



# SAHARA MUTUAL FUND

Regd. & Corp. Office: Express Towers, 12th Floor, Nariman Point, Mumbai 400 021.

## UNAUDITED HALF-YEARLY FINANCIAL RESULTS FOR THE PERIOD ENDED 31st March 2006 (from 01.10.2005 to 31.03.2006) (as per provisions of Regulation 59 of the SEBI (Mutual Funds) Regulations, 1996)

Sl.No	Particulars	Sahara Mutual Fund							
		Liquid Fund	Income Fund	Short Term Plan (Under Income Fund)	Gilt Fund	Tax Gain Fund	Growth Fund	MidCap Fund	Wealth Plus Fund
1.1	Unit Capital at the beginning of the half year period (Rs. In lakhs)	25,380.51	252.63	66.33	5190.48	201.37	270.32	1383.08	6451.00
1.2	Unit Capital at the end of the period (Rs. In lakhs)	14,919.21	221.04	18.34	871.18	251.67	335.23	962.83	4297.15
2	Reserves & Surplus (Rs. In lakhs)	3,181.63	46.54	3.42	144.46	201.73	451.86	609.04	1640.90
3.1	Total Net Assets at the beginning of the half year period (Rs. In lakhs)	30,286.37	301.06	75.14	6005.07	315.18	657.01	1802.75	6924.29
3.2	Total Net Assets at the end of the period (Rs. In lakhs)	18100.84	267.58	21.76	1015.64	453.40	787.09	1571.87	5938.05
4.1	NAV at the beginning of the half year period (per unit Rs.)								
	Growth Plan	^ 12.2322	12.0362	11.9306	11.5702	15.6100	32.4000	14.0243	10.7288
	Dividend Plan	^ 10.2386	10.8335	10.7444	10.5808	15.6600	22.3300	12.5192	10.7288
	Bonus Plan	NA	NA	NA	NA	NA	NA	14.0243	NA
	Growth Auto-Payout Plan	NA	NA	NA	NA	NA	NA	14.0243	NA
	Growth Option (VPO)	NA	NA	NA	NA	NA	NA	NA	10.7340
	Dividend Option (VPO)	NA	NA	NA	NA	NA	NA	NA	10.7340
4.2	NAV at the end of the period (per unit Rs.)								
	Growth Plan	^ ^ 1257.3175	12.2323	12.2266	11.6623	20.0268	42.9265	17.57	13.7738
	Dividend Plan	^ ^ 1023.9351	11.0100	11.0109	10.6650	17.4975	21.7063	15.68	13.7738
	Bonus Plan	NA	NA	NA	NA	NA	NA	17.57	NA
	Growth Auto-Payout Plan	NA	NA	NA	NA	NA	NA	17.57	NA
	Fixed Pricing Option - Weekly Dividend Option	^ ^ 1024.6207	NA	NA	NA	NA	NA	NA	NA
	Fixed Pricing Option - Monthly Dividend Option	^ ^ 1023.8567	NA	NA	NA	NA	NA	NA	NA
	Variable Pricing Option - Daily Dividend Option	^ ^ 1023.9446	NA	NA	NA	NA	NA	NA	NA
	Variable Pricing Option - Weekly Dividend Option	^ ^ 1023.9312	NA	NA	NA	NA	NA	NA	NA
	Variable Pricing Option - Monthly Dividend Option	^ ^ 1024.0461	NA	NA	NA	NA	NA	NA	NA
	Variable Pricing Option - Growth Option	^ ^ 1258.5924	NA	NA	NA	NA	NA	NA	13.8212
	Variable Pricing Option - Dividend Option	NA	NA	NA	NA	NA	NA	NA	13.8212
4.3	Dividend paid per unit during the half year (Rs.) (including distribution tax, if any) (Refer table below)	\$\$	-	-	-	2.50	7.50	-	-
	Income								
5.1	Dividend (Rs. In lakhs)	-	-	-	-	0.81	3.52	2.37	15.72
5.2	Interest (Rs. In lakhs)	572.25	5.20	0.35	160.66	1.29	4.60	3.15	20.82
5.3	Profit / (Loss) on sale / redemption of investments (other than inter scheme transfer / sale) (Nett) (Rs. In lakhs)	(177.97)	(4.71)	-	(163.80)	66.10	225.41	341.62	904.71
5.4	Profit (Loss) on inter scheme transfer / sale of investments (Nett) (Rs. In lakhs)	-	-	-	-	-	-	-	-
5.5	Other Income (indicating nature) - Discounting Income (Rs. In lakhs)	377.12	4.45	0.46	4.14	-	-	2.59	10.67
5.6	Total Income (5.1 to 5.5) (Rs. In lakhs)	771.40	4.94	0.81	1.00	68.20	233.53	349.73	951.92
	Expenses								
6.1	Management Fees (Rs. In lakhs)	5.88	0.28	0.01	4.38	0.58	1.23	2.81	14.05
6.2	Trustees Fees (Rs. In lakhs)	1.72	0.02	\$\$\$ Nil	0.21	0.02	0.06	0.10	0.37
6.3	Total Recurring Expenses (including 6.1 and 6.2) (Rs. In lakhs)	48.22	2.32	0.07	28.89	4.49	11.56	20.53	61.78
6.4	Percentage of Management Fees to daily average net assets (Annualised) (%)	0.04	0.21	0.07	0.24	0.32	0.26	0.34	0.44
6.5	Total Recurring Expenses as a percentage of daily average net assets (Annualised) (%)	0.32	1.74	0.47	1.57	2.48	2.44	2.49	1.94
7.1	Returns during the half year [(+) (-)] * (From 1.04. 2005, Absolute return)(%)	VPO-NA/FPO-2.79	1.63	2.48	0.80	28.29	32.49	25.28	VPO-28.76/FPO-28.38
	Bench Mark Indices	2.45	0.58	2.45	1.62	28.65	30.80	27.98	27.98
7.2	Compounded Annualised yield in case of scheme in existence for more than 1 year	\$ VPO/FPO							\$ VPO/FPO
	(i) Last 1 year [%]	NA/5.5443	3.82	4.81	2.33	86.45	74.16	75.52	NA#
	Bench Mark Indices	NA/4.855	3.30	4.86	4.41	62.82	67.15	64.16	NA#
	(ii) Last 3 years [%]	NA/5.222	4.71	5.72	3.07	67.45	62.96	NA#	NA#
	Bench Mark Indices	4.452	4.04	4.452	5.27	57.86	51.52	NA#	NA#
	Since launch of the scheme [%]	5.8476/5.7035	5.11	5.79	3.89	36.10	50.17	56.97	*38.21/37.74
	Bench Mark Indices	N/A ^ ^ ^	N/A ^ ^ ^	4.85	N/A ^ ^ ^	17.42	40.32	46.55	*35.77
	Date of Launch of the Scheme	20-Feb-02	22-Feb-02	3-Sep-02	22-Feb-02	1-Apr-97	22-Jul-02	29-Nov-04	4-Jul-05
8	Provision for Doubtful Income / Debts (Rs. In lakhs)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
9	Payments to associate / group companies (if applicable) (Rs. In lakhs) (Refer to Notes. Point 2)								
10	Investments made in associate / group companies (if applicable) (Rs. In lakhs)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

\* Based on NAV of the scheme for the period

\* Absolute returns

^ Based on face value of Rs. 10 per unit

^ ^ Based on face value of Rs. 1000 per unit,

\$ Returns under VPO/FPO- Variable Pricing Option/Fixed Pricing Option for Liquid Fund and Wealth Plus Fund

The face value of unit has been changed from Rs. 10 per unit to Rs. 1000/- per unit by consolidation of units w.e.f. 27th October, 2005 and the Variable Pricing Option introduced w.e.f. from 27th October, 2005 under Sahara Liquid Fund

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

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

\$\$\$ - Trustees Fees under Short Term Plan is shown as Nil as the fund size is small and amount of fees in terms of lakhs is negligible.

### Notes forming part of the accounts

1. No changes have been carried out in the accounting policies during the half year ended 31st March 2006.

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 October 2005 to 31st March 2006.

(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	2.02	0.38	0.02	2.71	1.08	0.62	0.51	4.29
Brokerage/Commission on Distribution of Units								

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 31st March 2006. 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 31st March 2006
Bank of Baroda	Sahara Liquid Fund	Sahara Growth Fund	1.15	Nil
HDFC Bank Ltd.	Sahara Liquid Fund	Sahara Liquid Fund	1491.00	Nil
		Sahara Wealth Plus Fund	114.52	116.14
Hero Honda Motors Ltd.	Sahara Liquid Fund	Sahara Growth Fund	10.17	Nil
		Sahara Tax Gain Fund	5.09	Nil
Karnataka Bank Ltd.	Sahara Liquid Fund	Sahara Liquid Fund	1887.44	Nil
Sterlite Industries	Sahara Liquid Fund	Sahara Liquid Fund	3020.14	300.00
		Sahara Short Term Plan	80.00	Nil
		Sahara Wealth Plus Fund	800.00	Nil
Syndicate Bank	Sahara Liquid Fund	Sahara Growth Fund	0.25	Nil
		Sahara Tax Gain Fund	0.10	Nil
		Sahara Midcap Fund	0.70	Nil
The Lakshmi Vilas Bank Ltd.	Sahara Liquid Fund	Sahara Midcap Fund	69.80	Nil

The above said investments were made to optimize returns 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, at competitive rates with Lakshmi Vilas Bank Ltd.

4. Details of investors holding more than 25% of the Net Assets of the Scheme as on 31st March 2006.

Name of the Scheme	No. of Investors	Aggregate holding (%)
a) Sahara Gilt Fund	2	91.52%
b) Sahara Liquid Fund	2	76.31%
c) Sahara Growth Fund	1	28.56%
d) Sahara Short Term Plan	1	46.35%
e) Sahara Wealth Plus Fund	1	34.91%

- The schemes have not declared any bonus during the half year.
- The schemes have not borrowed any money during the half year.
- The schemes have no exposure to derivatives during the half year.
- Deferred Revenue Expenditure under Sahara Wealth Plus Fund.

7A. Total investments in foreign securities/ADR/GDR: Nil.

Deferred Revenue Expenditure	Amount (Rs.)
Balance at the beginning of the half-year period	3,34,01,320.85
Less: Amortised during the period	33,86,652.36
Balance at the end of the half-year period	3,00,14,668.49

9. Bench Mark Indices:

- Sahara Tax Gain Fund - BSE 200
- Sahara Income Fund - CRISIL Composite Bond Fund Index
- Sahara Liquid Fund - CRISIL Liquid Fund Index
- Sahara Midcap Fund - S & P CNX 500 (w.e.f. 1st August, 2005)

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 were approved by the Board of Directors and Board of Trustees.

for Sahara Mutual Fund

Place : Mumbai  
Date : 26/04/2006

sd/-  
Justice S. Mohan  
Trustee

for Sahara Asset Management Company Private Limited

sd/-  
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 objective to provide immediate tax relief and long term growth of capital to investors with 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 fund with an objective to invest in equity and equity related instruments of companies that would be wealth builders in the long run. **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 Midcap Fund and Sahara Wealth Plus 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 carefully before investing. Applicable load:** 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. 5 crore : 1.00% if redeemed within 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; > Rs.10 lakhs :Nil. Sahara Growth Fund: Entry Load: < Rs.1 crore: 2.25%, >= Rs.1 crore: Nil, Exit Load: Nil; Sahara Tax Gain Fund: Entry Load 2.25%, Exit load: Nil; Sahara Mid-Cap Fund: Entry Load: < Rs.1 crore: 2.25%, >= Rs.1 crore: Nil, Exit Load: Nil; Sahara Wealth Plus Fund: Entry Load: < Rs.1 crore: 2.25%, >= Rs.1 crore: Nil, Exit Load: Nil; for equity/ growth schemes (Investment under (SIP/STP)-Entry load: Nil, Exit load: Normal Entry Load as per scheme will be charged if redeemed before one year) **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.