of 10,565,220 shares of the Fund's common stock. In addition, the Fund had the option of issuing additional shares in an amount up to 25% of the shares that were available in the primary offering, or 2,641,305 shares, for an aggregate total of 13,206,525 shares. The offer expired on August 4, 2006. The Fund sold 13,206,525 shares at the subscription price per share of \$34.00 (representing 95% of the Fund's net asset value per share on the expiration date of the offer). The total proceeds of the rights offering were \$449,021,850, and the Fund incurred costs of \$1,127,708.

NOTE I: 2009 RIGHTS OFFER

On July 20, 2009, the Fund commenced a third rights offering and issued to stockholders as of July 20, 2009, one right for each share of common stock held. The rights were not transferable and, consequently, were not listed on any exchange. The rights entitled holders to subscribe for an aggregate of 12,826,207 shares of the Fund's common stock. In addition, the Fund had the option of issuing additional shares in an amount up to 25% of the shares that were available in the primary offering, or 3,206,551 shares, for an aggregate total of 16,032,758 shares. The offer expired on August 14, 2009. The Fund sold 11,614,192 shares at the subscription price per share of \$26.42 (representing 95% of the Fund's net asset value per share on the expiration date of the offer). The total proceeds of the rights offering were \$306,846,952, and the Fund incurred costs of \$921,470.

NOTE J: CONCENTRATION OF RISKS

At December 31, 2009, substantially all of the Fund's net assets were invested in Indian securities. The Indian securities markets are among other things substantially smaller, less developed, less liquid, subject to less regulation and more volatile than the securities markets in the United States. Consequently, and as

Notes to Financial Statements (continued)

December 31, 2009

further discussed above, acquisitions and dispositions of securities by the Fund involve special risks and considerations not present with respect to U.S. securities. At December 31, 2009, the Fund had a concentration of its investment in finance, industrial, and computer software and programming industries. The values of such investments may be affected by changes in such industry sectors.

Securities denominated in currencies other than U.S. dollars are subject to changes in value due to fluctuations in foreign exchange. Foreign security and currency transactions involve certain considerations and risks not typically associated with those of domestic origin as a result of, among other factors, the level of governmental supervision and regulation of foreign securities markets and the possibilities of political or economic instability, the fact that foreign securities markets may be smaller and less developed and the fact that securities, tax and corporate laws may have only recently developed or are in developing stages, and laws may not exist to cover all contingencies or to protect investors adequately.

In the normal course of business, the Fund may enter into contracts that contain a variety of representations and warranties and which may provide for general indemnifications. The Fund's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred. However, based on experience, management expects the risk of loss to be remote.

NOTE K: FAIR VALUE MEASUREMENTS

In accordance with the authoritative guidance on fair value measurements and disclosures under GAAP, the Fund discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. The hierarchy gives the highest priority to valuations based upon unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to valuations based upon unobservable inputs that are significant to the valuation (level 3 measurements). The guidance establishes three levels of the fair value hierarchy as follows:

- Level 1 — price quotations in active markets/exchanges for identical securities
- Level 2 — other significant observable inputs (including, but not limited to quoted prices for similar securities, interest rates, credit risk, etc.)
- Level 3 — significant unobservable inputs (including the Fund's own assumptions used in determining the fair value of investments).

A financial instrument's level within the fair value hierarchy is based upon the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Investment Manager. The Investment Manager considers observable

Notes to Financial Statements (continued)

December 31, 2009

data to be market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. A summary of the inputs used to value the Fund's net assets as of December 31, 2009, is as follows:

<u>Valuation Inputs</u>	<u>Investments in Securities*</u>
Level 1 — Quoted Prices	\$ 1,554,426,943
Level 2 — Other Significant Observable Inputs	4,939,873
Level 3 — Significant Unobservable Inputs	<u>7,997,572</u>
Total	<u><u>\$1,567,364,388</u></u>

* See Schedule of Investments for identification of securities by security type and industry classification.

The following is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

	<u>Investments in Equity Securities</u>			
	<u>Publishing</u>	<u>Retail Stores</u>	<u>Shipbuilding</u>	<u>Electronics & Electrical Equipment</u>
Balance, as of December 31, 2008	\$ 104,680	\$ 199,887	\$ 2,978,017	\$ 0
Realized gain (loss)	0	0	0	0
Change in unrealized appreciation (depreciation)	224,152	(104,605)	2,033,899	50,230
Net purchases (sales)	940,005	0	0	6,678,505
Net transfers in/out of Level 3 . . .	<u>0</u>	<u>(95,282)</u>	<u>(5,011,916)</u>	<u>0</u>
Balance, as of December 31, 2009	<u><u>\$1,268,837</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$6,728,735</u></u>

Effective January 1, 2009, the Fund adopted the authoritative guidance under GAAP on determining fair value when the volume and level of activity for the asset or liability have significantly decreased and identifying transactions that are not orderly. Accordingly, if the Fund determines that either the volume and/or level of activity for an asset or liability has significantly decreased (from normal conditions for that asset or liability) or price quotations or observable inputs are not associated with orderly transactions, increased analysis and management judgment will be required to estimate fair value. Valuation techniques such as an income approach might be appropriate to supplement or replace a market approach in those

Notes to Financial Statements (concluded)

December 31, 2009

circumstances. The guidance also provides a list of factors to determine whether there has been a significant decrease in relation to normal market activity. Regardless, however, of the valuation technique and inputs used, the objective for the fair value measurement in those circumstances is unchanged from what it would be if markets were operating at normal activity levels and/or transactions were orderly; that is, to determine the current exit price.

NOTE L: FINANCIAL DERIVATIVE INSTRUMENTS

Effective January 1, 2009, the Fund adopted amendments to authoritative guidance on disclosures about derivative instruments and hedging activities which require that the Fund disclose a) how and why an entity uses derivative instruments, b) how derivative instruments and related hedged items are accounted for, and c) how derivative instruments and related hedged items affect an entity's financial position, financial performance and cash flows. The adoption of the additional disclosure requirements did not materially impact the Fund's financial statements. At December 31, 2009, the Fund held no derivative instruments.

NOTE M: SUBSEQUENT EVENTS

Management has evaluated the impact of all subsequent events on the Fund following the fiscal year ended December 31, 2009, through February 25, 2010, the date the financial statements were issued, and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

Report of Independent Registered Public Accounting Firm

To the Board of Directors and Shareholders of
The India Fund, Inc.

In our opinion, the accompanying statement of assets and liabilities, including the schedule of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of The India Fund, Inc. (the “Fund”) at December 31, 2009, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as “financial statements”) are the responsibility of the Fund’s management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). 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, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at December 31, 2009 by correspondence with the custodian, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
Philadelphia, Pennsylvania
February 25, 2010

The following sections of this Annual Report are not a part of the audited financial statements.

Continuation of the Management Agreement

APPROVAL OF CONTINUATION OF MANAGEMENT AGREEMENT

The Investment Company Act of 1940, as amended (the “1940 Act”), requires that the Fund’s Board of Directors, including a majority of its Directors who are not affiliated with the Fund’s investment adviser (the “Independent Directors”) voting separately, approve the Fund’s advisory agreements and the related fees for its initial term of two years and on an annual basis thereafter at a meeting called for the purpose of voting on the agreement’s approval or continuation. At a meeting held in person on October 27, 2009, the Board, including the Independent Directors, considered the continuation of the management agreement (the “Management Agreement”) dated March 16, 2006 between the Fund and Blackstone Asia Advisors L.L.C. (“Blackstone Advisors”) as well as the country advisory agreement (the “Country Advisory Agreement”) dated March 16, 2006 between Blackstone Advisors and Blackstone Fund Services India Private Limited (“Blackstone India). At the October 27, 2009 meeting, the Board, including the Independent Directors, unanimously approved the continuation of the Management Agreement for an additional one-year term through December 31, 2010. In making this decision, the Independent Directors were represented by independent counsel (“independent counsel”) who assisted them in their deliberations prior to and during the Board meeting and in an executive session with just the Independent Directors and their independent counsel present. The Board of Directors also approved the continuation of the administration agreement dated January 1, 2006 between the Fund and Blackstone Advisors, pursuant to which Blackstone Advisors serves as the Fund’s administrator.

In considering the continuation of the Management Agreement and the Country Advisory Agreement, the Independent Directors, through their independent counsel, requested and received information prepared by Blackstone Advisors and Blackstone India, which included, among other things, information about Blackstone Advisors’ and Blackstone India’s business, personnel and operations, services, compensation from and other benefits from its relation with the Fund and compliance activities. The materials provided by Blackstone Advisors and Blackstone India also included information regarding the Fund’s investment performance and expenses compared to those of other funds determined by Blackstone Advisors to have investment objectives and policies similar to those of the Fund and to the Fund’s comparative index as well as an analysis of the profitability of the investment advisory relationship to Blackstone Advisors. Fund counsel provided the Board a memorandum outlining its legal duties. Independent counsel separately provided a memorandum to the Independent Directors outlining their responsibilities with respect to approval of the Management Agreement and the Country Advisory Agreement. This information supplemented the information received by the Board at meetings throughout the past year and the Directors’ general knowledge and familiarity with the Fund, including their knowledge and familiarity with the investment management capabilities of Blackstone Advisors and Blackstone India and the scope and quality of their services to the Fund.

Continuation of the Management Agreement (continued)

In considering the continuation of the Management Agreement and the Country Advisory Agreement, the Board considered the following factors, among others:

1. *The qualifications of Blackstone Advisors and Blackstone India, including the nature, extent and quality of the services to be provided and the investment performance of the Fund. Blackstone Advisors and Blackstone India.* The Directors reviewed the services that Blackstone Advisors and Blackstone India provide to the Fund, including, but not limited to, making the day-to-day decisions for investing the Fund's assets in accordance with the Fund's objectives and policies and investment restrictions, subject to the supervision and direction of the Board. Blackstone Advisors also makes available research and statistical data to the Fund and monitors the performance of the Fund's outside service providers, including the Fund's sub-administrator, transfer agent and custodian.

In addition, the Directors considered the education, background and experience of the personnel and management teams at Blackstone Advisors and Blackstone India, and in particular, the performance record of Punita Kumar-Sinha, the Fund's portfolio manager. Among other things, they took into consideration the favorable history of Ms. Kumar-Sinha for the Fund. The Directors also discussed at length Blackstone Advisors' and Blackstone India's employee turnover, compensation and budget structure and its ability and efforts to attract and retain quality and experienced personnel. They discussed at length the quality of the support provided by Blackstone Advisors, Blackstone India and their affiliates to the Fund. The Directors also discussed Blackstone Advisors' investment outlook for the Fund and relevant financial and capital markets.

The Directors reviewed the past investment performance of the Fund, Blackstone Advisors and Blackstone India as well as the past investment performance of the Fund's peers. In particular, the Directors focused on the analysis of the Fund's performance in the materials provided by Blackstone Advisors and Blackstone India, noting that the Fund's performance was comparable to that of its peer group, which consisted of the Fund and three other funds and exceeded performance of all three funds in its peer group during the one-year period ended September 30, 2009. The Fund also underperformed the IFC Investable India Index for the one-year period ended September 30, 2009, but outperformed the IFC Investable India Index during the period commencing on July 31, 1997, the date Ms. Kumar-Sinha became the Fund's portfolio manager, and ended September 30, 2009. The Directors noted that the Fund underperformed the IFC Investable India Index, over the three-year and five-year periods ended September 30, 2009 and considered the explanation for such performance provided by Blackstone Advisors. However, the Fund's performance was strong over each of those periods in absolute terms. The Directors recognized that past performance is not an indicator of future performance, but concluded that Blackstone Advisors has appropriate expertise to continue to manage the Fund in accordance with its investment objectives and strategies under current and anticipated market conditions.

Continuation of the Management Agreement (continued)

2. *The reasonableness of the advisory fees.* The Directors considered the costs of the services provided by Blackstone Advisors and Blackstone India. As part of their analysis, the Directors gave substantial consideration to the comparisons of fees and expense ratios of the Fund as described in the materials provided by Blackstone Advisors. Under the Management Agreement, the Fund pays to Blackstone Advisors a monthly fee at an annual rate of: (i) 1.10% for the first \$500,000,000 of the Fund's average weekly net assets; (ii) 0.90% for the next \$500,000,000 of the Fund's average weekly net assets; (iii) 0.85% for the next \$500,000,000 of the Fund's average weekly net assets; and (iv) 0.75% of the Fund's average weekly net assets in excess of \$1,500,000,000. Under the Country Advisory Agreement, Blackstone Advisors pays Blackstone India a monthly fee at an annual rate of 0.10% of the Fund's average weekly net assets.

In reviewing the investment advisory fees, the Directors reviewed the advisory fee and noted that the fees paid by the Fund on a twelve month trailing basis through September 30, 2009 were lower than all but one fund in its peer group. The peer group consisted of the Fund and three other funds. The Directors also noted that the Fund on a twelve month trailing basis through September 30, 2009 had the lowest expense ratio among the funds in its peer group. The Directors noted that the small number and the varying sizes of funds in the peer group made meaningful comparisons difficult. The Directors considered the other benefits to Blackstone Advisors, Blackstone India and their affiliates from the relationship with the Fund, including, among others, the administration fees paid to Blackstone Advisors. Further, the Directors considered the extent to which Blackstone Advisors believes economies of scale may be realized if the Fund grows and whether the fee levels reflect economies of scale for the benefit of the Fund's stockholders, noting that the fee structure would have the effect of lowering the Fund's fees paid at certain asset levels. The Board determined that the current amount and structure of the fee is appropriate in light of the nature, quality and scope of the investment advisory services provided by Blackstone Advisors and Blackstone India to the Fund.

3. *The operating expenses of the Fund.* The Directors reviewed the operating expenses of the Fund, on an absolute basis and as compared to those of its peer group. The Directors noted that, as described in the materials provided by Blackstone Advisors, the annualized expense ratio had slightly increased in 2009 as compared to 2008. The Directors concluded that the expenses of the Fund have been reasonable.

4. *Portfolio transactions.* The Directors discussed the policies and practices of the Fund and Blackstone Advisors in effecting portfolio transactions. The Directors considered the Fund's general policies with respect to brokerage commissions, including payment levels and allocation policies among clients, as described in the materials provided by Blackstone Advisors, and discussed whether the transactions were carried out competently and within the scope of applicable governmental and Fund policy limitations. The Directors also discussed portfolio turnover rates, the recapture of brokerage commissions and the consideration of research services in placing portfolio transactions. The Directors took into

Continuation of the Management Agreement (continued)

consideration other benefits derived by Blackstone Advisors in connection with the Management Agreement, noting particularly that Blackstone Advisors advised that soft dollars are not used in connection with portfolio transactions for the Fund. Although it may receive unsolicited proprietary research reports from brokers that execute transactions for the Fund, Blackstone Advisors advised the Board that brokers are not selected based on this research.

5. Blackstone Advisors' and Blackstone India's management of other funds and other investments and fees paid. The Directors discussed Blackstone Advisors' and Blackstone India's management of other funds and other investment products and the fees paid in those instances, noting that Blackstone Advisors manages one other registered fund and one unregistered fund that invest in Asia. The Directors compared both the services rendered and the fees paid under the Management Agreement and the Country Advisory Agreement to the services rendered to and fees paid by the other funds, and the Directors determined that the services and fees are comparable to those being offered to the other funds by Blackstone Advisors and Blackstone India.

6. The profitability of Blackstone Advisors and its affiliates with respect to their relationship to the Fund. The Directors reviewed information regarding the profitability to Blackstone Advisors of its relationship with the Fund. The Board considered the level of Blackstone Advisors' profits and whether the profits were reasonable for Blackstone Advisors. The profitability analysis took into consideration fall-out benefits from Blackstone Advisors' relationship with the Fund, including fees paid to Blackstone Advisors under the Management Agreement and under the Administration Agreement. The Directors found that the profits realized by Blackstone Advisors from its relationship with the Fund were not unreasonable in light of the nature, scope and high quality of services provided by Blackstone Advisors and Blackstone India to the Fund.

In considering whether to approve the continuation of the Management Agreement and the Country Advisory Agreement, the Board did not identify nor was any single factor determinative to the decision of the Board. The Board also separately considered the operational, administrative and other services provided to the Fund under the Administration Agreement between the Fund and Blackstone Advisors. The Independent Directors were satisfied with the services provided by Blackstone Advisors and Blackstone India to the Fund and with the investment performance and expense levels (including the advisory fees). On that basis, the Independent Directors determined that the continuation of the Management Agreement and the continuation of the Country Advisory Agreement were in the best interests of the Fund and its stockholders.

Annual Chief Executive Officer and Chief Financial Officer Certifications

The Fund's Chief Executive Officer has submitted to the New York Stock Exchange the required annual certification, and the Fund has included the certifications of the Fund's Chief Executive Officer and Chief Financial Officer required by Section 302 and Section 906 of the Sarbanes-Oxley Act in the Fund's Form N-CSR filed with the Securities and Exchange Commission for the period of this report.

Information About Directors and Officers (Unaudited)

The business and affairs of the Fund are managed under the direction of the Board of Directors. Information pertaining to the Directors and executive officers of the Fund is set forth below.

Name, Address and Age	Position(s) Held with Fund ¹	Term of Office and Length of Time Served ¹	Principal Occupation(s) During Past 5 Years	Number of Funds in Fund Complex Overseen by Director (including the Fund)	Other Board Memberships Held by Director
DISINTERESTED DIRECTORS					
Lawrence K. Becker c/o Blackstone Asia Advisors L.L.C. 345 Park Avenue New York, N.Y. 10154 Birth year: 1955	Director and Member of the Audit Committee and Nominating Committee, Class I	Since 2003	Private Investor, Real Estate Investment Management (July 2003– Present); Treasurer, France Growth Fund (2004–2008); Vice President, Contoller/ Treasurer, National Financial Partners (2000–2003); Managing Director, Contoller/ Treasurer, Oppenheimer Capital-PIMCO (1981–2000)	2	Member of Board of Trustees or Board of Managers of four registered investment companies advised by Advantage Advisers, L.L.C. or its affiliates (“Advantage”)
Leslie H. Gelb c/o Blackstone Asia Advisors L.L.C. 345 Park Avenue New York, N.Y. 10154 Birth year: 1937	Director and Member of the Audit Committee and Nominating Committee, Class II	Since 1994	President Emeritus, The Council on Foreign Relations (2003– Present); President, The Council on Foreign Relations (1993–2003); formerly Columnist, Deputy Editorial Page Editor and Editor, Op- Ed Page, <i>The New York Times</i>	2	Director of 22 registered investment companies advised by Legg Mason Partners Fund Advisers, LLC (“LMPFA”) and its affiliates
J. Marc Hardy c/o Multiconsult Limited Frere Felix de Valois Street Port Louis, Mauritius Birth year: 1954	Director and Member of the Audit Committee and Nominating Committee, Class III	Since 2002	Independent Financial Advisor, ACMS Fund Management Ltd. (2003–Present)	1	Director of the Mauritius Development Investment Trust Co. Ltd. and Hanover Reinsurance Ltd. Mauritius Ltd.

Information about Directors and Officers (continued)

Name, Address and Age	Position(s) Held with Fund ¹	Term of Office and Length of Time Served ¹	Principal Occupation(s) During Past 5 Years	Number of Funds in Fund Complex Overseen by Director (including the Fund)	Other Board Memberships Held by Director
Stephane R. F. Henry c/o Investment Professionals Ltd. 6th Floor Harbour Front John F. Kennedy Street Port Louis, Mauritius Birth year: 1967	Director and Member of the Audit Committee and Nominating Committee, Class II	Since 2004	Managing Director, Investment Professionals Ltd., (1998-Present)	1	Director of Boyer Allan Asia Pacific Fund, Arisaig (Partners) Ltd. and Foreign Colonial India Ltd.
Luis F. Rubio c/o Blackstone Asia Advisors L.L.C. 345 Park Avenue New York, N.Y. 10154 Birth year: 1955	Director and Member of the Audit Committee and Nominating Committee, Class II	Since 1999	President, Centro de Investigacion para el Desarrollo, A.C. (Center of Research for Development) (2002– Present); frequent contributor of op-ed pieces to <i>The Wall Street Journal</i>	2	Member of Board of Trustees or Board of Managers of four registered investment companies advised by Advantage
Jeswald W. Salacuse c/o Blackstone Asia Advisors L.L.C. 345 Park Avenue New York, N.Y. 10154 Birth year: 1938	Director, Chairman of the Board and Chairman of the Audit Committee and Nominating Committee, Class I	Since 1993	Henry J. Braker Professor of Commercial Law, The Fletcher School of Law & Diplomacy, Tufts University (1986– Present); President Arbitration Tribunal, ICSID, World Bank (2003-Present)	2	Director of 22 registered investment companies advised by LMPFA
INTERESTED DIRECTORS					
Prakash A. Melwani The Blackstone Group L.P. 345 Park Avenue New York, N.Y. 10154 Birth year: 1958	Director and President, Class III	Since 2005	Senior Managing Director, Private Equity Group, The Blackstone Group L.P. (May 2003– Present); Founder and Chief Executive Officer, Vestar Capital Partners (1988– 2003)	2	Pinnacle Foods Group L.L.C., Performance Foods Group LLC, RGIS Holdings L.L.C. and Kosmos Energy L.L.C., and Ariel Holdings
Robert L. Friedman The Blackstone Group L.P. 345 Park Avenue New York, N.Y. 10154 Birth year: 1943	Chief Legal Officer and Vice President	Since 2005	Chief Legal Officer, The Blackstone Group L.P. (2003– Present); Senior Managing Director, Blackstone (1999– Present)	N/A	N/A

Information about Directors and Officers (continued)

Name, Address and Age	Position(s) Held with Fund ¹	Term of Office and Length of Time Served ¹	Principal Occupation(s) During Past 5 Years	Number of Funds in Fund Complex Overseen by Director (including the Fund)	Other Board Memberships Held by Director
EXECUTIVE OFFICERS WHO ARE NOT DIRECTORS					
<p>Joshua B. Rovine</p> <p>The Blackstone Group L.P. 345 Park Avenue New York, N.Y. 10154</p> <p>Birth year: 1965</p>	Secretary	Since 2005	<p>Managing Director, Finance and Administration Group, The Blackstone Group L.P. (2003– Present); Partner, Sidley Austin Brown & Wood LLP (1994– 2003)</p>	N/A	N/A
<p>Joseph M. Malangoni</p> <p>Blackstone Asia Advisors L.L.C. 53 State Street Boston, M.A. 02109</p> <p>Birth year: 1976</p>	Treasurer and Vice President	Since 2007	<p>Chief Financial Officer and Vice President, Blackstone Asia Advisors L.L.C. (2007– Present); Controller and Chief Compliance Officer, Steadfast Financial L.L.C. (2002– 2007)</p>	N/A	N/A
<p>Barbara F. Pires</p> <p>Blackstone Asia Advisors L.L.C. 345 Park Avenue New York, N.Y. 10154</p> <p>Birth year: 1952</p>	Chief Compliance Officer and Vice President	Since 2005	<p>Chief Compliance Officer and Principal, Blackstone Asia Advisors L.L.C. (2006– Present); Managing Member, BFP Consulting L.L.C. (2005 – 2006); Chief Compliance Officer, The Asia Tigers Fund, Inc. (2005–Present); Chief Compliance Officer, Oppenheimer Asset Management, Inc. (formerly CIBC World Markets) (1996– 2005)</p>	N/A	N/A

Information about Directors and Officers (concluded)

Name, Address and Age	Position(s) Held with Fund ¹	Term of Office and Length of Time Served ¹	Principal Occupation(s) During Past 5 Years	Number of Funds in Fund Complex Overseen by Director (including the Fund)	Other Board Memberships Held by Director
Punita Kumar-Sinha Blackstone Asia Advisors L.L.C. 53 State Street Boston, M.A. 02109 Birth year: 1962	Portfolio Manager Chief Investment Officer	Since 1997 Since 2005	Senior Managing Director, The Blackstone Group L.P. and Chief Investment Officer Blackstone Asia Advisors L.L.C. (2005– Present); Managing Director and Senior Portfolio Manager, Advantage Advisers, Inc., an affiliate of Oppenheimer & Co., Inc. (1997– 2005); Portfolio Manager, The Asia Tigers Fund, Inc. (1999– Present); Senior Portfolio Manager and Chief Investment Officer, The Asia Opportunities Fund L.L.C. (2007– Present)	N/A	N/A

¹ The Fund's Board of Directors is divided into three classes: Class I, Class II, and Class III. The terms of office of the Class I, Class II, and Class III Directors expire at the Annual Meeting of Stockholders in the year 2012, year 2011, and year 2010, respectively, or thereafter in each case when their respective successors are duly elected and qualified. The Fund's executive officers are chosen each year at the first meeting of the Fund's Board of Directors following the Annual Meeting of Stockholders, to hold office until the meeting of the Board following the next Annual Meeting of Stockholders and until their successors are duly elected and qualified.

Dividends and Distributions

DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN

The Fund intends to distribute annually to shareholders substantially all of its net investment income, and to distribute any net realized capital gains at least annually. Net investment income for this purpose is income other than net realized long and short-term capital gains net of expenses.

Pursuant to the Dividend Reinvestment and Cash Purchase Plan (the “Plan”), shareholders whose shares of Common Stock are registered in their own names will be deemed to have elected to have all distributions automatically reinvested by the Plan Agent in Fund shares pursuant to the Plan, unless such shareholders elect to receive distributions in cash. Shareholders who elect to receive distributions in cash will receive all distributions in cash paid by check in dollars mailed directly to the shareholder by the dividend paying agent. In the case of shareholders such as banks, brokers or nominees that hold shares for others who are beneficial owners, the Plan Agent will administer the Plan on the basis of the number of shares certified from time to time by the shareholders as representing the total amount registered in such shareholders’ names and held for the account of beneficial owners that have not elected to receive distributions in cash. Investors that own shares registered in the name of a bank, broker or other nominee should consult with such nominee as to participation in the Plan through such nominee, and may be required to have their shares registered in their own names in order to participate in the Plan.

The Plan Agent serves as agent for the shareholders in administering the Plan. If the directors of the Fund declare an income dividend or a capital gains distribution payable either in the Fund’s Common Stock or in cash, nonparticipants in the Plan will receive cash and participants in the Plan will receive Common Stock, to be issued by the Fund or purchased by the Plan Agent in the open market, as provided below. If the market price per share on the valuation date equals or exceeds net asset value per share on that date, the Fund will issue new shares to participants at net asset value; provided, however, that if the net asset value is less than 95% of the market price on valuation date, then such shares will be issued at 95% of the market price. The valuation date will be the dividend or distribution payment date or, if that date is not a New York Stock Exchange trading day, the next preceding trading day. If net asset value exceeds the market price of Fund shares at such time, or if the Fund should declare an income dividend or capital gains distribution payable only in cash, the Plan Agent will, as agent for the participants, buy Fund shares in the open market, on the New York Stock Exchange or elsewhere, for the participants’ accounts on, or shortly after, the payment date. If, before the Plan Agent has completed its purchases, the market price exceeds the net asset value of a Fund share, the average per share purchase price paid by the Plan Agent may exceed the net asset value of the Fund’s shares, resulting in the acquisition of fewer shares than if the distribution had been paid in shares issued by the Fund on the dividend payment date.

Because of the foregoing difficulty with respect to open market purchases, the Plan provides that if the Plan Agent is unable to invest the full dividend amount in open-market purchases during the purchase period or if the market discount shifts to a market premium during the purchase period, the Plan Agent will cease

DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN (continued)

making open-market purchases and shareholders will receive the uninvested portion of the dividend amount in newly issued shares at the close of business on the last purchase date.

Participants have the option of making additional cash payments to the Plan Agent, annually, in any amount from \$100 to \$3,000, for investment in the Fund's Common Stock. The Plan Agent will use all such funds received from participants to purchase Fund shares in the open market on or about February 15.

Any voluntary cash payment received more than 30 days prior to this date will be returned by the Plan Agent, and interest will not be paid on any uninvested cash payment. To avoid unnecessary cash accumulations, and also to allow ample time for receipt and processing by the Plan Agent, it is suggested that participants send in voluntary cash payments to be received by the Plan Agent approximately ten days before an applicable purchase date specified above. A participant may withdraw a voluntary cash payment by written notice, if the notice is received by the Plan Agent not less than 48 hours before such payment is to be invested.

The Plan Agent maintains all shareholder accounts in the Plan and furnishes written confirmations of all transactions in an account, including information needed by shareholders for personal and tax records. Shares in the account of each Plan participant will be held by the Plan Agent in the name of the participant, and each shareholder's proxy will include those shares purchased pursuant to the Plan.

There is no charge to participants for reinvesting dividends or capital gains distributions or voluntary cash payments. The Plan Agent's fees for the reinvestment of dividends and capital gains distributions and voluntary cash payments will be paid by the Fund. There will be no brokerage charges with respect to shares issued directly by the Fund as a result of dividends or capital gains distributions payable either in stock or in cash. However, each participant will pay a pro rata share of brokerage commissions incurred with respect to the Plan Agent's open-market purchases in connection with the reinvestment of dividends and capital gains distributions and voluntary cash payments made by the participant. Brokerage charges for purchasing small amounts of stock for individual accounts through the Plan are expected to be less than the usual brokerage charges for such transactions, because the Plan Agent will be purchasing stock for all participants in blocks and prorating the lower commissions thus attainable.

DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN (continued)

The receipt of dividends and distributions under the Plan will not relieve participants of any income tax that may be payable on such dividends or distributions.

Experience under the Plan may indicate that changes in the Plan are desirable. Accordingly, the Fund and the Plan Agent reserve the right to terminate the Plan as applied to any voluntary cash payments made and any dividend or distribution paid subsequent to notice of the termination sent to members of the Plan at least 30 days before the record date for such dividend or distribution. The Plan also may be amended by the Fund or the Plan Agent, but (except when necessary or appropriate to comply with applicable law, rules or policies of a regulatory authority) only by at least 30 days' written notice to participants in the Plan. All correspondence concerning the Plan should be directed to the Plan Agent at P.O. Box 43027, Westborough, Massachusetts 01581.

**PRIVACY POLICY OF
BLACKSTONE ASIA ADVISORS L.L.C.**

YOUR PRIVACY IS PROTECTED

An important part of our commitment to you is our respect for your right to privacy. Protecting all the information we are either required to gather or which accumulates in the course of doing business with you is a cornerstone of our relationship with you. While the range of products and services we offer continues to expand, and the technology we use continues to change, our commitment to maintaining standards and procedures with respect to security remains constant.

COLLECTION OF INFORMATION

The primary reason that we collect and maintain information is to more effectively administer our customer relationship with you. It allows us to identify, improve and develop products and services that we believe could be of benefit. It also permits us to provide efficient, accurate and responsive service, to help protect you from unauthorized use of your information and to comply with regulatory and other legal requirements. These include those related to institutional risk control and the resolution of disputes or inquiries.

Various sources are used to collect information about you, including (i) information you provide to us at the time you establish a relationship, (ii) information provided in applications, forms or instruction letters completed by you, (iii) information about your transactions with us or our affiliated companies, and/or (iv) information we receive through an outside source, such as a bank or credit bureau. In order to maintain the integrity of client information, we have procedures in place to update such information, as well as to delete it when appropriate. We encourage you to communicate such changes whenever necessary.

DISCLOSURE OF INFORMATION

We do not disclose any nonpublic, personal information (such as your name, address or tax identification number) about our clients or former clients to anyone, except as permitted or required by law. We maintain physical, electronic and procedural safeguards to protect such information, and limit access to such information to those employees who require it in order to provide products or services to you.

The law permits us to share client information with companies that are affiliated with us which provide financial, credit, insurance, trust, legal, accounting and administrative services to us or our clients. This allows us to enhance our relationship with you by providing a broader range of products to better meet your needs and to protect the assets you may hold with us by preserving the safety and soundness of our firm.

**PRIVACY POLICY OF
BLACKSTONE ASIA ADVISORS L.L.C.**

Finally, we are also permitted to disclose nonpublic, personal information to unaffiliated outside parties who assist us with processing, marketing or servicing a financial product, transaction or service requested by you, administering benefits or claims relating to such a transaction, product or service, and/or providing confirmations, statements, valuations or other records or information produced on our behalf.

It may be necessary, under anti-money laundering or other laws, to disclose information about you in order to accept your subscription. Information about you may also be released if you so direct, or if we or an affiliate are compelled to do so by law, or in connection with any government or self-regulatory organization request or investigation.

We are committed to upholding this Privacy Policy. We will notify you on an annual basis of our policies and practices in this regard and at any time that there is a material change that would require your consent.

THE INDIA FUND, INC.

Investment Manager:

Blackstone Asia Advisors L.L.C.,
an affiliate of The Blackstone Group L.P.

Administrator:

Blackstone Asia Advisors L.L.C.

Sub-Administrator:

PNC Global Investment Servicing (U.S.) Inc.

Transfer Agent:

PNC Global Investment Servicing (U.S.) Inc.

Custodian:

Deutsche Bank AG

The Fund has adopted the Investment Manager's proxy voting policies and procedures to govern the voting of proxies relating to its voting securities. You may obtain a copy of these proxy voting procedures, without charge, by calling 1-866-800-8933 or by visiting the Securities and Exchange Commission's website at www.sec.gov.

Information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is available without charge, upon request, by calling the Fund's toll-free number at 1-866-800-8933 or by visiting the Securities and Exchange Commission's website at www.sec.gov.

The Fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission for the first and third quarters of its fiscal year on Form N-Q. You may obtain a copy of these filings by visiting the Securities and Exchange Commission's website at www.sec.gov or its Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

This report is sent to shareholders of the Fund for their information. It is not a Prospectus, circular or representation intended for use in the purchase or sale of shares of the Fund or of any securities mentioned in this report.

Blackstone Asia
Advisors L.L.C.

The India Fund, Inc.

Annual Report

December 31, 2009



The India Fund, Inc.