

SAHARA
MUTUAL FUND

Sahara Asset Management Company Private Limited

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***Half Yearly Statement of Portfolio
as on March 31, 2005***

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SAHARA MUTUAL FUND- SAHARA LIQUID FUND
Portfolio as on 31st March 2005

Name of the Instrument	Qty	Rating	Mkt Value (Rs Lacs)	% of Portfolio
(A) Debt Instruments				
(i) Listed/Traded				
BONDS/ NON CONVERTIBLE DEBENTURES				
Industrial Development Bank of India Bonds**	455000	AA+	460.85	3.32%
Industrial Development Bank of India NCD **	500000	AA+	516.51	3.72%
Citicorp Maruti Finance Ltd**	5	AAA	499.43	3.59%
Associates India Financial Services Ltd**	450	AAA	450.87	3.24%
HDFC Ltd	450000	AAA	449.29	3.23%
Privately Placed				
SREI Infrastructure Finance Ltd -NCD	1000000	PR1 +	1000.00	7.19%
FLOATING RATE NCDs				
Industrial Development Bank of India**	400000	AA+	400.00	2.88%
(ii) Privately Placed/Unlisted				
Pass Through Certificates				
GE Capital Services - PTC**	5	P1 +SO	509.52	3.67%
ICICI Bank- PTC**	10	AAA(SO)	361.92	2.60%
Tata Motors Ltd - PTC**	5	AAA(SO)	348.46	2.51%
FLOATING RATE NCDs				
Sundaram Finance Ltd**	1000000	P1 +	1000.00	7.19%
Berger Paints Ltd**	970000	P1 +	970.00	6.98%
Madras Cements Ltd**	770000	P1 +	770.00	5.54%
MIRC Electronics**	570000	AA+	570.00	4.10%
Citi Financial Consumer Finance India Ltd**	500000	AAA	500.00	3.60%
Whirlpool**	470000	P1 +	470.00	3.38%
(B) Money Market Instruments				
COMMERCIAL PAPER/CDs				
Exim Bank Ltd**	1000000	P1 +	995.41	7.16%
T BILLS		Sov	1821.07	13.10%
SHORT TERM DEPOSITS				
Bank of Maharashtra	950000	FD	950.00	6.83%
Laxmi Vilas Bank Ltd	500000	FD	500.00	3.60%
Net Current Assets/ Receivables			358.16	2.58%
TOTAL			13901.49	100.00%

** Thinly Traded / Non Traded securities

Notes:

- No NPAs as per SEBI guidelines
- Total Outstanding exposure in derivatives instrument at the end of the period - Nil
- Total investments in foreign securities ADR/GDRs at the end of the period - Nil
- NAV per unit

	Dividend (Rs)	Growth (Rs)
at the beginning of the period 01/10/2004	10.3892	11.5439
at the end of the period 31/03/2005	10.2365	11.9127
- Average Maturity Tenor- 58 days
- Dividend declared during the half year period-Daily dividend declared in this scheme from February 26, 2004

SAHARA MUTUAL FUND - SAHARA INCOME FUND
Portfolio as on 31st March 2005

Name of the Instrument	Rating	Qty	Mkt Value (Rs Lacs)	% of NAV	
(a) Debt Instruments					
i) Listed/Traded					
BONDS/ NON CONVERTIBLE DEBENTURES					36.52%
Associates India Financial Services Ltd **	AAA	50	50.09	12.57%	
Housing Development Finance Corp (HDFC)	AAA	50000	49.92	12.52%	
Industrial Development Bank of India Bonds **	AA+	45000	45.57	11.43%	
(b) GOI Securities					53.37%
11.68% CG 2006	Sov	165000	174.76	43.84%	
12.32% CG 2011	Sov	30000	38.00	9.53%	
Cash/Receivables/Net Current Assets			40.28	10.10%	10.10%
TOTAL			398.62		100.00%

** Thinly Traded/ Non Traded securities

Notes:

- No NPAs as per SEBI guidelines
- Total outstanding exposure in derivatives instruments at the end of the period - Nil
- Total investments in foreign securities ADR/GDRs at the end of the period - Nil
- NAV per unit

	Dividend (Rs.)	Growth (Rs)
at the beginning of the period 01/10/2004	10.3892	11.5439
at the end of the period 31/03/2005	10.6051	11.7825
- Average Maturity Tenor- 1.12 years
- Dividend declared during the half year period - Nil

SAHARA MUTUAL FUND - SAHARA SHORT TERM PLAN
Portfolio as on 31st March 2005

Name of the Instrument	Rating	Qty	Mkt Value (Rs Lacs)	% of NAV	
(a) Debt instruments					
Privately Placed					
Floating Rate NCDs					35.45%
Berger Paints Ltd**	P1+	30000	30.00	8.86%	
Madras Cements Ltd**	P1+	30000	30.00	8.86%	
Whirlpool**	P1+	30000	30.00	8.86%	
MIRC Electronics**	P1+	30000	30.00	8.86%	
(b) Money Market Instruments					
T Bills	Sov	175000	173.62	51.29%	51.29%
Net Current Assets/ Receivables			44.90	13.26%	13.26%
TOTAL			338.52		100.00%

** Thinly Traded/ Non Traded securities

Notes:

- No NPAs as per SEBI guidelines
- Total Outstanding exposure in derivatives instruments at the end of the period - Nil
- Total investments in foreign securities ADR/GDRs at the end of the period - Nil
- NAV per unit

	Dividend (Rs)	Growth (Rs)
at the beginning of the period 01/10/2004	10.4430	11.4380
at the end of the period 31/03/2005	10.5190	11.6656
- Average Maturity Tenor - 7 days
- Dividend declared during the half year period

	Record Date	Dividend%
	18.10.2004	0.40%
	01.12.2004	0.35%
	01.02.2005	0.40%

SAHARA MUTUAL FUND - SAHARA GILT FUND
Portfolio as on 31st March 2005

Name of the Instrument	Rating	Qty	Mkt Value (Rs Lacs)	% of NAV	
(a) Debt Instruments (listed)					
GOI Securities				75.31%	
12.32% CG 2011	Sov	1470000	1862.07	31.64%	
12.00% CG 2008	Sov	1000000	1161	19.73%	
11.68% CG 2006	Sov	835000	884.43	15.03%	
7.55% CG 2010	Sov	500000	525.25	8.92%	
Money Market Instruments					
T Bills	Sov		965.52	16.40%	16.40%
(b) Net Current Assets / Receivables			487.65	8.29%	8.29%
TOTAL			5885.92		100.00%

Notes:

- No NPAs as per SEBI guidelines
- Total outstanding exposure in derivatives instruments at the end of the period - Nil
- Total investments in foreign securities ADR/GDRs at the end of the period - Nil
- NAV per unit

	Dividend (Rs)	Growth (Rs)
at the beginning of the period 01/10/2004	10.3005	11.2638
at the end of the period 31/03/2005	10.4223	11.3970
- Average Maturity Tenor : 3.13 Years
- Dividend declared during the half year period - Nil

SAHARA MUTUAL FUND- SAHARA GROWTH FUND
Portfolio as on 31st March 2005

Sector	Name of the Instrument	Qty	Mkt Value (Rs Lacs)	% of Grand Total
Energy	National Thermal Power Corp Ltd	50000	42.65	6.78%
	Oil & Natural Gas Corp of India	4000	35.41	5.63%
	Hindustan Petroleum Corp Ltd	11000	33.48	5.32%
	Neyveli Lignite Corporation Ltd	45000	29.70	4.72%
Industrial Manufacturing	Bharat Electronics Ltd	4000	26.72	4.25%
	Asea Brown Boveri Ltd	2000	23.27	3.70%
	Bharat Forge Ltd	1699	21.17	3.36%
	SKF India Ltd.	10000	19.15	3.04%
	Larsen and Toubro Limited	1760	17.59	2.80%
Consumer Goods	Voltas Ltd.	14000	32.04	5.09%
	Tata Coffee Ltd	10000	29.54	4.70%
	Tata Tea Ltd	5500	28.73	4.57%
Automobiles	Tata Motors Ltd	7000	28.95	4.60%
	Majestic Auto Ltd.	26533	14.3	2.27%
	Mahindra & Mahindra Ltd	1500	7.45	1.18%
Metals	Hindustan Zinc Ltd	21300	36.21	5.76%
	Sesa Goa Ltd	1500	10.97	1.74%
IT	Tata Consultancy Services Ltd	3000	42.96	6.83%
Pharmaceuticals	Smithkline Glaxo Ltd	5000	35.94	5.71%
	IPCA Laboratories Ltd	2448	7.34	1.17%
Cement & Cement products	Grasim Industries Ltd	3000	36.43	5.79%
Services	The Shipping Corp of India Ltd	23500	35.12	5.58%
	Current Assets		34.03	5.41%
Grand Total			629.15	100.00%

Notes:

- No NPAs as per SEBI guidelines
- Total Value and percentage of illiquid equity shares- Nil
- Total Outstanding exposure in derivatives instruments at the end of the period - Nil
- Total investments in foreign securities ADR/GDRs at the end of the period - Nil
- NAV per unit

	Dividend (Rs)	Growth (Rs)
at the beginning of the period 01/10/2004	17.00	21.09
at the end of the period 31/03/2005	16.98	24.65
- Portfolio Turnover Ratio-144.65%
- Dividend declared during the half year period

	Record Date	% of Div
	28.01.2005	30.00%

SAHARA MUTUAL FUND - SAHARA TAX GAIN FUND
Portfolio as on 31st March 2005

Sector	Name of the Instrument	Qty	Mkt Value (Rs Lacs)	% NAV
Energy	Oil & Natural Gas Corp of India	1400	12.39	5.95%
	Hindustan Petroleum Corp Ltd	3600	10.95	5.26%
	Neyveli Lignite Corporation Ltd	11500	7.59	3.65%
	National Thermal Power Corp Ltd	6500	5.54	2.66%
	Ahmedabad Electric Company	2500	3.11	1.49%
Industrial Manufacturing	Asea Brown Boveri Ltd	600	6.98	3.35%
	SKF India Ltd.	3500	6.70	3.22%
	Bharat Electronics Ltd	700	4.67	2.24%
	Bharat Forge Ltd	355	4.62	2.22%
Automobile	Punjab Tractors Ltd.	5000	8.01	3.85%
	Denso India Ltd.	8969	5.65	2.72%
	Mahindra & Mahindra Ltd	1000	4.97	2.39%
Metals	Hindustan Zinc Ltd	3385	5.75	2.76%
	Tata Iron & Steel Company Ltd	1600	6.41	3.08%
	Tinplate Company Of India Ltd.	11000	5.29	2.54%
	Sesa Goa Ltd	200	1.46	0.70%
Telecom	Mahanagar Telephone Nigam Ltd	8500	9.67	4.65%
	Videsh Sanchar Nigam Ltd	4500	8.27	3.97%
Consumer Goods	Tata Coffee Ltd	2000	5.90	2.84%
	Voltas Ltd.	23500	5.38	2.59%
	Williamson Tea Assam Ltd.	3500	4.78	2.30%
IT	Tata Consultancy Services Ltd	525	7.51	3.61%
	Helios & Matheson Information	3000	4.71	2.26%
Chemicals	Atul Ltd	10000	7.64	3.67%
	Indian Petrochemicals Corporation Ltd.	3200	5.18	2.49%
Pharmaceuticals	Smithkline Glaxo Ltd	1000	7.19	3.46%
	Indoco Remedies Ltd	1000	3.00	1.44%
	IPCA Laboratories	3200	2.49	1.20%
Cement & Cement Products	Grasim Industries Ltd	700	8.50	4.08%
Financial Services	Vijaya Bank Ltd	6000	3.85	1.85%
	State Bank of Travancore	75	1.51	0.73%
	State Bank of Bikaner & Jaipur	40	0.94	0.45%
Services	Great Eastern Shipping Co. Ltd.	3861	5.94	2.85%
	Current Assets		15.53	7.46%
GRAND TOTAL			208.08	100.00%

Notes:

1. No NPAs as per SEBI guidelines
2. Total Value and percentage of illiquid equity shares- Nil
3. Total Outstanding exposure in derivatives instruments at the end of the period - Nil
4. Total investments in foreign securities ADR/GDRs at the end of the period - Nil

5. NAV per unit	Dividend (Rs)	Growth (Rs)
at the beginning of the period 01/10/2004	62.34	73.13
at the end of the period 31/03/2005	42.94	85.93
6. Portfolio Turnover Ratio-195.41%		
7. Dividend declared during the half year period	Record Date	Dividend%
	19.01.2005	100%
	29.03.2005	200%

SAHARA MUTUAL FUND - SAHARA MIDCAP FUND
Portfolio as on 31st March 2005

Sector	Name of the Instrument	Qty	Mkt Value (Rs Lacs)	% of Grand Total
EQUITY SHARES				
Consumer Goods	Tata Coffee Ltd	49861	147.28	5.82
	Voltas Ltd.	48332	110.63	4.37
	Williamson Tea Assam Ltd.	72961	99.70	3.94
	EID Parry (India) Ltd.	10000	53.37	2.11
	Jayshree Tea & Industries Ltd	16259	14.72	0.58
	Hindustan Sanitaryware Ltd	363	0.42	0.02
Industrial Manufacturing	SKF India Ltd.	75000	143.62	5.67
	KSB Pumps Ltd.	40000	98.96	3.91
	Engineers India Ltd.	12392	40.52	1.60
	FCI OEN Connectors Ltd.	8000	21.23	0.84
Chemicals	Gujarat Alkalies and Chemicals	50000	66.97	2.65
	Clariant India Ltd.	15000	38.02	1.50
	BASF India Ltd.	37964	74.96	2.96
	Atul Ltd	77804	59.44	2.35
Financial Services	Tata Investment Corporation Ltd	36627	111.12	4.39
	South Indian Bank Ltd	80000	51.20	2.02
	Lakshmi Vilas Bank Ltd	15000	25.35	1.00
Fertilizers & Pesticides	Excel Crop Care Ltd	35000	57.43	2.27
	Gujarat Narmada Valley Fert Co. Ltd	75000	51.52	2.04
	Zuari Industries Ltd	60000	46.17	1.82
	Gujarat State Fertilisers & Chemicals Ltd	25000	28.16	1.11
Textiles	Indian Rayon & Industries Ltd	20000	80.45	3.18
	Raymond Ltd	28215	92.20	3.64
Pharmaceuticals	Merck Ltd	13758	59.27	2.34
	IPCA Laboratories Ltd	10000	30.02	1.19
	Glenmark Pharmaceuticals Ltd.	20000	56.63	2.24
	FDC Ltd.	52950	24.06	0.95
Metals	Mahindra Ugine Steel Co Ltd	90000	91.98	3.63
	Tinplate Company Of India Ltd.	128951	62.08	2.45
IT	Tata Elxsi Ltd	40000	73.52	2.90
	Helios & Matheson Information	40000	62.84	2.48
Cement & Cement Products	Birla Corporation Ltd	50000	90.87	3.59
	Century Textiles & Industries	20000	44.65	1.76
Automobile	Sundaram Fasteners Ltd	45515	49.81	1.97
	Denso India Ltd.	65875	41.50	1.64
Services	Essar Shipping Ltd	87489	33.28	1.31
	Thomas Cook Ltd	10747	45.35	1.79
Paper	Tamil Nadu Newsprint & Papers	110500	64.86	2.56
Energy	Ahmedabad Electric Company	46785	58.29	2.30
Sub-Total			2402.45	94.91%
Debt Instruments				
Bank Deposits				
Bank of Maharashtra			50.00	1.98
			50.00	1.98%
Current Asset			78.80	3.11%
GRAND TOTAL			2531.25	100.00%

Notes:

- No NPAs as per SEBI guidelines
- Total Value and percentage of illiquid equity shares- Nil
- Total Outstanding exposure in derivatives instruments at the end of the period - Nil
- Total investments in foreign securities ADR/GDRs at the end of the period - Nil

NAV per unit	Dividend(Rs)	Growth (Rs)	Growth Auto Payout(Rs)	Bonus (Rs)
at the beginning of the period 31/12/2004	10.0000	10.0000	10.0000	10.0000
at the end of the period 31/03/2005	10.0096	10.0096	10.0096	10.0096

6. Portfolio Turnover Ratio-207.52%

7. Dividend declared during the half year period : Nil

ADDENDUM TO OFFER DOCUMENTS

The Board of Trustees have approval the following changes in the board meeting held on March 24th 2005.

(A) Change in the Fund Management Team:

The Debt Fund Management Team has been further strengthened by the induction of Mr. V. Sriram, Head - Fixed Income. Mr. V. Sriram was earlier working as Deputy General Manager with Industrial Development Bank of India .

Consequently, there has been a reallocation of Debt funds and Mr. V. Sriram will be the Fund Manager for Sahara Gilt Fund, Sahara Income Fund and Sahara Short Term Plan under Sahara Income Fund and Mr. Mahesh V Sairam will be the Fund Manager for Sahara Liquid Fund.

(B) Change of Custodian for Equity Schemes :

The custodial services for the three equity schemes viz Sahara Tax Gain Fund, Sahara Growth Fund and Sahara Mid Cap Fund have been changed from Standard Chartered Bank to HDFC Bank Ltd, w.e.f. 4th April 2005.

(C) Change in the Load Structure

The details of existing /revised Load Structure of Sahara Gilt Fund are as follows:

Particulars	Existing Provision	Revised Provision
Load Structure	Entry Load – Nil Exit Load - < Rs. 10 lacs : 0.50% if redeemed before 6 months = > Rs. 10 lacs : 1.25% if redeemed before 1 year	Entry Load – Nil Exit Load : < Rs. 10lacs : 0.50% if redeemed before 6 months = > Rs. 10 lacs :and < Rs 5 crs- 1.25% if redeemed before 1 year = > Rs. 5 crores : Nil

The aforesaid change in the load structure will be applicable on a prospective basis in respect of Sahara Gilt Fund on or after May 2, 2005. The Trustees reserves the right to change / modify the Load Structure at the later date on prospective basis.

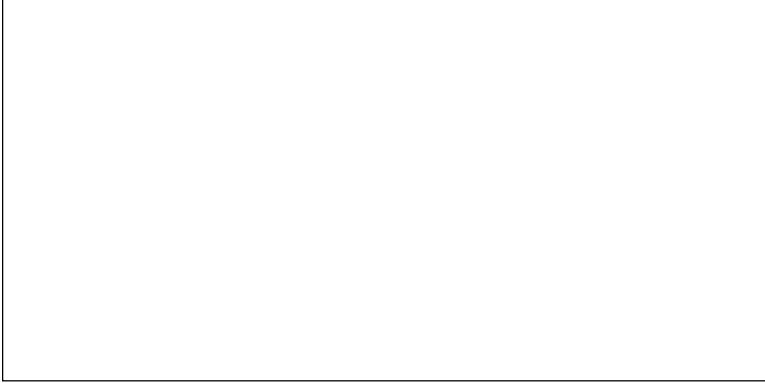
All other terms and conditions of the respective schemes remain unchanged. This addendum forms an integral part of the Offer Document/ Key Information Memorandum of the respective schemes as amended from time to time.

Place: Mumbai
Date: April 25, 2005

For Sahara Asset Management Company Private Limited
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 endeavor 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%) & Money Market Instruments (around 70%) **Sahara Growth Fund** is an open-ended 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 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. **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 Fund, Sahara Mid-Cap Fund are only the names of the scheme and do not in any manner indicate either the quality of the scheme, its future prospects or the returns. **Please read the offer document 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 : < Rs. 10lacs : 0.50% 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: < Rs. 25 lakhs 2%, > = Rs. 25 lakhs but < Rs. 100 lakhs 1.50%, > = Rs. 100 lakhs NIL, Exit Load: NIL. (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: < Rs. 25 lakhs 2.25%, > = Rs. 25 lakhs & < Rs. 100 lakhs 1.75%, > = Rs. 100 lakhs NIL, Exit Load: NIL. (Investment under (SIP) & (STP), Entry load: NIL, Exit load: Normal Entry Load as per scheme if redeemed before 12 months) **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 M/s. Sahara India Financial Corporation Ltd as sponsor and Board of Trustees as Trust and Sahara Asset Management Company Private Limited as the Investment Manager to Sahara Mutual Fund.

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