

From the Desk of the Chief Executive

Sashi Krishnan



The equity markets have seen a very smart rally in November. This rally has been driven by good fundamentals as well as improved sentiment. A stable and improving macro economic situation, excellent corporate performance and strong FII inflows resulted in the BSE Sensex gaining 562 points in the month, a gain of about 9.9%.

At a fundamental level there are a number of positives for the market. Economic growth continues to very strong. The economy grew by 7.4% in real terms in the first quarter of this year and India will remain one of the fastest growing economies in the world. Corporate performance has been good and is expected to remain so over the next few quarters. At an aggregate level, both the top line as well as profits, has grown by over 20%. There are a number of growth drivers like increased retail lending, infrastructure growth, the outsourcing story and credit expansion that are in place. The momentum of the reform process is being maintained and the government is going ahead with the PSU share sale program and also looking seriously at increased FDI in sectors like aviation, insurance and telecom.

FII inflows continue to be very strong and on a year to date basis the FIIs have invested over US\$7.4 billion in Indian equities. FII interest is spreading to midcap stocks and this has led to a broad based rally in stocks.

The markets have now crossed the psychological 6000 mark. Even at these levels equity valuations do not look very expensive, with the Sensex trading at a P/E of 12 to 13 times based on 1 year forward earnings. With earnings growth expected to remain strong, valuations will continue to remain attractive.

Chola Midcap Fund has been performing well. The absolute return, since inception, as on 30th November 2004, is 26.92%. The fund declared a maiden dividend of 10%, in November. The fund continues to be invested in midcap stocks with strong fundamentals and good medium to long term potential.

Chola Growth Fund is also declaring a dividend of 10%, for which the record date is 10th December 2004. Chola Growth Fund has an excellent track record of dividend distribution and declared dividends of 90% in 2003-2004.

November was a bad month for the debt markets. However the worst now seems to be over and the markets began to recover towards the end of November. Liquidity in the system has improved and with the cancellation of the Rs.8000 crore auction, scheduled for the first week of December, liquidity should remain comfortable. Inflation should also ease out over the next few weeks as crude oil prices are softening. Yield can be expected to move down by 25 to 50 basis points over the next few weeks and stabilize at those levels.

From the Desk of the Chief Investment Officer

Tridib Pathak



BSE Sensex closed at an all-time high of 6,234 points on an absolute basis, rising 560 points during the month. FII inflows continue unabated, with almost US\$1.4 bn of net inflows in November 2004. So far in 2004, FIIs have pumped in close to US\$7 bn in the Indian markets which is already a record high in any year. And we still have a full month to go before we end 2004! Rising global liquidity seems to be the reason for this, with liquidity moving towards equities globally, within equities towards emerging markets and within emerging markets more in favour of India. Remember, liquidity always flows towards the more attractive asset class. So such large amounts of inflows to India should certainly not be a cause for worry, but on the contrary should be looked upon as a vindication of India's attractiveness.

What is disturbing, though, is the fact that Indian investors do not seem to have participated in the rally so far, as depicted by continuing net outflows from Indian MFs. The common debate seems to be that the market is now at too high a level and a correction is awaited. While a correction can be anybody's guess,

we tend to think that the markets are not at a high level. In fact we think that the markets are not even at their all-time high levels. This is because the level of the market should be gauged from its valuations and not the absolute figure at which the market is. At 6234 today, the market is valued at a one year forward P/E ratio of around 12X which is the same P/E at which the market was 2 years back when it was at 3,800! In fact in the year 2000, when the market had reached 6200 levels during the tech boom, the P/E ratio was around 24X. So in a matter of 4 years the Indian market has reached the same level of 6,200 but at half the valuation i.e. P/E! Why is this? This is simply because the EPS i.e. corporate earnings or the E of the P/E, has gone up during this period.

We continue to consider the current equity market as an opportunity for serious investors with an investment horizon of 2-3 years. After a long time, there now appear a number of long term drivers of the Indian economy, which could lead to sustained economic growth. Some of these drivers of growth are outsourcing, demographics, consumerism, infrastructure improvements and kicking in of the capex cycle. With just about 2% of household savings invested in equities and given the recent tax breaks, we are confident that the Indian retail investor will ultimately show confidence and return to the markets. In fact even though the broader market is attractive, we think it is important to ignore the broader market. Disciplined stock selection is key to creating a quality portfolio and generating superior returns over the long term.

In the fixed income markets, we continue to maintain that investors should stay focused on liquid funds and floating rate funds. The risk-return trade off is still not favourable for investing in bond funds yet. High inflation and negative real interest rates will continue to press for downside in the markets. While improving liquidity especially a stronger rupee and continued FII inflows should provide the crucial breather to the bond markets.

Fund Manager's Comments

Cholamandalam Growth Fund, Chola Midcap, Chola MJP & Chola Opportunities Fund

Pradeep Kumar, Fund Manager-Equity
Tridib Pathak, CIO

The BSE Sensex ended the month at an all time high of 6,234 up 9.9% for the month. The Banking sector saw heightened interest with most PSU banks outperforming the index. However the Reliance group stocks underperformed the Sensex by over 15% on account of 'ownership issue'. The net FII inflow for November was in excess of US\$1.4 billion. The mid cap stocks outperformed the large cap. CNX 200 was up by 12.6% during the month.

Rapidly rising software exports and overseas remittances, and pickup in portfolio inflows have strengthened India's balance of payments, putting appreciation pressure on the rupee. The government has passed an ordinance re-enabling the foreclosure law for banks. The dilution from the earlier law is minor. This is a big disincentive for defaulters and potential NPL accretion may be lower as a result. This is a positive surprise for PSU banks. As a result, we reduced our exposure to software stocks and increased its weightage to banking stocks. In the last month, almost all stocks rallied. However, in coming times stock picking will be far more important.

In November, Cholamandalam Growth Fund changed its top weightages stocks on account of Rupee hardening in Infosys and uncertainty in Reliance. It decreased its weightage in IT services and increased weightage in banking stocks. In nutshell, the fund added Maruti, Dabur, Corporation Bank, Satyam and MTNL. The fund increased weightage in ONGC, ACC, and Pantaloon. The fund reduced its exposure in Infosys, Hindalco, Gujarat Ambuja, Nicholas Piramal, Chennai Petroleum and Ultratech Cemco. The fund booked profits and exited from Tata Motors, M&M, NTPC, Finolex Industries, Reliance and Indian Rayon. Chola mid cap fund invested 83% over 29 companies. The maximum exposure is 5.1% and minimum exposure is 1.1% to scrip. It added Tata Metaliks, Dabur and Geodesic and exited from Ashok Leyland. During the month, fund invested fresh inflow in existing stocks and realigned weightages in stocks. During the month, Chola Opportunities Fund reduced its exposure in Infosys and Moser Baer. The fund booked profit in Raymond and NTPC. It added Geodesic to the portfolio. During the month, MIP exposure to equity was in the range of 15-17%. In Chola Income plus, equity weightage hovered around 5-7%.

Chola Triple Ace, Chola Freedom Income - Short Term Fund, Chola Gilt, Chola MJP, Chola Income Plus, Chola Floating Rate & Chola Liquid Fund

Ashish Nigam, Fund Manager-Debt

Gilts failed to show signs of strength and started to lose ground on unwinding. The 10 year , which at the start of the month was at 7.05%, touched a high of 7.22% during the month. This was primarily due to tight liquidity and high overnight rates. The call rates were in the range of 6.00%-6.25% for most of the month. The tight liquidity conditions prevented the market participants from taking any big positions in the gilts. Some of the positions were unwound triggered by a rise in crude prices and reports from the US that said that terror attacks were imminent on US interests in India, pushing the yields to 7.22%.

Respite in the bond market came from withdrawal of Rs. 15 billion T Bill MSS, FII inflows of over USD 1 Billion, strengthening INR, which led to RBI intervening in the FX market, and cut in petrol prices. The withdrawal of MSS government spending and RBI imparting INR liquidity in the market by FX intervention helped improve the liquidity. The overnight rates came off from the highs of 6.25% to 4.75%. The gilt market reacted positively and the 10-Year settled at 7.15%. However, worries over the price impact of scheduled supply in December prevented the 10 year to go below 7.15%.

The easing inflation numbers from 7.76% to 7.34% and easing liquidity prevented any big sell of in the market and the 10 Year ended at 7.15%. Going forward the WPI should ease factoring in the cut in domestic petrol prices. Globally the Oil prices are showing signs of easing and the fact that the Gol has a surplus of INR 220 billion with RBI and advance tax inflows in December may prompt RBI to cancel the scheduled December auction. The unabated FII inflows and appreciating INR also are positive for the market. The Fed FOMC meeting in mid December and advance tax outflows could prevent players from taking big positions.

Scheme Features

	Cholamandalam Growth Fund	Chola Midcap Fund	Chola Opportunities Fund	Chola Triple Ace-Regular	Chola Triple Ace - Institutional
NAV as on November 30, 2004 (In Rs.)					
Dividend Option#		11.86#			
Weekly Dividend Option	NA	NA	NA	NA	NA
Monthly Dividend Option	NA	NA	NA	NA	NA
Quarterly Dividend Option	12.26	NA	8.84	10.6001	10.6440
Semi Annual Dividend Option	NA	NA	NA	10.8924	NA
Cumulative Option	15.05	12.68	13.60	22.5087	22.6271
Bonus Option	NA	NA	NA	12.5072	-
Fund Information					
Type of Fund	Open-Ended Growth Scheme	Open-Ended Equity Scheme	Open-Ended Growth Fund	Open-Ended Pure Income Fund	Open-Ended Pure Income Fund
Inception	17-Sep-01	9-Aug-04	27-Nov-97	31-Mar-97	10-Apr-03
Fund Manager	Tridib Pathak	Tridib Pathak	Pradeep Kumar	Ashish Nigam	Ashish Nigam
NAV Calculation	On All Business Days	On All Business Days	On All Business Days	On All Business Days	On All Business Days
Purchase/Redemption	On All Business Days	On All Business Days	On All Business Days	On All Business Days	On All Business Days
Dividend Distribution	Quarterly		Quarterly	Quarterly / Semi Annual	Quarterly / Semi Annual
Account Statement	In 3 Working Days	In 3 Working Days	In 3 Working Days	In 3 Working Days	In 3 Working Days
Minimum Investment for new / Existing Investors (In Rs.)	5000/1000	5000/1000	3000/1000	2000/1000	100,00,00/100,000
Load Structure					
Entry Load	<= 1 Cr : 2% >1 Cr : Nil	<= 1 Cr : 2% >1 Cr : Nil	<= 10 Lacs : 2% >10 Lacs: Nil	Nil	Nil
Exit Load / CDSC	Nil	Nil	Nil	For Investments <= 10 Lacs: 0.5% if Redeemed with in 6 Months	Nil
				For Investments > 10 Lacs :Nil	
Cut Off Time					
Purchase	3 p.m.	3 p.m.	3 p.m.	3 p.m.	3 p.m.
Redemption	3 p.m.	3 p.m.	3 p.m.	3 p.m.	3 p.m.
Benchmark	BSE Sensex	CNX Midcap 200	BSE Sensex	CRISIL Composite Bond Fund Index	CRISIL Composite Bond Fund Index

Declared as and when decided by the Trustees

Scheme Features

Chola Freedom Income-Short Term Fund - Regular	Chola Freedom Income-Short Term Fund Institutional	Chola Liquid-Regular*	Chola Liquid Institutional Plus*	Chola Floating Rate	Chola GILT Investment	Chola MIP	Chola Income Plus
				10.1249#			
NA	NA	11.4978	11.5079	NA	NA	NA	NA
10.0584	10.0615	NA	NA	NA	NA	10.1895	NA
NA	NA	NA	NA		9.9800	10.3849	10.1686
10.3728	-	NA	NA		NA	NA	NA
10.4642	10.5411	13.1616	13.2334	10.1249	17.8794	11.3636	10.2490
NA	NA	NA	NA	NA	NA	11.3637	NA
Open-Ended Income Fund	Open-Ended Income Fund	Open-Ended High Liquidity Income Scheme	Open-Ended High Liquidity Income Scheme	Open-Ended Income Fund	Open-Ended Dedicated Gilts Schemes	Open-Ended Income Scheme with no assured returns	Open-Ended Income Scheme
27-Nov-97	10-Apr-03	4-Oct-00	10-Apr-03	25-Aug-04	29-Mar-00	31-Jul-98	9-Aug-04
Ashish Nigam	Ashish Nigam	Ashish Nigam	Ashish Nigam	Ashish Nigam	Ashish Nigam	Ashish Nigam/ Pradeep Kumar	Ashish Nigam/ Pradeep Kumar
On All Business Days	On All Business Days	Daily	Daily	On All Business Days	On All Business Days	On All Business Days	On All Business Days
On All Business Days	On All Business Days	On All Business Days	On All Business Days	On All Business Days	On All Business Days	On All Business Days	On All Business Days
Monthly / Semi Annual	Monthly / Semi Annual	Weekly	Weekly		Quarterly	Monthly/Quarterly	Quarterly
In 3 Working Days	In 3 Working Days	In 3 Working Days	In 3 Working Days	In 3 Working Days	In 3 Working Days	In 3 Working Days	In 3 Working Days
3000/1000	100,00,00/ 100,000	10000/5000	100,00,00/ 100,000	25000/1000	10000/1000	5000/1000 (Cum.) 10000/1000 (Div.)	5000/1000 (Cum.) 10000/1000 (Div.)
Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Nil	Nil	Nil	Nil	Nil	Nil	For Investments <= 10 Lacs: 0.5% if Redeemed with in 6 Months	For Investments <= 25 Lacs: 0.5% if Redeemed with in 6 Months
						For Investments > 10 Lacs :Nil	For Investments > 25 Lacs :Nil
3 p.m	3 p.m	1.00 pm	1.00 pm	3 p.m	3 p.m.	3 p.m.	3 p.m.
3 p.m	3 p.m	10.00 am	10.00 am	3 p.m	3 p.m.	3 p.m.	3 p.m.
CRISIL Short Term Fund Index	CRISIL Short Term Fund Index	CRISIL Liquid Fund Index	CRISIL Liquid Fund Index	CRISIL Liquid Fund Index	ISEC - Li - BEX	CRISIL Blended MIP Index	CRISIL Blended MIP Index

Declared as and when decided by the Trustees.

Cholamandalam Growth Fund

CGGF

(Open-Ended Growth Scheme)

Fund Size of Rs. 45.48 crores as of November 30, 2004

Portfolio

Scrip	% of Portfolio
ONGC	7.88%
Maruti Udyog Ltd	6.56%
Hindalco Industries Ltd	5.95%
ACC Ltd	5.89%
Corporation Bank	5.73%
IDBI	4.97%
ICICI Bank Ltd	4.94%
Gujarat Ambuja Cements Ltd	4.91%
Dabur India Ltd.	4.33%
Hexaware Technologies Ltd	4.28%
Pantaloon Retail (India) Ltd.	4.04%
Nicholas Piramal India Ltd.	4.01%
Chennai Petroleum Corporation Ltd.	4.00%
Ultratech Cement Company Ltd	3.96%
MTNL	3.92%
BHEL	3.90%
Infosys Technologies Ltd	3.87%
Satyam Computer Services Ltd.	3.81%
Tata Consultancy Services Ltd	3.39%
Patni Computers Systems Ltd	2.68%
Birla Corporation Ltd.	2.60%
Micro Inks Ltd	2.35%
Cash	2.03%

Performance

	CGF	BSE Sensex
3 Months (91 Days)#	16.58%	20.07%
6 Months (183 Days)#	34.62%	30.98%
1 Year\$	30.68%	23.44%
3 Years\$	40.77%	23.80%
Since Inception\$	42.19%	28.77%

Absolute Returns

\$ Compounded Annualised Returns

* Returns from allotment date of 5-10-2001.

Past performance may or may not be sustained in future.

Investment Objective

The Scheme primarily seeks to generate long-term capital appreciation income through investments in equity and equity related instruments; the secondary objective is to generate some current income and distribute dividend.

Dividend History

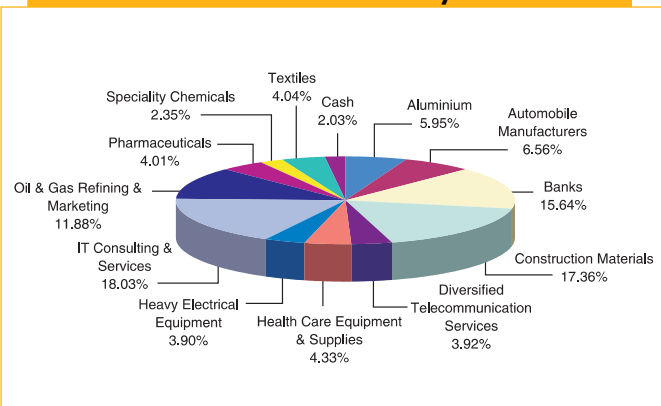
Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
26-Mar-02	20	2.00	Rs. 12.36
30-Jun-03	20	2.00	Rs. 12.24
29-Sept-03	20	2.00	Rs. 13.76
29-Dec-03	30	3.00	Rs. 15.42
28-Jan-04	10*	1.00	Rs. 12.64
29-Mar-04	10	1.00	Rs. 11.71

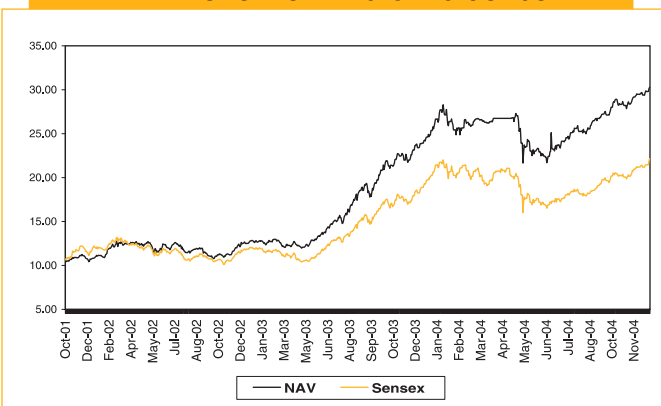
Past performance may or may not be sustained in future.
The face value of the units is Rs. 10/-

* Interim Dividend

Sector Summary



NAV Movement vis-à-vis Sensex



Cumulative Bonus NAV taken from 5th March, 2004 - Bonus declared at the rate 1:1.

Chola Midcap Fund

CMF

(Open-Ended Equity Fund)

Fund Size of Rs. 40.72 crores as of November 30, 2004

Portfolio

Pantaloon Retail (India) Ltd.	5.10%
Birla Corporation Ltd.	4.32%
Chennai Petroleum Corporation Ltd.	4.29%
Tata Metaliks Ltd.	3.99%
Dabur India Ltd.	3.93%
Shree Cement Ltd.	3.66%
Mphasis BFL	3.51%
Sona Koyo Steering Systems Ltd.	3.48%
Nicholas Piramal India Ltd.	3.38%
Motherson Sumi Systems Ltd.	3.30%
Welspun India Ltd.	3.30%
Micro Inks Ltd	3.16%
Geometric Software Solutions Ltd.	3.03%
Hexaware Technologies Ltd	3.01%
Jain Irrigation Systems Ltd.	2.95%
Ballarpur Industries Ltd.	2.95%
Polyplex Corporation Ltd.	2.93%
Voltas Ltd.	2.74%
Alfa Laval (India) Ltd.	2.66%
Blue Dart Express Ltd.	2.40%
Motor Industries Company Ltd	2.33%
Aventis Pharma Ltd.	2.00%
Gammon India Ltd.	1.91%
Ipca Laboratories Ltd.	1.88%
Geodesic Information System Ltd	1.63%
Cummins India Ltd.	1.59%
Bajaj Hindusthan Ltd.	1.40%
Vimta Labs Ltd	1.29%
Finolex Industries Ltd.	1.17%
Cash	16.71%

Investment Objective

The objective of the scheme is to generate capital appreciation by investing primarily in midcap stocks. The scheme will invest primarily in companies that have a market capitalization between Rs. 300 Crore to Rs. 3000 Crore.

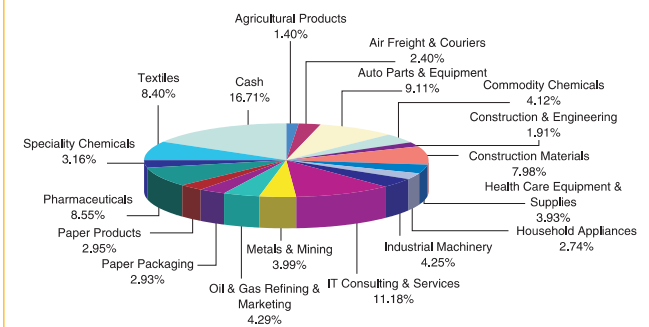
Dividend History

Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
24-Nov-04	10	1.00	Rs. 12.67

Past performance may or may not be sustained in future.
The face value of the units is Rs. 10/-

Sector Summary



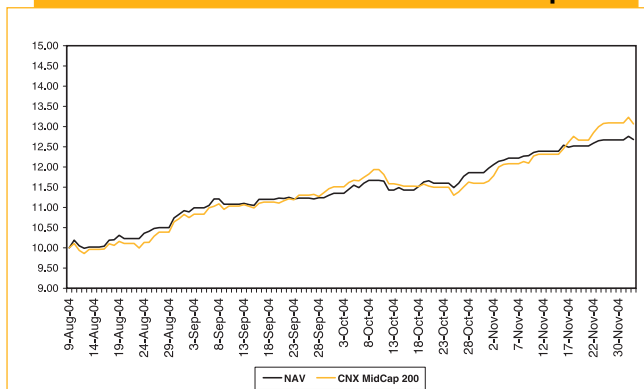
Performance

	CMF	CNX Midcap 200
1 Month (32 Days)#	6.91%	12.65%
Since Inception (09/08/04)#	26.80%	30.66%

Absolute Returns

Scheme "Chola Midcap Fund (CMF)" was reopened on 9th Aug 04.
Past performance may or may not be sustained in future.

NAV Movement vis-à-vis CNX MidCap 200



Chola Opportunities Fund

COF

(Open-Ended Growth Fund)

Fund Size of Rs. 6.99 crores as of November 30, 2004

Portfolio

Tata Consultancy Services Ltd	6.93%
Hindalco Industries Ltd	6.17%
Infosys Technologies Ltd	6.14%
Mphasis BFL	6.11%
Nicholas Piramal India Ltd.	5.05%
Polyplex Corporation Ltd.	4.97%
Ranbaxy Laboratories Ltd	4.82%
Alok Industries Ltd	4.42%
Geometric Software Solutions Ltd.	4.41%
Voltas Ltd.	4.07%
Amtek Auto Ltd.	3.95%
Ipca Laboratories Ltd.	3.47%
Motor Industries Company Ltd	3.45%
Geodesic Information System Ltd	3.45%
Welspun India Ltd.	3.43%
Alfa Laval (India) Ltd.	3.38%
Moser Baer Ltd	3.34%
Hexaware Technologies Ltd	3.18%
Vimta Labs Ltd	2.97%
Micro Inks Ltd	2.70%
Sundaram-Clayton Ltd.	2.63%
Visual Soft Technology Ltd	2.16%
Cash	8.80%

Investment Objective

The Scheme will invest mainly to generate long term capital appreciation from a diversified portfolio of equity and equity related securities.

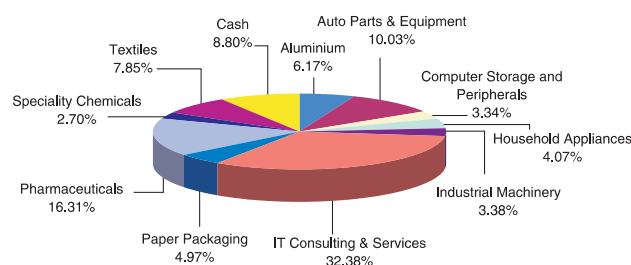
Dividend History

Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
31-Mar-99	10	1.00	Rs. 12.43
30-Sep-99	15	1.50	Rs. 12.46
24-Mar-00	40	4.00	Rs. 17.23

Past performance may or may not be sustained in future. The face value of the units is Rs. 10/-

Sector Summary



Performance

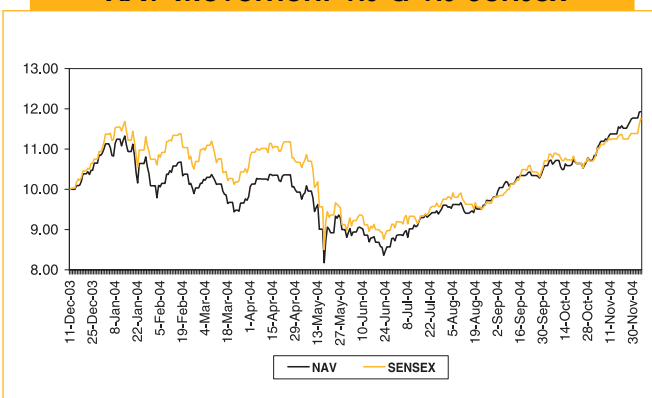
	COF	BSE Sensex
1 month (32 days)#	11.29%	9.91%
3 months (91 days)#	21.54%	20.07%
6 months (183 days)#	35.46%	30.98%
Since Inception#**	19.30%	17.63%

** Scheme was renamed as **Chola Opportunities Fund** on December 11, 2003. Due to change in the investment objectives, the returns for 1, 3 and 5 years is not given.

Absolute Returns

Past performance may or may not be sustained in future.

NAV Movement vis-à-vis Sensex



Chola Triple Ace



CTA

(Open-Ended Pure Income Fund)

Fund Size of Rs. 49.78 crores as of November 30, 2004

Portfolio

Script	Coupon	Weight	Rating
Corporate Debt			
Associates India Finance Ltd	7.80%	8.20%	AAA
Citibank Ltd	13.00%	6.63%	AAA
Fleet Trust April 2003 Series A2		1.51%	AAA
Fleet Trust April 2005 Series A1		2.18%	AAA
Fleet Trust May III 2003 Series A2		2.91%	AAA
GE Capital Services India Ltd	9.50%	4.23%	AAA
GE Shipping Ltd	10.25%	2.10%	AAA
HDFC Ltd		8.10%	AAA
PSU/PFI Debt			
Hindalco Industries Ltd	9.75%	8.44%	AAA
ICICI Ltd	10.25%	4.23%	AAA
IDBI Ltd		10.05%	AA+
IDFC Ltd		10.03%	AAA
IRFC Ltd	9.25%	2.10%	AAA
Power Finance Corporation Ltd	9.25%	12.97%	AAA
Sovereign			
364 Days T Bill		11.76%	Sovereign
Call/Repo Deposit/NCA		4.56%	

Investment Objective

The Scheme seeks to provide regular and stable income to Unitholders.

Dividend History

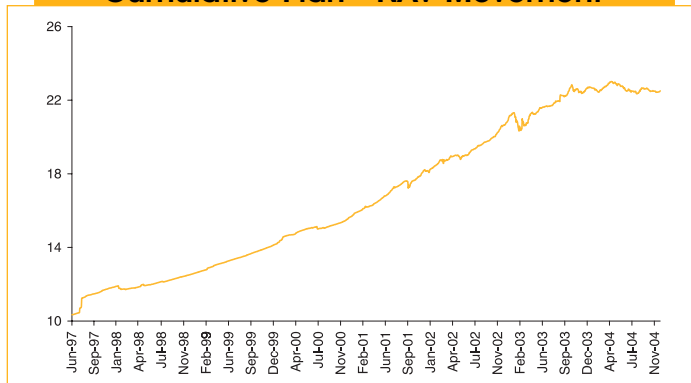
Regular Plan			
Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
27-Jun-03	2.5	0.25	Rs. 11.1786
29-Sep-03	2.5	0.25	Rs. 11.2634
29-Sep-03	75.0#	7.50	Rs. 22.3847
29-Dec-03	2.5	0.25	Rs. 11.1326
29-Mar-04	0.80	0.08	Rs. 10.9147
29-Mar-04 ^	27.5#	2.75	Rs. 14.2224
29-Mar-04 ^ ^	30.0#	3.00	Rs. 14.3695
27-Sep-04 ^	0.6620*	0.0662	Rs. 10.7427
27-Sep-04 ^	0.7080\$	0.0708	Rs. 10.7427
27-Sep-04 ^ ^	0.8270*	0.0827	Rs. 10.7853
27-Sep-04 ^ ^	0.8840\$	0.0884	Rs. 10.7853
27-Sep-04•	0.6620*	0.0662	Rs. 11.0367
27-Sep-04•	0.7080\$	0.0708	Rs. 11.0367

Semi Annual Dividend option was carved out of the Cumulative Plan in Sept' 03

* Corporate \$ Individual ^ CTA Regular ^ ^ CTA Institutional • CTA Semi Annual Dividend

Past performance may or may not be sustained in the future. The face value of the units is Rs. 10/-

Cumulative Plan - NAV Movement



Performance

	CTA- Regular Cumulative	CTA- Institutional*	CRISIL Composite Bond Index
3 Months (91 Days)#	-0.45%	-0.16%	-0.17%
6 Months (183 Days)#	-1.10%	NA	-2.31%
1 Year\$	0.19%	NA	-0.53%
3 Years\$	7.41%	NA	NA\$
5 Years\$	10.01%	NA	NA\$
Since Inception\$	11.18%	-0.39%*	NA\$

Absolute Returns \$ Compounded Annualised Returns

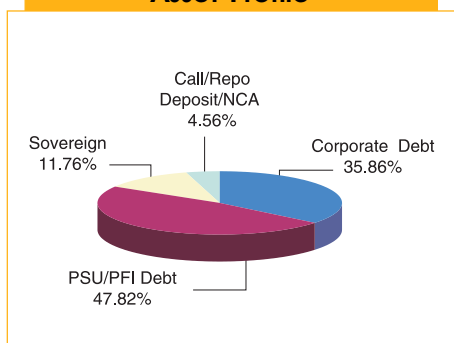
NA\$ Data not available NA - Not Applicable

*June 10, 2004 (Fresh subscription was received on this date)

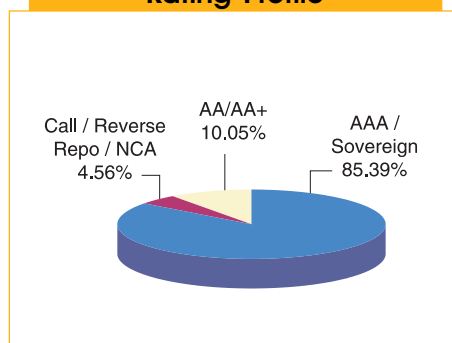
Past performance may or may not be sustained in future. The distribution tax has been included in the calculations of returns.

Avg Maturity	Duration	YTM
1.78 Years	1.74	6.02%

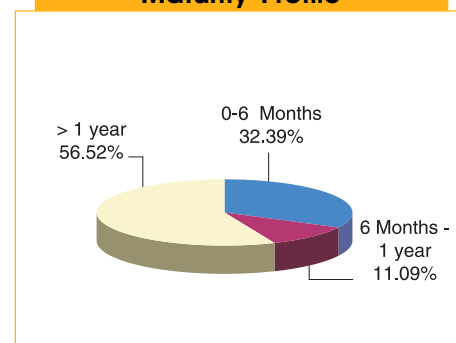
Asset Profile



Rating Profile



Maturity Profile



Chola Freedom Income - Short Term Fund

AAA^F
rated by
CRISIL

CFI-STF

(An Open-Ended Income Fund)

Fund Size of Rs. 109.55 crores as of November 30, 2004

Portfolio

Instrument	Weightage	Yield	Rating
Corporate Debt			
Citibank Ltd	13%	2.01%	AAA
Citicorp Finance Ltd	7.75%	4.63%	AAA
Fleet Trust April 2003 Series A2		2.06%	AAA
Fleet Trust May III 2003 Series A2		1.33%	AAA
Citifinancial Retail Services India Ltd		4.63%	AAA
Citi Financial Ltd	6.13%	8.26%	AAA
GE Capital Services India Ltd	9.20%	4.64%	AAA
GE Shipping Ltd	10.25%	0.47%	AAA
Grasim Industries Ltd	12.25%	0.14%	AAA
Kotak Mahindra Primus Ltd	6.25%	4.59%	AAA
PSU/PFI Debt			
ICICI Ltd	13.00%	2.77%	AAA
ICICI Bank Ltd	14.25%	4.85%	AAA
IDBI Ltd	11%	4.72%	AA+
IDBI Ltd	12.75%	1.00%	AA+
IDBI Ltd	14%	4.87%	AA+
IDBI Ltd		0.46%	AA+
IRFC Ltd	7.65%	1.78%	AAA
Nat Aluminium Co. Ltd.	14.50%	0.34%	AAA
NTPC-PTC Series XII		8.79%	AAA
Power Finance Corporation Ltd	9.25%	1.97%	AAA
IDBI Ltd	CP	5.42%	P1+
IDBI Ltd	CD	5.48%	P1+
Sovereign			
364 Days T Bill		6.25%	Sovereign
Other Deposits		4.58%	
Call/Repo Deposit		13.96%	

Investment Objective

To generate regular and stable income for the unitholders. The scheme will not invest in equities or equity related instruments.

Dividend History

Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
26-July-04 ^ ^	0.4960#*	0.0496*	Rs.10.0931
26-July-04 ^ ^	0.5310#\$	0.0531\$	Rs.10.0931
25-Aug-04 ^	0.298#*	0.0298*	Rs.10.0718
25-Aug-04 ^	0.318#\$	0.0318\$	Rs.10.0718
25-Aug-04 ^ ^	0.347#*	0.0347*	Rs.10.0750
25-Aug-04 ^ ^	0.371#\$	0.0371\$	Rs.10.0750
27-Sep-04 ^	0.2480*	0.0248	Rs.10.0769
27-Sep-04 ^	0.2650\$	0.0265	Rs.10.0769
27-Sep-04 ^ ^	0.2980*	0.0298	Rs.10.0781
27-Sep-04 ^ ^	0.3180\$	0.0318	Rs.10.0781
27-Sep-04•	0.8270*	0.0827	Rs.10.4326
27-Sep-04•	0.8840\$	0.0884	Rs.10.4326
25-Oct-04 ^	0.2270*	0.0227	Rs.10.0676
25-Oct-04 ^	0.2430\$	0.0243	Rs.10.0676
25-Oct-04 ^ ^	0.2270*	0.0227	Rs.10.0663
25-Oct-04 ^ ^	0.2430\$	0.0243	Rs.10.0663

* Corporate \$ Individual

• Semi Annual Dividend Plan # Monthly Dividend

^ CFI-STF Regular ^ ^ CFI-STF Institutional

Past performance may or may not be sustained in the future. The face value of the units is Rs. 10/-

Performance

	CFI-STF	CFI-STF- Institutional	CRISIL Short Term Fund Index
1 Month (32 Days)#	0.24%	0.27%	0.38%
3 Months (91 Days)#	0.74%	0.61%	0.75%
6 Months (183 Days)#	1.69%	1.68%	0.71%
1 Year\$	3.98%	4.21%	2.91%
Since Inception\$	6.24%	NA	5.52% ^

Scheme was repositioned as **Chola Freedom Income - Short Term Fund from March 08, 2002, hence the returns for 3 and 5 years is not given.

\$ Compounded Annualised Returns-%

Absolute Returns

^ From March 31, 2002

Past performance may or may not be sustained in future. The distribution tax has been included in the calculations of returns.

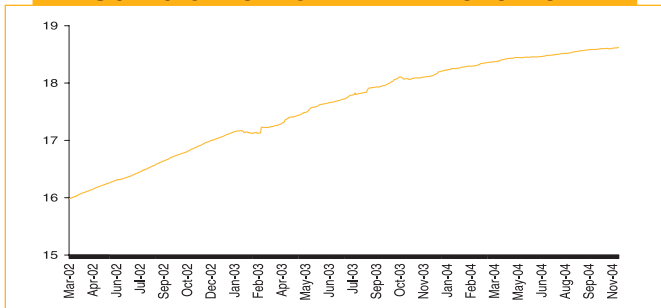
Avg Maturity

130 Days

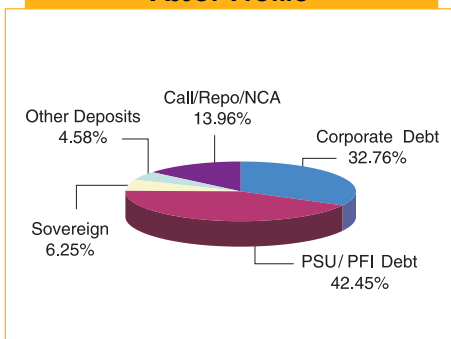
YTM

5.51%

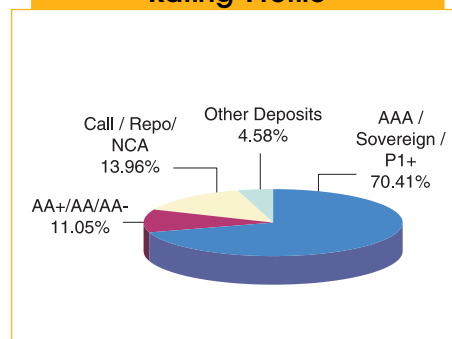
Cumulative Plan - NAV Movement



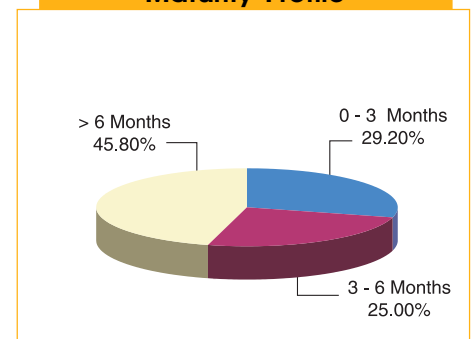
Asset Profile



Rating Profile



Maturity Profile



Chola Liquid Fund



CLF

(An Open-Ended High Liquidity Income Scheme)

Fund Size of Rs. 532.78 crores as of November 30, 2004

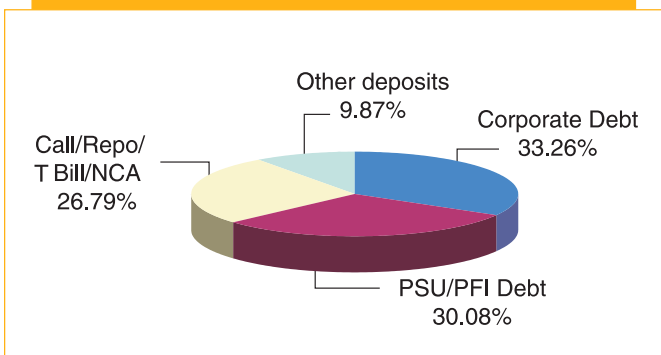
Portfolio

Scrip	Coupon	Weight	Rating
Corporate Debt			
Citicorp Maruti Finance Ltd	9.50%	0.40%	AAA
Citi Financial Con Fin (I) Ltd		0.99%	AAA
Citi Financial Consumer Ltd		2.96%	AAA
L&T Finance Ltd		1.97%	PR1+
Rabo India Finance P Ltd		1.97%	P1+
GE Capital Services India Ltd	CP	1.88%	P1+
GE Capital Services India Ltd	CP	2.81%	P1+
Development Credit Bank		2.96%	
Standard Chartered Loans & Invst Ltd	CP	4.83%	P1+
Torrent Pharmaceuticals Ltd	CP	0.98%	P1+
Jammu and Kashmir Bank Ltd.	CD	0.98%	P1+
Kotak Mahindra Bank Ltd.	CD	2.88%	P1+
Kotak Mahindra Bank Ltd	CD	1.86%	P1+
UTI Bank Ltd	CD	5.79%	P1+
PSU/PFI Debt			
HDFC Ltd		0.40%	AAA
Retail 2004 Series 1		1.02%	AAA
ICICI Bank Ltd	10.00%	0.99%	AAA
IDBI Ltd	15.00%	2.01%	AA+
IDBI Ltd		1.18%	AA+
IDFC Ltd		1.58%	P1+
HDFC Ltd	CP	5.81%	P1+
HDFC Ltd	CP	4.80%	P1+
IDBI Ltd	CP	4.91%	P1+
IDBI Ltd	CP	0.39%	P1+
IDFC Ltd	CP	0.20%	P1+
IL&FS Ltd	CP	2.92%	P1+
Kotak Mahindra Primus Ltd	CP	3.87%	P1+
Other Deposits			
		9.87%	
Net Current Assets			
		0.64%	
Call/Repo Deposit/TBill			
		26.15%	

w.e.f. 12 July, 2004

The portfolio of institutional plus - daily dividend re-investment plan has been merged with Chola Liquid Fund.

Asset Profile



Investment Objective

The Scheme seeks to generate reasonable returns while maintaining safety and providing the investor superior liquidity.

Performance

	CLF-Cum	CLF-Cum Institutional Plus	CRISIL Liquid Fund Index
7 Days#	0.09%	0.09%	0.13%
14 Days#	0.19%	0.19%	0.23%
1 Month (32 Days)#	0.43%	0.43%	0.39%
3 Months (91 Days)#	1.16%	1.19%	0.97%
6 Months (183 Days)#	2.20%	2.34%	1.91%
1 Year\$	4.44%	4.74%	3.92%
3 Years\$	5.66%	NA	NA
Since Inception\$	6.85%	5.03%*	NA

Absolute Returns

\$ Compounded Annualised Returns

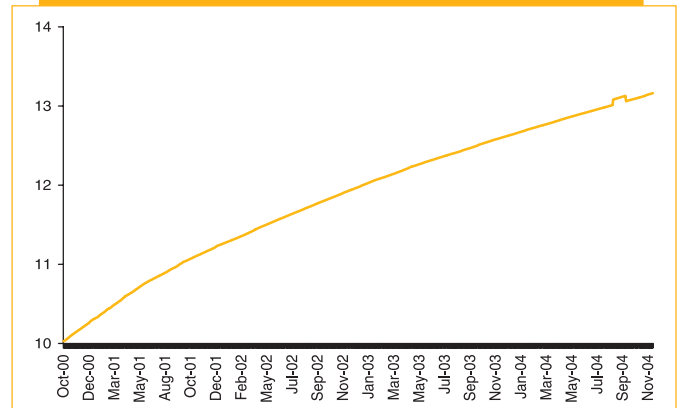
NA\$ Data not available

NA - Not Applicable

*From April 10, 2003

Past performance may or may not be sustained in future. The distribution tax has been included in the calculations of returns.

Cumulative Plan - NAV Movement



Avg Maturity

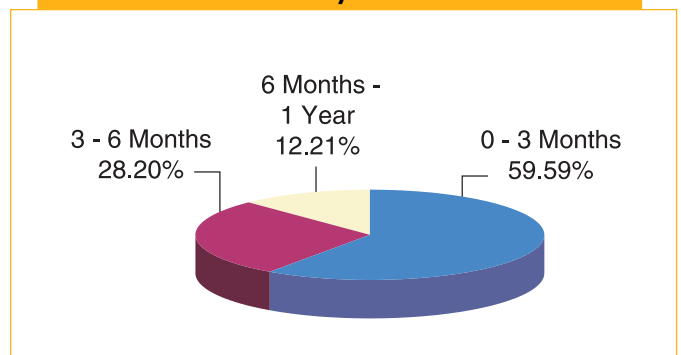
YTM

Chola Liquid Fund-Cumulative

96 Days

5.21%

Maturity Profile



Chola Floating Rate Fund

CFRF

(An Open-Ended Income Scheme)

Fund Size of Rs. 38.12 crores as of November 30, 2004

Portfolio

Scrip	Coupon	Weight	Rating
Corporate Debt			
Citi Financial Con Fin (I) Ltd		13.12%	AAA
HDFC Ltd		10.58%	AAA
PSU/PFI Debt			
IDBI Ltd		7.87%	AA+
IDFC Ltd		28.82%	P1+
IDBI Ltd	CP	5.18%	P1+
Other Deposits			
Call/Repo Deposit/TBill		21.31%	

Avg Maturity	YTM
55 Days	5.31%

Investment Objective

The primary objective is to provide income consistent with the prudent risk from a portfolio comprising substantially of floating rate debt instruments, money market instruments and fixed rate debt instruments swapped for floating rate return.

Performance

	CFRF	CRISIL Liquid Fund Index
1 Month#(32 days)	0.41%	0.39%
Since Inception# (25/08/04)	1.25%	1.07%

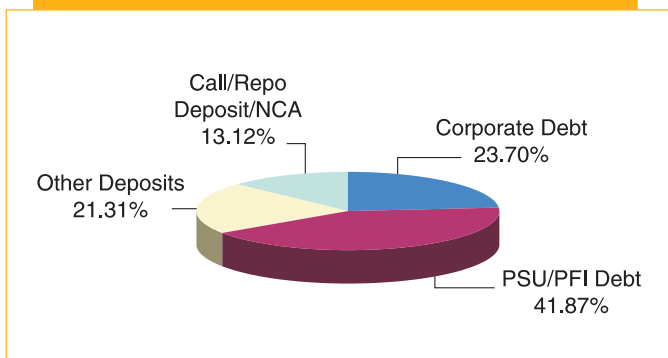
Absolute Returns

Scheme "Chola Floating Rate Fund (CFRF)" was reopened on 25th Aug '04.

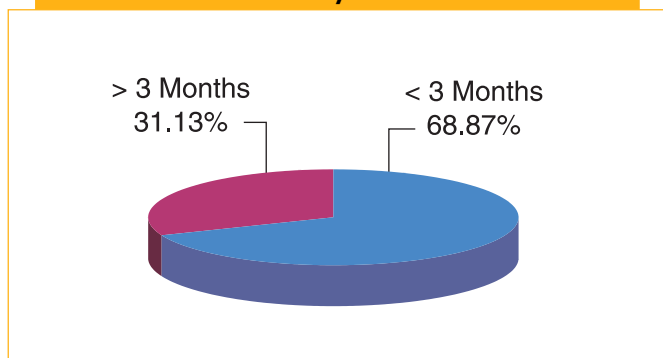
Past performance may or may not be sustained in the future.

The distribution tax has been included in the calculations of returns.

Asset Profile



Maturity Profile



Chola GILT Investment Plan

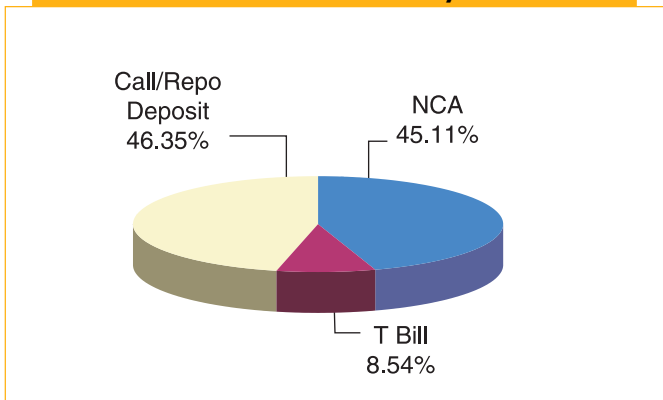
CGIP

(An Open-Ended Dedicated Gilts (Govt. Securities) Scheme) Fund Size of Rs. 195.73 crores as of November 30, 2004

Portfolio

Scrip	Coupon	Weight	Rating
364 Days Tbill		8.54%	P1 +
Net Current Assets		45.11%	
Call/Repo Deposit/TBill		46.35%	

Sector Summary



Avg Maturity	Duration	YTM
14.64 Days	0.04	4.85

Investment Objective

The Scheme seeks to generate returns from a portfolio from investment in Government Securities.

Dividend History

Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
25-Jun-01	3.50	0.35	Rs.10.57
25-Sep-01	5.00	0.50	Rs.10.72
26-Dec-01	5.00	0.50	Rs.10.70
26-Mar-02	5.00	0.50	Rs.10.83
25-Jun-02	2.00	0.20	Rs.10.23
25-Sept-02	3.00	0.30	Rs.10.5246
26-Dec-02	5.00	0.50	Rs.10.8981
25-Mar-03	2.50	0.25	Rs.10.3451
25-Jun-03	5.00	0.50	Rs.10.6581
25-Sept-03	3.00	0.30	Rs.10.5004
26-Dec-03	4.00	0.40	Rs.10.7098
25-Mar-04	2.0	0.20	Rs.10.3755
27-Sep-04	0.8270*	0.0827	Rs.10.2309
27-Sep-04	0.8840\$	0.0884	Rs.10.2309

PF Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
30-Mar-04	10	0.10	Rs. 10.1314

* Corporate \$ Individual

Past performance may or may not be sustained in future.
The face value of the units is Rs. 10/-

Performance

	CGI	I-Sec LI-BEX
1 Year\$	1.67%	-6.71%
2 Years\$	8.55%	4.23%
3 Years\$	10.57%	NA\$
Since Inception\$	13.27%	NA\$

NA\$ Data not available

NA - Not Applicable

\$ Compounded Annualised Returns - %

Past performance may or may not be sustained in the future.

The distribution tax has been included in the calculations of returns.

Chola Monthly Income Plan

CMIP

(An Open-Ended Income Scheme With No Assured Returns)

Fund Size of Rs. 16.11 crores as of November 30, 2004

Portfolio

Scrip	Coupon	Weight	Rating
Corporate Debt			
Fleet Trust April 2003 Series A2		4.66%	AAA
Citi Financial Ltd	6.13%	6.23%	AAA
GE Shipping Ltd	10.25%	3.16%	AAA
Hindalco Industries Ltd	9.75%	6.52%	AAA
PSU/PFI Debt			
ICICI Ltd	13.00%	12.54%	AAA
IDBI Ltd		3.10%	AA+
IRFC Ltd	7.65%	0.64%	AAA
NTPC-PTC Series XII		14.90%	AAA
Power Finance Corporation Ltd	9.25%	13.36%	AAA
Equity			
Associated Cement Companies Ltd.		2.03%	
Hindalco Industries Ltd.		2.43%	
ICICI Bank Ltd		1.48%	
Infosys Technologies Ltd		2.67%	
Ranbaxy Laboratories Limited		2.44%	
Reliance Industries Ltd		1.92%	
Tata Consultancy Services Ltd		1.98%	
Ultratech Cement Company Ltd		1.47%	
Call/Repo Deposit/Tbill/NCA		18.47%	

Avg Maturity	YTM
1.48 years	4.77%

Investment Objective

The Scheme seeks to generate monthly income through investment in a range of Debt, Equity and Money Market instruments.

Dividend History

Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
25-Jun-04	0.70#	0.070	Rs.10.0982
26-Jul-04	0.8271*	0.0827	Rs.10.1475
26-Jul-04	0.8844\$	0.0884	Rs.10.1475
25-Aug-04	0.496*	0.0496	Rs.10.1138
25-Aug-04	0.531\$	0.0531	Rs.10.1138
27-Sep-04	0.5790*	0.0579	Rs.10.1606
27-Sep-04	0.6190\$	0.0619	Rs.10.1606
27-Sep-04	1.7370*#	0.1737	Rs.10.3535
27-Sep-04	1.8570\$#	0.1857	Rs.10.3535
25-Oct-04	0.5790*	0.0579	Rs.10.1632
25-Oct-04	0.6190\$	0.0619	Rs.10.1632
25-Nov-04	0.5790*	0.0579	Rs.10.1894
25-Nov-04	0.6190\$	0.0619	Rs.10.1894

* Corporate \$ Individual

Past performance may or may not be sustained in the future.
The face value of the units is Rs. 10/- # Quarterly Dividend

Performance

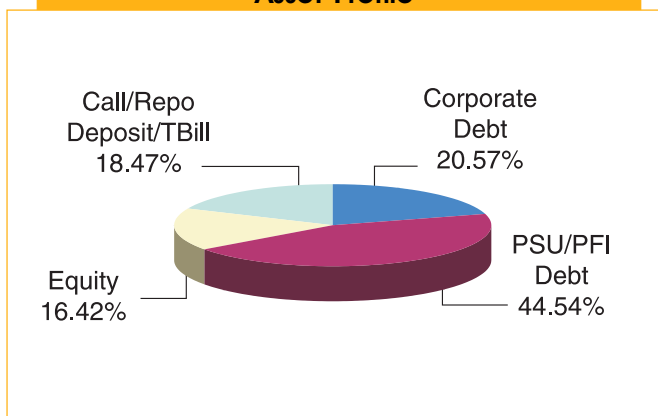
	CMIP	CRISIL Blended MIP Index
1 Month (32 Days)#	1.39%	1.41%
3 Months (91 Days)#	3.21%	2.39%
6 Months (183 days)#	5.40%	1.98%
1 Year\$	7.14%	3.25%
Since Inception\$*	10.06%	7.62%

Absolute Returns

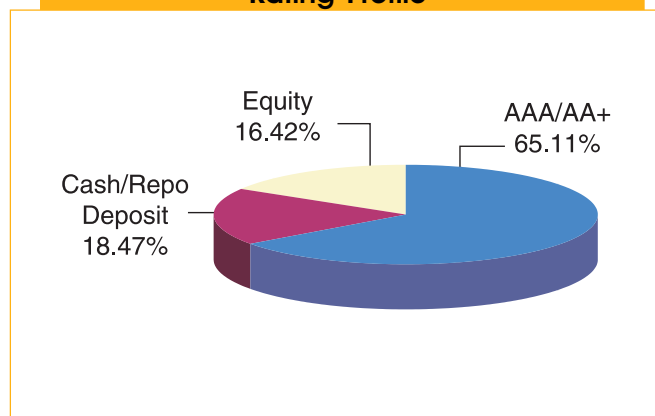
* Converted from close ended to open-ended w.e.f. July 31, 2003 and renamed as Chola Monthly Income Plan. Hence the returns of 3 & 5 years are not given.

Past performance may or may not be sustained in the future.
The distribution tax has been included in the calculations of returns.

Asset Profile



Rating Profile



Chola Income Plus

CIP

(An Open-Ended Income Scheme)

Fund Size of Rs. 3.76 crores as of November 30, 2004

Portfolio

Scrip	Coupon	Weight	Rating
Corporate Debt			
Associates India Finance Ltd	7.80%	27.16%	AAA
PSU/PFI Debt			
IDFC Ltd		26.57%	P1 +
Sovereign			
364 Days T Bill		25.95%	P1 +
Equity			
Hindalco Industries Ltd.		1.04%	
ICICI Bank Ltd		1.18%	
Infosys Technologies Ltd		1.26%	
Indian Petrochemicals Corpn. Ltd.		0.77%	
Patni Computers Systems Ltd		0.98%	
Call/Repo Deposit			
		15.09%	

Avg Maturity	YTM
135 Days	5.03%

Investment Objective

The objective of the scheme is to predominately invest in a range of debt and money market instruments with a modest exposure to equity and equity related instruments.

Dividend History

Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
29-Sep-04	0.6620*	0.0662	Rs.10.1520
29-Sep-04	0.7080\$	0.0708	Rs.10.1520

* Corporate \$ Individual

Past performance may or may not be sustained in the future.

The face value of the units is Rs. 10/-

Performance

	CIP	CRISIL Blended MIP Index
7 Days#	0.22%	0.86%
14 Days #	0.22%	1.05%
1 Month (32 Days)#	0.77%	1.41%
Since Inception (09/08/04)#	2.49%	2.75%

Absolute Returns

Scheme "Chola Income Plus (CIP)" was reopened on 9th Aug 04.

Past performance may or may not be sustained in the future.

The distribution tax has been included in the calculations of returns.

Sector Summary

