

10	Investments made in associate / group companies (if applicable) (Rs. In lakhs)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
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* Scheme launched on 4th July 2005.

** Base date of index being 31/03/2002

Since the schemes have not completed one year period after allotment, no returns are calculated

^ absolute returns - ^ Wealth Plus Fund (VPO)(Gr): 7.34%

Notes forming part of the accounts

- 1 No Change have been carried out in the accounting policies during the half year ended 30th September 2005.
 2 Disclosure Under Regulations 25(8) of the Securities and Exchange Board of India (Mutual Fund) Regulations, 1996 .
 Payment made to Sahara India Financial Corporation Limited for the period from 01st April 2005 to 30th September 2005.

(Rs.in lakhs)

Particulars	Liquid Fund	Income Fund	Short Term Plan	Gilt Fund	Tax Gain Fund	Growth Fund	MidCap Fund	Wealth Plus Fund
Sahara India Financial Corporation Limited A/c CMSD Brokerage/Commission on Distribution of Units	3.11	0.69	0.06	3.36	0.15	0.91	0.85	32.18

The AMC has not dealt in any securities transactions through Associate brokers of the Sponsor

- 3 The following has been the investments as per Regulations 25(11) of the SEBI (Mutual Fund) Regulations, 1996 as on 30th September 2005.
 The following companies have invested more than 5% of the net asset value in the schemes mentioned below and the following are the details of investments by the mutual fund schemes in the respective companies.

(Rs. in lakhs)

Company which has invested	Schemes in which companies have invested more than 5 % of the net assets	Name of the Funds/Schemes which have invested	Aggregate cost of acquisition during the period	Outstanding as at 30th September 2005
Canara Bank	Sahara Liquid Fund	Sahara Liquid Fund	2508.46	500.00
		Sahara Income Fund	500.00	nil
CIPLA Ltd	Sahara Liquid Fund	Sahara Growth Fund	6.55	nil
Exim Bank Ltd	Sahara Liquid Fund	Sahara Liquid Fund	1496.49	499.97
Hero Honda Motors Ltd	Sahara Liquid Fund	Sahara Growth Fund	10.17	Nil
		Sahara Tax Gain Fund	5.09	Nil
IDBI Bank Ltd	Sahara Liquid Fund	Sahara Liquid Fund	7923.92	1622.48
		Sahara Income Fund	37.74	37.74
		Sahara Short Term Plan	60.00	Nil
		Sahara Midcap Fund	3944.00	Nil
IDFC Ltd	Sahara Liquid Fund	Sahara Growth Fund	18.70	Nil
		Sahara Midcap fund	33.75	Nil
		Sahara Tax Gain Fund	8.84	Nil
Punjab National Bank	Sahara Midcap Fund	Sahara Growth Fund	3.79	Nil
Sterlite Industries	Sahara Liquid Fund	Sahara Liquid Fund	2020.00	Nil
		Sahara Short Term Plan	80.00	Nil
UTI Bank Ltd	Sahara Liquid Fund	Sahara Liquid Fund	4036.40	1767.40
		Sahara Income Fund	178.72	Nil
		Sahara Short Term Plan	103.97	42.41
Vijaya Bank	Sahara Liquid Fund/Sahara Wealth Plus Fund/Sahara Midcap Fund	Sahara Growth Fund	25.59	Nil
		Sahara Tax Gain Fund	3.67	Nil
Wellsun Gujarat S R Ltd	Sahara Liquid Fund	Sahara Growth Fund	9.39	Nil

The above said investments were made to optimize return and retain high liquidity. These investments do not include reverse repo and fixed deposits. In addition to the above, the mutual fund has placed money on reverse repo from time to time at competitive rates with PNB Gilts Ltd, a subsidiary of Punjab National Bank & IDBI Capital Ltd, a subsidiary of IDBI Bank Ltd And Fixed Deposits with IDBI Bank Ltd, UTI Bank Ltd & Punjab National Bank.

- 4 Details of investors holding more than 25% of the Net Assets of the Scheme as on 30th September 2005.

Name of the Scheme	No of investors	Aggregate holding (%)
(a) Sahara Liquid Fund	1	50.48%
(b) Sahara Growth Fund	1	26.49%
(c) Sahara Income Fund	2	58.76%
(d) Sahara Short Term Plan	2	62.23%

- 5 Sahara Tax Gain Fund declared bonus in the ratio of 7:1 under its Growth Plan and 3:1 under its Dividend Plan, the record date being 29th August 2005.
 6 The schemes has not borrowed any money during the half year
 7 The schemes has no exposure to derivatives during the half year 7A. Total investments in foreign securities /ADR/GDR : NIL
 8 Deferred Revenue Expenditure under Sahara Wealth Plus Fund : New Fund Offer expenses comprise expenses directly associated with the issue of units of the scheme and include Advertising and Marketing, Commission to Agents and Brokers, Printing and Mailing expenses and Miscellaneous Expenses. In accordance with the Offer document, such cost borne by the scheme have been restricted to 3.71% of the amount collected in New Fund Offer and are being amortised over a period of 5 years from the date of allotment of the units by the scheme.

Deferred Revenue Expenditure	Amount (Rs)
Total expenditure during the half year period	2,46,27,860.72
Less: Amortised during the period	4,04,841.55
Balance at the end of the half year period	2,42,23,019.17

9 **Bench Mark Indices:**

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|---|--|
| (a) Sahara Tax Gain Fund --BSE 200 | (b) Sahara Growth Fund - S&P CNX Nifty |
| (c) Sahara Income Fund - CRISIL Composite Bond Fund Index | (d) Sahara Short Term Plan (a Plan within Sahara Income Fund)-CRISIL Liquid Fund Index |
| (e) Sahara Liquid Fund -- CRISIL Liquid Fund Index | (f) Sahara Gilt Fund -- I Sec Composite Index |
| (g) Sahara Midcap Fund -- S & P CNX 500 (w.e.f. 1st Aug 2005) | (h) Sahara Wealth Plus Fund -- S & P CNX 500 |

10 Portfolio is being circulated to all the investors as per SEBI Circular MFD/CIR No. 010/024/2000 dated 17th Jan 2000

11 Unaudited accounts was approved by the Board of Directors and Board of Trustees.

for Sahara Mutual Fund

for Sahara Asset Management Company Private Limited

Place : Mumbai
Date : 28/10/2005

Amitabha Ghosh
Trustee

Rajiv Shastri
Chief Executive Officer

Scheme Classification & Objective: Sahara Gilt Fund is an open ended gilt scheme investing 100% in Central/State government securities with a view to generate credit risk free returns and thus provide medium to long term capital gains & income distribution. Sahara Short Term Plan (a plan within Sahara Income Fund) is an open-ended income scheme with an investment objective in consonance with the investment objective of Sahara Income Fund, however the specific objective is to generate returns that would endeavour to generate returns in line with Mibor-linked short term papers with daily call/put option through investment in Debt & Debt Related Instruments (including Money Market Instruments) with residual maturity of upto two years (likely around 50%) and Debt & Debt Related Instruments with residual maturity of beyond two years (likely around 50%). Sahara Income Fund is an open-ended income scheme with a primary objective to generate regular income and secondary objective of capital growth through investment in Debt Instruments (likely around 80%) and Money Market and related securities (likely around 20%). Sahara Liquid Fund is an open ended liquid scheme with an investment objective to provide high liquidity and reasonable returns to unit holders from a portfolio of good quality Debt and Related Instruments (likely around 30%) and Money Market Instruments (around 70%). Sahara Growth Fund is an open-ended income scheme with an investment objective to achieve capital appreciation by investing in Equity & Equity Related Instruments (likely around 80%) and Debt & Money Market Instruments (likely around 20%). Sahara Tax Gain Fund is an open ended equity-linked savings scheme with an investment objective to mobilize savings from a wide cross-section of people and to provide them with attractive returns, security and liquidity through investments in Equity & Equity Related Instruments (likely around 85%-100%). Sahara Mid-Cap Fund is an open-ended Growth Fund with an objective to achieve long term capital growth at medium level of risks by investing primarily in mid-cap stocks. The investment manager will have the discretion to invest upto 100% of the assets in the portfolio in Equity Market / Equity Related Instruments (likely around 65%-100%) at a given point of time. Sahara Wealth Plus Fund is an open-ended growth scheme with an objective to invest in Equity and Equity Related Instruments of companies that would be wealth builders in the long term. **Risk Factors:** Mutual Funds and securities investments are subject to market risks and the NAV of the scheme may go up or down depending upon the factors affecting the securities market. There can be no assurance or guarantee that the scheme objectives will be achieved. The past performance of the previous scheme, sponsor or its group affiliates is not indicative of and does not guarantee future performance of the scheme. The sponsor is not responsible or liable for any loss or shortfall resulting from the operations of the scheme beyond the initial contribution of Rs. 1 lakh made by it towards setting up of the Mutual Fund. Sahara Short Term Plan (a plan within Sahara Income Fund), Sahara Gilt Fund, Sahara Income Fund, Sahara Liquid Fund, Sahara Growth Fund, Sahara Tax Gain, Sahara Mid-Cap Fund, Sahara Wealth Plus Fund are only the names of the schemes and do not in any manner indicate either the quality of the scheme, its future prospects or the returns. **Please read the Offer Document carefully before investing. Applicable Loads:** Sahara Short Term Plan (a plan within Sahara Income Fund): Entry & Exit: Nil. Sahara Liquid Fund: Exit & Entry: Nil. Sahara Gilt Fund: Entry Load: Nil Exit Load: 0.50% for < Rs. 10 lacs, if redeemed before 6- months => Rs. 10 lacs; and < Rs 5 crs- 1.25% if redeemed> before 1 year=> > Rs. 5 crores: Nil. Sahara Income Fund: Entry Load: Nil, Exit Load: 0.50% for < Rs. 10 lakhs if redeemed within 6 months and Nil for >= Rs. 10 lakhs. Sahara Growth Fund: Entry Load: 2% for < Rs. 25 lakhs, 1.5% for >= Rs. 25 lakhs but < Rs. 100 lakhs, Nil for >= Rs. 100 lakhs, Exit Load: Nil for Investment under (SIP) & (STP), Entry Load: Nil, Exit Load: Normal Entry Load as per scheme if redeemed within one year). Sahara Tax Gain Fund: Entry Load 2%, Exit load: NIL. Sahara Mid-Cap Fund: Entry Load: 2.25% for < Rs. 25 lakhs; 1.75% for >=Rs. 25 lakhs but < 100 lakhs; Nil for >=100 lakhs: Nil, Exit Load: Nil. Sahara Wealth Plus Fund: Entry Load: 2.25% for <= Rs.1 crore, 1.75% for >Rs. 1 crore to <= Rs. 5 crore, Nil for > Rs. 5 crore; Exit load: Nil. CDSC: 1% for amount > Rs.5 crore if redeemed before 3 months. On amount invested by way of a Systematic Investment Plan, Entry Load: Nil, Exit Load: 2.25% if redeemed on or before expiry of 365 days from the date of allotment. If redeemed after 365 days: Nil. **Statutory Details:** Sahara Mutual Fund has been set up as a Trust under the Indian Trust Act 1882 (liability restricted to the corpus of Rs. 1 lac) with Sahara India Financial Corporation Limited as Sponsor and Board of Trustees as Trust and Sahara Asset Management Company Private Limited as the Investment Manager to Sahara Mutual Fund.