



**SAHARA**  
**MUTUAL**  
**FUND**

**Abridged Annual Report**

**2008-09**

**SAHARA INFRASTRUCTURE FUND**

**SMS**  
**MUTUAL**  
**to 59090**

[saharamutual@saharamutual.com](mailto:saharamutual@saharamutual.com)

*Sah Mein Mutual*

## REPORT OF THE TRUSTEES

We are pleased to present before you the ANNUAL REPORT of SAHARA MUTUAL FUND for the year ended March 31, 2009.

### Overview of Debt Markets in 2008-09

The year was one of the toughest for the world economies since World War II. We saw centuries old institutions failing, one of the biggest corporations going bankrupt, millions losing their job worldwide. The central banks across the world cut policy rates which apart from bringing some relief to the financial system, fuelled commodity prices of crude, steel, gold and food prices. Inflation touched a thirteen year high of 12.63%. Banks suffered losses on account of mark-to-market their investment portfolios which called for fresh capitalization of various banks. The economic activity came to literal stand still. In India, corporate started to feel the heat with their drawing limits either curtailed or not renewed due to the fear of NPAs and future prospects. To counter this situation RBI kept on easing policy rates like CRR and Repo in an attempt to make the credit availability on easy terms. The gilt prices also witnessed volatile trend during the year mirroring the liquidity conditions.

### Overview of Equity Markets in 2008-09

The equity markets in India and across the world went through a phase of turbulence in 2008-09. Indian equity markets, which were integrated with the world financial system, could not escape and closed 2008-09 with a loss of 36%.

At the beginning of the financial year high double digit inflation due to high commodity and oil prices prompted RBI to increase interest rates to 9.00%. High inflation coupled with high interest rates began to eat into the profitability of the corporates especially those belonging to the SME segment. As the global financial crisis deepened, oil & commodity prices corrected. The collapse of Lehman Brothers only exacerbated the ongoing crisis. India too was impacted by the global economic & financial crisis. After clocking annual growth of 8.9% on an average over the last five years (2003-08), India was headed for a cyclical downturn in 2008-09 as the full impact of the crisis began to be felt in the third quarter, which recorded a sharp downturn and registered a low 5.5% GDP growth.

To counter the down turn the Government of India announced three fiscal stimulus packages along with RBI easing the monetary policy by reducing its benchmark rates to less than 5.00% These stimulus packages were on top of an already announced expanded safety-net program for the rural poor, the farm loan waiver package and payout following the Sixth Pay Commission report, all of which too added to stimulating demand. As the economic indicators begin to point towards a recovery, we witnessed equity markets gaining some of the last ground towards the end of the financial year.

## 1. Scheme Performance, Future Outlook and Operations of Sahara Infrastructure Fund

Performance as of March 31, 2009	1 year	Since inception	Inception date
Sahara Infrastructure Fund (%)			03/04/2006
Variable Pricing Option	(37.57)	(3.12)	
Fixed Pricing Option	(38.05)	(3.80)	
CNX Nifty (%)	(36.19)	(4.90)	

As on March 31, 2009, the scheme had invested 78 % of its net assets invested in equities and the balance 22 % in net current assets. There has been no dividend declared during the year 2008-09 under the scheme.

### Market Outlook for 2009-10

#### Debt Markets

The GDP growth rate is projected at 7.0 – 7.5% for the year 2009-2010. This growth can be achieved by fiscal stimulus; innovative public spending and prudent measures could stimulate demand. With congress Government getting clear mandate, we may expect the reforms to take priority. Considering the widening fiscal deficit situation, we may expect an upward revision in the borrowing programme and yields to harden further in the second half of the fiscal year.

#### Equity Markets

India's growth is amongst the fastest in the world and with a locally driven economy - consensus estimates for India's GDP growth range from 6- 7% vs. projected contraction in the world GDP by 1-1.5%. The fiscal year 2009-10 is likely to be one where specific sectors and company performances could be much better than broader market indices. The challenge will be to pick these stocks and sectors ahead of the market. The policy initiatives by the new government would be critical for a pick-up in investments in the short-term as well as for overall growth in the economy.

## 2. Brief Background of Sponsor, Trust, and AMC Company

### a. Sahara Mutual Fund

Sahara Mutual Fund (SMF) has been established as a Trust by the Trust Deed (amended from time to time) dated 18<sup>th</sup> July, 1996 in accordance with the Indian Trusts Act, 1882, and duly registered under the Indian Registration Act, 1908, sponsored by Sahara India Financial Corporation Limited ("SIFCL").

The Trustees have appointed Sahara Asset Management Company Private Limited as the Investment Manager to Sahara Mutual Fund to function as the Investment Manager for all the Schemes of Sahara Mutual Fund. Sahara Mutual Fund was registered with SEBI on 1<sup>st</sup> October, 1996.

### b. Board of Trustees

The Board of Trustees as on date comprise Justice S Mohan, Independent Trustee, Mr. Amitabha Ghosh, Nominee of the Sponsor, Mr. S. R. Hegde, Independent Trustee and Mr. P.V. Rao, Independent Trustee.

The Board of Trustees is the exclusive owner of the Trust Fund and holds the same in trust for the benefit of the unit holders. The Board of Trustees has been discharging its duties and carrying out the responsibilities as provided in the Regulations and the Trust Deed. The Board of Trustees seeks to ensure that the Fund and the Schemes floated there under are managed by the AMC in accordance with the Trust Deed, the Regulations, directions and guidelines issued by the SEBI, the Stock Exchanges, the Association of Mutual Funds in India and other regulatory agencies.

## 3. Investment Objective of the Scheme.

The objective to provide income distribution and/or medium to long term capital gains by investing in equity/equity related instruments of companies mainly in the Infrastructure sector.

## 4. Significant Accounting Policies:

The Balance Sheet and the Revenue Account together with the notes thereon have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable.

## 5. Unclaimed Dividends and Redemptions

Scheme Name	No. of Investors	Unclaimed Dividend (Rs)	No. of Investors	Unclaimed Redemption (Rs)
Sahara Infrastructure Fund	35	239,530.67	25	124,475.22

## 6. Statutory Information

- The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond their initial contribution (to the extent contributed) of Rs.1 lakh for setting up the Fund, and such other accretions / additions to the same.
- The price and redemption value of the units, and income from them, can go up as well as down with fluctuations in the market value of its underlying investments.
- Full Annual Report shall be disclosed on the website ([www.saharamutual.com](http://www.saharamutual.com)) and shall be available for inspection at the Head Office of the Mutual Fund. Present and prospective unit holder can obtain copy of the trust deed, the full Annual Report of the Fund / AMC at a nominal price.

### Acknowledgements

The Trustees would like to thank all the investors for reposing their faith and trust in Sahara Mutual Fund. The Trustees thank the Securities and Exchange Board of India, the Reserve Bank of India, the Sponsors, the Board of the Sahara Asset Management Company Private Limited, and Association of Mutual Funds in India for their support, co-operation and guidance during the period.

We are also thankful to the Auditors, Registrar and Transfer Agents, Custodian, Banks, AMFI Certified distributors and other service providers for their continuous support.

The Trustees also appreciate the efforts made by the employees of Sahara Asset Management Company Private Limited and place on record their contribution in good performance of the schemes.

We look forward for your continued support and assure you of our commitment at all times in managing the schemes of Sahara Mutual Fund.

For and on behalf of Sahara Mutual Fund

Place : Mumbai

Date : 22nd June, 2009

Justice S Mohan

Trustee

## AUDITORS' REPORT TO THE TRUSTEES OF SAHARA MUTUAL FUND

1. We have audited the Balance Sheet of Sahara Mutual Fund – Sahara Infrastructure Fund (the "Scheme") as at March 31, 2009, and the related Revenue Account for the year ended on that date, annexed thereto. These financial statements are a responsibility of the Trustees of Sahara Mutual Fund and the management of Sahara Asset Management Company Private Limited (the "Management"). Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit. The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of the Scheme.
4. According to the explanations given to us and read with point no. 8.3 of Schedule 9 to the Financial Statements, appropriate amounts have been transferred by the scheme to Unit Premium Reserve Account and Income Equalization Account the basis for which has been changed in the current year from Management estimates to the best practice followed by the Industry.
5. In our opinion and to the best of our information and according to the explanations given to us:
  - 5.1 The Balance Sheet and the Revenue Account together with the notes thereon give the information required by the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable and give a true and fair view in conformity with the Accounting principles generally accepted in India
    - i) in case of Balance Sheet of the state of affairs of the scheme as at March 31, 2009 and
    - ii) in case of the Revenue account, of the deficit for the year ended on that date.
6. The Balance Sheet and the Revenue Account together with the notes thereon, have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable.

For **CHATURVEDI & COMPANY**  
*Chartered Accountants*

**(S.N. Chaturvedi)**

*Partner*

M.No.: 040479

Place : Mumbai  
Date : 22nd June, 2009

## ABRIDGED BALANCE SHEET AS AT 31ST MARCH 2009

(Rs.in Lakhs)

		SAHARA INFRASTRUCTURE FUND	
		As at ended 31/03/2009	As at ended 31/03/2008
<b>LIABILITIES</b>			
1	<b>Unit Capital</b>	1026.78	1025.37
2	<b>Reserves &amp; Surplus</b>		
2.1	Unit Premium Reserves	82.61	82.29
2.2	Unrealised Appreciation Reserve	13.63	37.12
2.3	Other Reserves	(327.29)	124.25
3	<b>Loans &amp; Borrowings</b>	-	-
4	<b>Current Liabilities &amp; Provisions</b>		
4.1	Provision for doubtful Income/Deposits	-	-
4.2	Other Current Liabilities & Provisions	112.27	63.51
	<b>TOTAL</b>	<u>908.00</u>	<u>1,332.54</u>
<b>ASSETS</b>			
1	<b>Investments</b>		
1.1.	<b>Listed Securities:</b>		
1.1.1	Equity Shares	619.92	1052.92
1.1.2	Preference Shares	-	-
1.1.3	Equity Linked Debentures	-	-
1.1.4	Other Debentures & Bonds	-	-
1.1.5	Securitised Debt securities	-	-
1.2	<b>Securities Awaited Listing:</b>		
1.2.1	Equity Shares	-	-
1.2.2	Preference Shares	-	-
1.2.3	Equity Linked Debentures	-	-
1.2.4	Other Debentures & Bonds	-	-
1.2.5	Securitised Debt securities	-	-
1.3	<b>Unlisted Securities</b>	-	-
1.3.1	Equity Shares	-	-
1.3.2	Preference Shares	-	-
1.3.3	Equity Linked Debentures	-	-
1.3.4	Other Debentures & Bonds	-	-
1.3.5	Securitised Debt securities	-	-
1.4	Government Securities	-	-
1.5	Treasury Bills	-	-
1.6	Commercial Paper	-	-
1.7	Certificate of Deposits	-	-
1.8	Bill Rediscounting	-	-
1.9	Units of Domestic Mutual Fund	-	-
1.10	Foreign Securities	-	-
	<b>Total Investments</b>	<u>619.92</u>	<u>1052.92</u>
2	<b>Deposits</b>	-	-
3	<b>Other Current Assets</b>		
3.1	Cash & Bank Balance	66.36	5.54
3.2	Reverse Repo Lending	136.38	87.49
3.3	Others	10.26	74.18
4	<b>Deferred Revenue Expenditure</b> (to the extent not written off)	75.08	112.41
	<b>TOTAL</b>	<u>908.00</u>	<u>1,332.54</u>

Notes to Accounts - Annexure I

**ABRIDGED REVENUE ACCOUNT FOR THE YEAR / PERIOD ENDED 31ST MARCH, 2009**

(Rs. In lakhs)

	SAHARA INFRASTRUCTURE FUND	
	Current Year / Period ended 31/03/2009	Previous Year / Period ended 31/03/2008
<b>INCOME</b>		
Dividend	8.92	7.07
Interest	12.83	3.87
Realised Gain / (Loss) on Foreign Exchange Transactions		
Realised Gains / (Losses) on Interscheme sale of investments		
Realised Gains / (Losses) on External sale / redemption of investments	(462.33)	772.96
Realised Gains / (Losses) on Derivative Transactions		
Other Income		
<b>(A)</b>	<u>(440.59)</u>	<u>783.90</u>
<b>EXPENSES</b>	-	-
Management fees	6.66	9.84
Service tax on Management fees	-	-
Transfer agents fees and expenses	3.09	5.06
Custodian fees	1.53	0.69
Trusteeship fees and expenses	1.06	0.68
Commission to Agents	-	-
Marketing & Distribution expenses	2.32	7.51
Audit fees	0.85	0.75
Other operating expenses	39.41	39.27
<b>(B)</b>	<u>54.92</u>	<u>63.80</u>
<b>NET REALISED GAINS / (LOSSES) FOR THE YEAR / PERIOD</b>	<b>(A - B = C)</b>	
	(495.50)	720.10
Provision / Write back for diminution in value of investments	(D)	(175.29)
<b>NET GAINS / (LOSSES) FOR THE YEAR / PERIOD</b>	<b>(E=(C-D))</b>	
	(456.30)	544.81
Change in unrealised appreciation in the value of investments	(F)	148.05
<b>NET SURPLUS / (DEFICIT) FOR THE YEAR / PERIOD</b>	<b>(E + F = G)</b>	
	(419.18)	692.86
Add: Balance transfer from Unrealised Appreciation Reserve	(23.49)	(110.94)
Less: Balance transfer to Unrealised Appreciation Reserve	13.63	37.12
Add : Income Equalisation Reserve	4.77	(2.94)
<b>Total</b>	<u>(451.53)</u>	<u>541.87</u>
<b>Dividend appropriation</b>	-	-
Income Distributed during the year / period	-	(397.84)
Tax on income distributed during the year / period	-	-
Dividend paid, including dividend tax (reversed)	-	-
<b>Retained Surplus / (Deficit) carried forward to Balance sheet</b>	<u>(451.53)</u>	<u>144.03</u>

## NOTES TO ACCOUNTS – ANNEXURE 1 TO THE ABRIDGED BALANCE SHEET AND REVENUE ACCOUNT FOR THE YEAR / PERIOD ENDED 31<sup>ST</sup> MARCH, 2009

### 1. Investments :

- 1.1 Certain investments are registered in the name of the Fund without specific reference to the Scheme. As at March 31, 2009 the aggregate market value of securities under Sahara Infrastructure Fund but held in the name of Sahara Mutual Fund is Rs.13,639,120.04.
- 1.2 Open Position of derivatives (outstanding market value & % to Net Assets as of the Year end). **Nil**
- 1.3 Investments in Associates and Group Companies: Provide details of issuer, nature of instruments, amount, aggregate investments by all schemes. **Nil**
- 1.4 Open position of Securities Borrowed and / or Lending by the scheme. **Nil**
- 1.5 Details of NPA: Aggregate market value and provision thereof. **Nil**
- 1.6 Aggregate Unrealized Gain / Loss as at the end of the Financial Year / Period and percentage to net assets.

Asset Class	31-Mar-09				31-Mar-08			
	Appreciation (Rs. in lakhs)	% to Net Assets	Depreciation (Rs. in lakhs)	% to Net Assets	Appreciation (Rs. in lakhs)	% to Net Assets	Depreciation (Rs. in lakhs)	% to Net Assets
Equity Shares	13.63	1.71	150.69	18.94	37.12	2.93	189.89	14.96

- 1.7. Aggregate Value of Purchase and Sale with Percentage to average assets.

#### Purchases

Year	Amount in Rs.	% of Daily Average
2008-09	168,744,231	174.36
2007-08	342,690,175	236.20

#### Sales

Year	Amount in Rs.	% of Daily Average
2008-09	213,615,251	220.72
2007-08	329,464,305	227.09

- 1.8 Non-Traded securities in the portfolio: Provide Aggregate Value of Equity, Debt & Money Market Instruments and percentage to net assets. **Nil**

Scheme Name	Category	31st March, 2009		31st March, 2008	
		Market value (Rs. in lakhs)	% to Net Assets	Market value (Rs. in lakhs)	% to Net Assets
Sahara Infrastructure Fund	Money Market	175.81	22.09	216.10	17.03

- 2.. Details of Transaction with Associates under regulation 25(8). Brokerage to SIFCL A/c CMSD (Associate) has been made for sale of units of the MF as on 31<sup>st</sup> March 2009:

(Rs. in lakhs)

Tax Gain Fund	Growth Fund	Liquid Fund	Mid cap Fund	Wealth Plus Fund	Infrastructure Fund
0.54	0.31	0.16	0.26	1.20	1.66

(Rs. in lakhs)

R. E. A. L Fund	Classic Fund	Power and Natural Resources Fund	Banking & Financial Services Fund	Interval Fund - Quarterly Plan Sr 1
1.90	0.01	0.85	3.10	0.01

Brokerage to SIFCL A/c CMSD (Associate) made for sale of units of the MF for the previous year ended 31<sup>st</sup> March 2008.

(Rs In lakhs)

Tax Gain Fund	Gilt Fund	Growth Fund	Income Fund	Liquid Fund	Midcap Fund
1.91	0.11	0.45	0.15	0.74	1.19

(Rs.In lakhs)

Wealth Plus Fund	Infrastructure Fund	R. E. A. L Fund	FMP - 3 Months	FMP - 3 mths Sr 2	FMP - 3 mths Sr 3
3.04	2.98	25.28	0.03	0.10	0.07

3. Large Holdings in the Scheme (i.e. in excess of 25% of the net assets): Nil
4. Unit Capital movement during the year ended / period ended March 31, 2009

#### Fixed Pricing Option - Growth Option

	Number of Units	Amount (Rs)	Number of Units	Amount (Rs)
	As on March 31, 2009	As on March 31, 2009	As on March 31, 2008	As on March 31, 2008
Initial Capital	3,908,842.083	39,088,421	3,908,842.083	39,088,421
Opening Balance	1,745,464.825	17,454,648	2,523,871.008	25,238,710
Units Sold during the year	348,051.910	3,480,519	752,320.259	7,523,202
Units Repurchased during the year	(185,698.854)	(1,856,989)	(1,530,726.442)	(15,307,264)
Closing Balance	1,907,817.881	19,078,178	1,745,464.825	17,454,648

#### Fixed Pricing Option - Dividend Option

	Number of Units	Amount (Rs)	Number of Units	Amount (Rs)
	As on March 31, 2009	As on March 31, 2009	As on March 31, 2008	As on March 31, 2008
Initial Capital	3,999,162.348	39,991,623	3,999,162.348	39,991,623
Opening Balance	2,465,187.685	24,651,877	2,477,325.783	24,773,258
Units Sold during the year	163,496.752	1,634,968	4,934,996.504	49,349,965
Units Repurchased during the year	(286,862.688)	(2,868,627)	(4,947,134.602)	(49,471,346)
Closing Balance	2,341,821.749	23,418,218	2,465,187.685	24,651,877

#### Variable Pricing Option – Growth Option

	Number of Units	Amount (Rs)	Number of Units	Amount (Rs)
	As on March 31, 2009	As on March 31, 2009	As on March 31, 2008	As on March 31, 2008
Initial Capital	15,622,781.058	156,227,811	15,622,781.058	156,227,811
Opening Balance	2,899,380.330	28,993,803	5,139,814.648	51,398,146
Units Sold during the year	214,390.562	2,143,906	455,876.789	4,558,768
Units Repurchased during the year	(167,071.636)	(1,670,716)	(2,696,311.107)	(26,963,111)
Closing Balance	2,946,699.256	29,466,993	2,899,380.330	28,993,803



### Variable Pricing Option – Dividend Option

	Number of Units	Amount (Rs)	Number of Units	Amount (Rs)
	As on March 31, 2009	As on March 31, 2009	As on March 31, 2008	As on March 31, 2008
Initial Capital	7,613,483.957	76,134,840	7,613,483.957	76,134,840
Opening Balance	3,143,683.588	31,436,836	3,944,985.745	39,449,857
Units Sold during the year	128,466.474	1,284,665	1,573,658.141	15,736,581
Units Repurchased during the year	(200,651.563)	(2,006,516)	(2,374,960.298)	(23,749,602)
Closing Balance	3,071,498.499	30,714,985	3,143,683.588	31,436,836

5. Expenses other than management fee is inclusive of service tax where applicable.
6. Previous year figures have been reclassified/regrouped, wherever necessary, to conform to the current year's classification.
7. Contingent Liability: Nil.

**Scheme Classification & Objective:** Sahara Infrastructure Fund is an open ended growth fund with an investment objective to provide income distribution and/or medium to long term capital gains by investing in equity/equity related instruments of companies mainly in the Infrastructure sector. **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 Infrastructure Fund is only the name of the scheme and does not in any manner indicate either the quality of the scheme, its future prospects or the returns. **Please read the Scheme Information Document carefully before investing.** **Applicable Load:** Entry Load: < Rs.1 crore: 2.25%, >= Rs.1 crore: Nil, Exit Load: < Rs. 1 cr: Nil; >= Rs. 1 crore : 1% if redeemed on or before 3 months . **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.

## KEY STATISTICS FOR THE YEAR / PERIOD ENDED 31ST MARCH, 2009

	Current Year / Period ended 31/03/2009	Previous Year / Period ended 31/03/2008
1. NAV per unit (Rs.):		
<b>Open</b>		
Fixed Pricing - Dividend Plan	10.5140	10.6356
Fixed Pricing - Growth Plan	14.3777	10.6356
Variable Pricing - Dividend Plan	10.7029	10.7035
Variable Pricing - Growth Plan	14.5691	10.7035
<b>Repurchase Price during the year**</b>		
(i) Highest		
Fixed Pricing - Dividend Plan	11.1067	19.1220
Fixed Pricing - Growth Plan	15.1892	20.8569
Variable Pricing - Dividend Plan	11.3147	19.334
Variable Pricing - Growth Plan	15.4020	21.1081
(ii) Lowest		
Fixed Pricing - Dividend Plan	5.7296	9.7707
Fixed Pricing - Growth Plan	7.8338	10.1619
Variable Pricing - Dividend Plan	5.8733	10.1222
Variable Pricing - Growth Plan	7.9949	10.2270
<b>Resale Price during the year**</b>		
(i) Highest		
Fixed Pricing - Dividend Plan	11.6181	19.5522
Fixed Pricing - Growth Plan	15.8884	21.3262
Variable Pricing - Dividend Plan	11.8355	19.769
Variable Pricing - Growth Plan	16.1110	21.583
(ii) Lowest		
Fixed Pricing - Dividend Plan	5.9934	9.7707
Fixed Pricing - Growth Plan	8.1944	10.4955
Variable Pricing - Dividend Plan	6.1437	10.1689
Variable Pricing - Growth Plan	8.3629	10.5946
<b>End</b>		
Fixed Pricing - Dividend Plan	<b>6.5150</b>	10.5140
Fixed Pricing - Growth Plan	<b>8.9077</b>	14.3777
Variable Pricing - Dividend Plan	<b>6.6814</b>	10.7029
Variable Pricing - Growth Plan	<b>9.0949</b>	14.5691
2. Closing Assets Under Management (Rs.in Lakhs)		
End	<b>795.73</b>	1269.03
Average (AAuM)	<b>967.80</b>	1450.83
3. Gross income as % of AAuM <sup>1</sup>	<b>(45.53)</b>	54.03
4. Expense Ratio:		
a. Total Expense as % of AAuM	<b>1.82%</b>	1.82%
b. Management Fee as % of AAuM	<b>0.69%</b>	0.68
5. Net Income as a percentage of AAuM <sup>2</sup>	<b>(51.20)</b>	49.63
6. Portfolio turnover ratio <sup>4</sup>	<b>174.36</b>	227.09
7. Total Dividend per unit distributed during the year / period	<b>Nil</b>	5.00
8. Returns:		
<b>a. Last One Year</b>		
Variable Pricing Option -Growth Option (%)	<b>(37.57)</b>	36.11
Fixed Pricing Option -Growth Option (%)	<b>(38.05)</b>	35.18
CNX Nifty (%)	<b>(36.19)</b>	23.89
<b>b. Since Inception</b>		
Variable Pricing Option -Growth Option (%)	<b>(3.12)</b>	20.83
Fixed Pricing Option -Growth Option (%)	<b>(3.80)</b>	20.03
CNX Nifty (%)	<b>(4.90)</b>	16.22

\*\* based on the maximum load during the year

1. Gross income = amount against (A) in the Revenue account i.e. Income.

2. Net income = amount against (C) in the Revenue account i.e. NET REALISED GAINS / (LOSSES) FOR THE YEAR / PERIOD

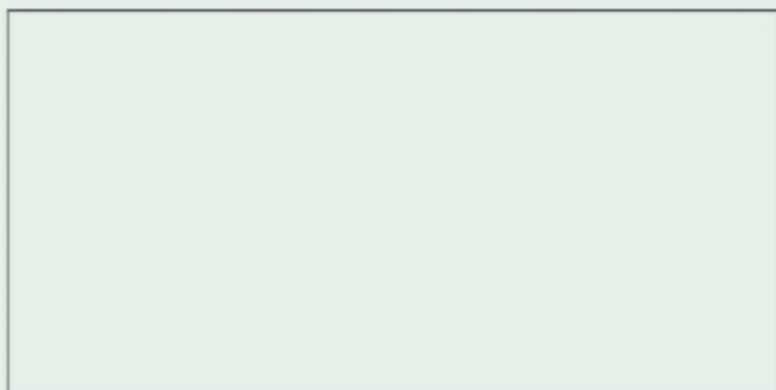
3. Portfolio Turnover = Lower of sales or purchase divided by the Average AuM for the year/period.

4. AAuM=Average daily net assets.

## ADDENDUMS FORMING PART OF THE SCHEME INFORMATION DOCUMENT(S) OF MUTUAL FUND

- 1) **Addendum to the Offer Document / Scheme Information Document (SID) of the schemes of Sahara Mutual Fund**  
The provisions for the schemes of Sahara Mutual Fund on a prospective basis w.e.f. 1st October, 2008 are as follows:
- i) **Systematic Investment Plan (Sip)**
- a) **ECS / DIRECT DEBIT FACILITY / POST DATED CHEQUES**  
Investors can enroll themselves for SIP through Registration Cum Mandate Form for ECS/ Direct Debit Facility or post dated cheques under the following schemes.  
**Equity / Growth Schemes** :Sahara Growth Fund, Sahara Midcap Fund, Sahara Wealth Plus Fund, Sahara Infrastructure Fund, Sahara Power & Natural. Resources Fund, Sahara Banking & Financial Services Fund.  
**Monthly SIP** :1st cheque of Rs.1000/- along with minimum of 5 post dated cheques of minimum of Rs.1000/- each.  
**Quarterly SIP** : 1st cheque of Rs.2000/- along with minimum of 3 post dated cheques of minimum of Rs.2000/- each.  
The minimum number of installments under Monthly SIP would be six (6) and under quarterly SIP would be four (4).The SIP installment dates will be 5th/15th/25th of every month and drawn in favor of the scheme and crossed "Account Payee only". The entry into SIP can be on any date.
- b) **Load structure under Systematic Investment Plan (SIP):**  
**Entry Load:** 2.25%; **Exit Load:** For exit on or within 1 year from date of allotment - 1.00%; beyond one year: Nil. The entry / exit load would be applicable for each SIP installment.
- ii) **Systematic Withdrawal Plan (SWP)**  
**Monthly SWP** : minimum of Rs.500/- **Quarterly SWP** : minimum of Rs.1500/-  
The amount withdrawn under SWP would be based on the NAV of the first business day of the month. In case the date falls on a holiday or falls during a book closure period, the immediate next business day will be considered for the purpose. Exit Loads as applicable under the scheme/s would be charged.
- iii) **Systematic Transfer Plan (STP)**  
A unit holder may choose to transfer on a monthly or quarterly basis on the 1st/5th/25th of each month, for a minimum of six (6) months between two schemes.  
The amount of withdrawals applicable under SIP would be applicable to STP. The load structure as applicable under SIP would be applicable under STP transactions.  
**Minimum balance under the schemes:** The AMC at its sole discretion retains the right to close unit holder's account if the total subscription amount falls below the minimum application amount of the respective schemes / plan / option at the end of the period under SIP or on account of redemption.  
The detailed terms and conditions of SIP/SWP/STP would be available in the Key Information Memorandum (KIM) / Application form / Offer Document / Scheme Information Document (SID) during the continuous offer period.
- iv) **Revised Load Structure under Sahara Power & Natural Resources Fund / Sahara Banking and Financial Services Fund**  
**Entry Load:** 2.25%; **Exit Load:** for < Rs.25 lakhs: Nil; = > Rs.25 lakhs, 1% if redeemed on or before 3 months from date of allotment, if redeemed beyond 3 months from date of allotment: Nil. This addendum forms an integral part of the Offer Document/ Key Information Memorandum/ Application form /Scheme Information Document of the scheme/s of Sahara Mutual Fund as amended from time to time. All other terms and conditions for the scheme/s remain unchanged.  
**Date:** 25th September, 2008
- 2) **Applicability of Net Asset Value (NAV) for Income/Debt oriented Mutual Fund scheme(s)/plan(s) (other than liquid fund schemes)**  
Pursuant to SEBI circular No.SEBI/IMD/CIR.No.11/14252/08 dated October 24, 2008, the applicability of Net Asset Value (NAV) is revised as under w.e.f October 30th, 2008:  
The following paragraph would be added under "Applicable NAV" towards subscription of units under respective schemes. "In respect of purchase of units in Income / Debt oriented schemes (other than liquid fund schemes and plans) with amount equal to or more than Rs.1 crore, irrespective of the time of receipt of application, the closing NAV of the day on which the funds are available for utilization shall be applicable."  
**Date:** 29th October 2008.
- 3) **CHANGE IN LOAD STRUCTURE**
- a) **SAHARA GILT FUND**  
**EXISTING LOAD STRUCTURE**  
Entry Load: Nil  
Exit Load : < Rs. 5 cr : 1% if redeemed within 1 year;  
**REVISED LOAD STRUCTURE**  
Entry Load: 0.50% Exit Load: Nil
- b) **SAHARA CLASSIC FUND**  
**EXISTING LOAD STRUCTURE**  
Entry Load: Nil  
Exit Load: (a) 2% of Applicable NAV, if redeemed on or within 6 months  
(b) 1% of Applicable NAV, if redeemed after 6 months but upto 1 year;  
(c) Beyond 1 year: Nil
- REVISED LOAD STRUCTURE**  
Entry Load: 1% Exit Load: Nil  
**Date:** 5th December, 2008.
- 4) **Opening of New Office at Jammu**  
No. 25-A, Ground Floor, Extension Gandhi Nagar, Jammu - 180 004. Tel: 0920-5044557  
This office will act as "Official Point of Acceptance" for the schemes of Sahara Mutual Fund.  
**Date:** 27<sup>th</sup> January, 2009
- 5) **Opening of New Office at Thane**  
Shop No. 1, Santoshi Bhavan, Shivaji Path, Behind Punjab National Bank, Thane (West) - 400 606.  
This office will act as "Official Point of Acceptance" for the schemes of Sahara Mutual Fund.  
**Date :** 2<sup>nd</sup> February, 2009
- 6) **APPOINTMENT OF FUND MANAGER -DEBT**  
Shri Devesh Thacker is being appointed as Fund Manager (Debt) w.e.f 27th February, 2009 in place of Shri Puneet Srivastava for the Debt oriented schemes namely Sahara Liquid Fund, Sahara Income Fund, Sahara Gilt Fund, Sahara FMP 395 days Series 2, Sahara FMP 395 Days Series 3, Sahara Classic Fund, Sahara Interval Fund Quarterly Plan Series 1 and Sahara Short Term Bond Fund.  
**Date:** 26<sup>th</sup> February, 2009
- 7) **Opening of New Office at Kolkata**  
BD-16 (Gr. Floor), Sector-1, Salt Lake City, Kolkata -700 064  
Tel: (033) - 40041617  
This office will act as "Official Point of Acceptance" for the schemes of Sahara Mutual Fund.  
**Date:** 16th March, 2009.
- 8) **Notice or official Point of Acceptance**  
Plot No. D, Kharvel Nagar, Unit - III, Near Giridurga Temple, Bhubaneswar-751001.  
Phone : 0674-2391372  
**Date :** 16<sup>th</sup> July 2009.

BOOK-POST



Scheme Code - IN

## Jewels for Investments...

**SAHARA**  
TAX-GAIN Fund

**SAHARA**  
GROWTH Fund

**SAHARA**  
MIDCAP Fund

**SAHARA**  
WEALTH PLUS Fund

**SAHARA**  
INFRASTRUCTURE Fund

**SAHARA**  
Classic Fund

**SAHARA**  
GILT Fund

**SAHARA**  
INCOME Fund

**SAHARA**  
LIQUID Fund

**SAHARA**  
R.E.A.L. Fund

**SAHARA**  
POWER & NATURAL RESOURCES Fund

**SAHARA**  
BANKING & FINANCIAL SERVICES Fund

**SAHARA**  
INTERVAL Fund

Sahara Mein  
Mutuals

Mutual Fund Investments are subject to market risks.  
Please read the Scheme Information Document before investing.

*If undelivered, please return to :*  
SAHARA MUTUAL FUND  
97-98, 9th Floor, Atlanta,  
Nariman Point,  
Mumbai - 400 021  
Tel.: 022 - 67520121 - 27



**SAHARA**  
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