



# Fact Sheet

January - 2006

For Private Circulation Only

**Chola**  
**MUTUAL**  
**FUND**

# Take a different road to success



PRESENTING

## Chola Contra Fund

(An open-ended equity scheme)

**HURRY!**  
NFO OPENS 17TH JAN '06  
NFO CLOSSES 14TH FEB '06

The fund with its unique 'contrarian' approach invests in stocks that have not performed and are undervalued as majority of investors have ignored such companies. These stocks have the potential to come back strongly because of their sound fundamentals and proven track record. So take a different approach from the rest and reap the rewards.

Call: 1600 22 2300    SMS: 'CHOLA' at 7333    Visit: [www.cholamutualfund.com](http://www.cholamutualfund.com)

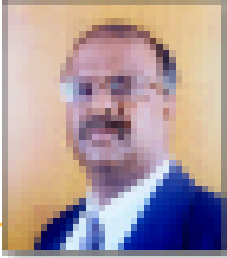
**Chola**  
MUTUAL  
FUND

**CHOLA MUTUAL FUND - BRANCHES:** • Ahmedabad 9898046210 • Bangalore 41811055/41811056 • Baroda 2351740 • Chandigarh 9815884100 • Chennai 25307405 • Cochin 9895553190 • Coimbatore 9894945345 • Hyderabad 55737001 • Jaipur 9829422699 • Kolkata 22837370 • Lucknow 9839177668 • Madurai 9842117174 • Mumbai 56574000/22025074 • New Delhi 23353048 • Pune 25510468

**Investment Objective:** The objective of the scheme is to generate capital appreciation by investing in equity and equity related instruments by using a contrarian strategy. Contrarian investing refers to buying into fundamentally sound scrips which have underperformed / not performed to their full potential in their recent past.  
**Asset Allocation:** Equity & Equity related instruments: 65% - 100% Debt & Money Market Instruments: 0-35% **Investment Amt:** Rs. 5000/- and in multiples of Re.1/- thereafter. Additional Purchase: Rs. 1000/- and in multiples of Re.1/- **For SIP:** Min. 12 installments of Rs 500 each or minimum 6 installments of Rs. 1000/- each. **Terms of issue:** Sales of units at Rs.10/- per unit for cash plus applicable load during the new fund offer and at NAV related prices after the scheme re-opens for ongoing sales **Applicable Loads:** (During NFO & for ongoing sales) For Each Investment Amount: <=Rs. 1 crore Entry Load: 2.25% Exit : Nil ; For each investment amount : >Rs. 1 crore up to Rs 5 crore Entry Load: Nil Exit Load: 0.5% if redeemed within 3 months , For each investment > Rs. 5 crore Entry Load: Nil. Exit Load: Nil **Applicable Loads under SIP:** Entry Load : Nil Exit Load : 2.25% if redeemed on or before expiry of 365 days; if redeemed after 365 days - Nil. **Investment Options:** Dividend & Cumulative **Risk Factors:** All investments in Mutual Funds and Securities are subject to market risks and the NAV of the Scheme may go up or down, depending upon the factors and forces affecting the securities market. There cannot be any assurance that the Schemes' Investment Objectives can be achieved. The past performance of the AMC, Mutual Fund, the Sponsor or its Group affiliation is not indicative of the future performance of the Scheme. The Sponsor is neither responsible nor liable for any loss resulting from the operation of the Scheme beyond the initial contribution of Rs. 1 Lakh made by them towards setting up of the Mutual Fund. Chola Contra Fund is only the name and does not in any manner indicate the quality of the Scheme, its future prospects or returns. For scheme-specific risk factors and other details investors are requested to refer to the Offer Document of the scheme carefully before making any investment. The scheme does not guarantee any assured returns to the investors. • **Statutory Details:** Chola Mutual Fund has been established as a trust under the Indian Trust Act, 1882 by Cholamandalam Investment and Finance Company Limited (liability restricted to seed corpus of Rs. 1 lakh) with Cholamandalam Trustee Co. Ltd. as the Trustee and Cholamandalam AMC Ltd. as the Investment Manager. • For offer document and application forms, please contact your nearest collection centre / AMC Office.

## From the Desk of the Chief Executive

Sashi Krishnan



We are delighted to inform our investors, distributors and other stake holders that the sponsor of Chola Mutual Fund, Cholamandalam Investment and Finance Company Limited (CIFCL), is now a joint venture between Cholamandalam and DBS Bank of Singapore. The company will be renamed as Cholamandalam DBS Finance Limited with the approval of shareholders and after necessary regulatory approvals.

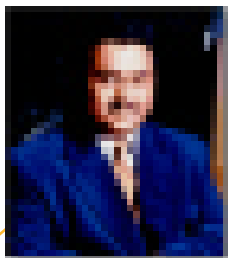
Headquartered in Singapore, DBS is one of the largest financial services groups in Asia. The largest bank in Singapore and the fifth largest banking group in Hong Kong as measured by assets, DBS is a leader in consumer banking, asset management, securities brokerage and equity and debt fund raising. Beyond the anchor markets of Singapore and Hong Kong, DBS serves corporate, institutional and retail customers through its operations in Thailand, Malaysia, Indonesia, India and Philippines. The Bank's credit ratings are one of the highest among banks competing in the Asia-Pacific region, and the highest among banks in Singapore.

DBS Asset Management is the fastest growing fund manager in Singapore with assets under management of S\$12.6 billion. DBS Asset Management also has a strong presence in Malaysia, Hong Kong and other Asian countries. Cholamandalam AMC will be renamed DBS Cholamandalam AMC Limited, subsequent to receiving regulatory approvals. DBS Cholamandalam AMC will work closely with the DBS group to launch innovative products and deliver cutting edge fund management services to investors.

As part of our commitment to offer investors products that can create wealth for themselves, we have launched a new fund - Chola Contra Fund. Chola Contra Fund will adopt a 'contrarian' style/strategy of investing. The fund will invest in fundamentally sound companies that have underperformed the markets as the 'herd' has ignored them for various reasons. The fund will anticipate trends and not follow trends. The investment strategy will be to create opportunities for superior returns in the long run and reduce investment risk.

Chola Contra Fund is a very relevant product for investors and should be a part of the investment portfolio of all investors. The Indian markets have performed extremely well over the last 3 years. In the last year the stock market gave a return of 42% as measured by the return of the Sensex. However, we believe that the easier part of the market rally is over. From here on it is important to focus on a portfolio of fundamentally sound stocks which have the potential to generate superior returns. A contrarian strategy is the best strategy to adopt at this stage of the market. It is also worthwhile to note that contrarian opportunities arise in all markets. Interestingly, in the bull market of 2005, an analysis of the BSE 500 stocks shows that 101 stocks gave negative returns and 220 stocks underperformed the market!

We at Chola Mutual Fund, continue to maintain a track record of delivering superior risk adjusted returns to investors. The ET mutual fund quarterly ranking compiled by Lipper and published on 16th January 2006 has ranked Chola Mid Cap Fund in the third position among all equity funds. The rankings are based on the return-risk parameter. Chola Mid Cap Fund also has the distinction of having the lowest negative period returns among all funds.



### Equity Markets

The Journey towards the 10,000 mark continues unabated. BSE Sensex rose 5.6% to close at 9,920 and CNX Midcap index rose 6.9% in January 2006. FII inflow in January was around US\$700mn, lower than the US\$1bn+ that we have been receiving every month recently. Surprisingly, domestic MFs were net sellers to the extent of US\$267mn. January however saw the domestic MF raising about US\$1.5bn in NFOs. This should augur well going forward.

3QFY06 results are out now and Sensex companies have shown a 14% increase in sales and net profit. Domestic plays such as capital goods, auto, power, consumer and banking showed above average growth. Global commodities such as petrochemicals, metals and oil & gas saw profits contract. While the aggregate growth rate is in line with expectations, it confirms the slowdown in corporate profit growth that we are seeing since the last 3 quarters.

Easier part of the market rally is now over, we think. Most part of the rally in the last 2.5 years was led by strong corporate profit growth in the range of 30-35% pa. While the profit growth rate will remain above 12-15%, slowdown is imminent. Over the last few months the market rally is now more led by a valuation i.e P/E re-rating. We are now at around 16X P/E on year forward earnings, which is much above the range of 12-14X for most part of the last 2.5 years. Clearly, risk levels in the market have now risen comparatively. Long term prospects for the market remain intact though. Visibility and sustainability of high economic growth should provide a reasonably strong corporate profit growth.

Considering this, we now advise investors to adopt a 'contrarian' strategy which is a lower risk-high return potential strategy. Markets always tend to move in 'herds'. Investors follow trends and short term events, resulting in stocks trading at much higher or lower than their intrinsic value. A contrarian focuses on investing in fundamentally sound companies whose share prices have not performed in the recent past and have been ignored by the herd. Contrarian strategy involves anticipating trends and looking at the big picture thereby identifying fundamentally sound companies which are available at a discount to their value. Contrarian strategy is a lower risk strategy as there is not much downside risk to share prices of fundamentally sound companies which have not performed in the recent past.

While contrarian strategy works in all markets, it is much relevant at this stage of the market where risk levels have risen. It is in this context that we have now launched Chola Contra Fund, a diversified equity fund.

### Fixed Income Markets

Tight liquidity conditions continued during last month. Short-term yields continued to remain high with overnight rates above 7%, leading to yield curve inversion. RBI reviewed the Credit Policy with cautious under tone and growth forecast of 8%. Concerns that rising crude oil prices may push up domestic inflation prompted RBI to hike Reverse Repo and Repo rates by 25 basis points, while leaving other key benchmark rates like CRR, Bank Rate unchanged. RBI move surprised the market and with no indications of easing liquidity in the system, the yield curve shifted by 20-25 basis points across the tenors. Overnight rates stayed in above 7% for most part of the month, with average of INR 10000 crores borrowed from RBI, under LAF, at 6.50%. GOI auction of INR 14000 crores scheduled in February could put further pressure on liquidity and push up the yields further. Banks continued to borrow heavily in the inter-bank market, pushing C/D ratio to all time high of 70%. Since average SLR holding of banks is close to statutory limit of 25%, demand for GOI bonds is likely to be strong. Going forward with no easing of liquidity in near future and strong demand for GOI securities, from Banks and Insurance companies, the yield curve is expected to stay inverted.

Our recommendations-Liquid, Short-Term Floating Rate Fund and FMPs.

# Cholamandalam Growth Fund

as on January 31, 2006

## 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.

## Features

|   |                                  |
|---|----------------------------------|
| Fund Size                                       | : Rs. 39.49 Crores               |
| Type of Fund                                    | : Open-Ended<br>Growth Scheme    |
| NAV   |                                  |
| • Quarterly Dividend Option                     | : Rs. 14.18                      |
| • Cumulative Option*                            | : Rs. 23.83                      |
| Inception Date                                  | : 17-Sep-01                      |
| Fund Manager                                    | : Tridib Pathak                  |
| Dividend Distribution                           | : Quarterly                      |
| Minimum Investment for New / Existing Investors | : Rs. 5000/1000                  |
| Entry Load                                      | : <= 1 Cr : 2.25%<br>> 1 Cr: Nil |
| Exit Load / CDSC                                | : Nil                            |
| Cut Off Time                                    |                                  |
| • Purchase                                      | : 3 p.m.                         |
| • Redemption                                    | : 3 p.m.                         |
| Benchmark Index                                 | : BSE Sensex                     |

## Style Matrix

|      |       | Style  |       |       |  |
|------|-------|--------|-------|-------|--|
|      |       | Growth | Blend | Value |  |
| Size | Large |        |       |       |  |
|      | Mid   |        |       |       |  |
|      | Small |        |       |       |  |

Shading within the Style Matrix indicates areas in which the Fund generally invests.

## Fund Manager's Comments

Cholamandalam Growth Fund is a diversified equity fund with investment predominantly in large caps stocks. The Fund has no bias towards growth style or value style. Current strategy of the fund is to focus on stocks from cement, banking and IT services.

# CGGF

## Portfolio

| Script                               | % of Portfolio |
|--------------------------------------|----------------|
| Satyam Computers                     | 7.52%          |
| Mahindra & Mahindra                  | 6.15%          |
| ACC Ltd.                             | 5.32%          |
| Tata Motors Ltd                      | 5.10%          |
| ICICI Bank Ltd                       | 4.63%          |
| Allahabad Bank                       | 4.46%          |
| Pantaloon Retail (I) Ltd             | 4.45%          |
| BHEL                                 | 4.44%          |
| Gujarat Ambuja Cements Ltd           | 4.22%          |
| Bajaj Hindustan Ltd                  | 4.17%          |
| Oriental Bank Of Commerce            | 4.12%          |
| Infosys Technologies Ltd             | 4.11%          |
| Tata Tea Ltd                         | 4.01%          |
| Bharat Forge Ltd                     | 3.99%          |
| Mahanagar Telephone Nigam Ltd        | 3.95%          |
| Hexaware Technologies Ltd            | 3.11%          |
| Goodlass Nerolac Paints Ltd          | 3.03%          |
| Ultratech Cement Co. Ltd             | 2.69%          |
| Industrial Development Bank of India | 2.26%          |
| Birla Corporation Ltd                | 2.15%          |
| Dishman Pharmaceuticals & Chemicals  | 1.98%          |
| Blue Dart Express Ltd                | 1.82%          |
| Hindalco                             | 1.37%          |
| Pantaloon Retail(I)Ltd               | 0.89%          |
| Celebrity Fashions Ltd               | 0.47%          |
| <b>Corporate Debt</b>                |                |
| Citi Financial Con Fin (I) Ltd       | 5.07%          |
| UTI Bank Ltd                         | 3.72%          |
| <b>Cash</b>                          | <b>0.80%</b>   |

## 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                     |
| 10-Dec-04           | 10     | 1.00     | Rs. 12.42                     |
| 28-Mar-05           | 10     | 1.00     | Rs. 12.30                     |
| 3-Oct-05            | 20     | 2.00     | Rs. 14.83                     |

### \$ Quarterly Dividend

Past performance may or may not be sustained in future.

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

\* Interim Dividend

## Performance

|                      | CGF    | BSE Sensex |
|----------------------|--------|------------|
| 3 Months (92 Days)#  | 22.14% | 25.69%     |
| 6 Months (184 Days)# | 23.99% | 29.92%     |
| 1 Year\$             | 46.38% | 51.31%     |
| 3 Years\$            | 56.87% | 45.00%     |
| Since Inception\$*   | 42.89% | 34.85%     |

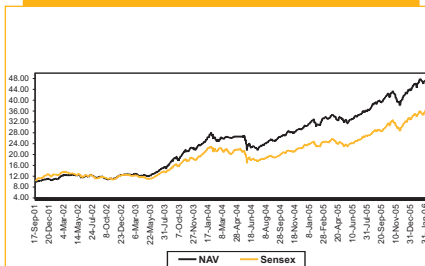
# Absolute Returns

\$ Compounded Annualised Returns

\* Allotment date is 17-09-2001

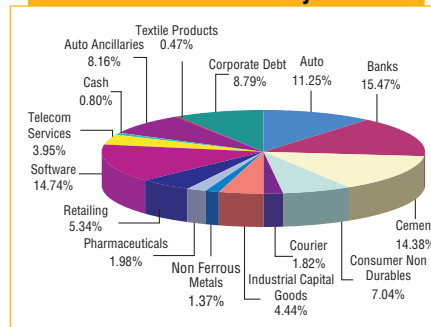
Past performance may or may not be sustained in future.

## NAV Movement vis-à-vis Sensex



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

## Sector Summary



# Chola Midcap Fund

as on January 31, 2006

## 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.

## Features

|   |                                 |
|---|---------------------------------|
| Fund Size                                       | : Rs. 84.01 Crores              |
| Type of Fund                                    | : Open-Ended<br>Equity Scheme   |
| NAV   |                                 |
| • Dividend Option                               | : Rs. 15.06#                    |
| • Cumulative Option                             | : Rs. 22.14                     |
| Inception Date                                  | : 9-Aug-04                      |
| Fund Manager                                    | : Tridib Pathak                 |
| Dividend Distribution                           | : #                             |
| Minimum Investment for New / Existing Investors | : Rs. 5000/1000                 |
| Entry Load                                      | : <= 1 Cr : 2.25%<br>>1 Cr: Nil |
| Exit Load / CDSC                                | : Nil                           |
| Cut Off Time                                    |                                 |
| • Purchase                                      | : 3 p.m.                        |
| • Redemption                                    | : 3 p.m.                        |
| Benchmark Index                                 | : CNX Midcap Index              |

# Declared as and when decided by the Trustees

## Style Matrix

|      |        |       |       |  |
|------|--------|-------|-------|--|
|      | Style  |       |       |  |
|      | Growth | Blend | Value |  |
| Size | Large  |       |       |  |
|      | Mid    |       |       |  |
|      | Small  |       |       |  |

Shading within the Style Matrix indicates areas in which the Fund generally invests.

## Fund Manager's Comments

Chola Midcap Fund is a diversified equity fund with investments predominantly in midcap stocks. The Fund has no bias towards growth style or value style. The fund focuses on stocks which have the potential to become large cap stocks of tomorrow. The fund selects stocks after applying any one of the following filters - stocks which are leaders, stocks from a sunrise industry, globally competitive companies, companies with a niche positioning and stocks which are proxies to large cap stocks. Usually the fund restricts single stock exposure to 5% and keeps cash of 10-15% to manage liquidity risk.

# CMF

## Portfolio

| Scrip                               | % of Portfolio |
|-------------------------------------|----------------|
| Jain Irrigation Systems Ltd         | 5.58%          |
| Infotech Enterprises Ltd            | 4.94%          |
| Balkrishna Industries Ltd           | 4.38%          |
| Madras Cements Ltd                  | 4.32%          |
| United Phosphorus Ltd               | 4.31%          |
| Bajaj Hindustan Ltd                 | 4.25%          |
| Dishman Pharmaceuticals & Chemicals | 4.16%          |
| Alok Industries Ltd                 | 3.69%          |
| Alfa Laval India Ltd                | 3.64%          |
| Crompton Greaves Ltd                | 3.44%          |
| Blue Dart Express Ltd               | 3.36%          |
| Aventis Pharma Ltd                  | 3.22%          |
| Emco Ltd                            | 3.21%          |
| Pantaloon Retail (I) Ltd            | 3.18%          |
| Viyaya Bank                         | 3.06%          |
| Hexaware Technologies Ltd           | 2.94%          |
| Volta Ltd                           | 2.76%          |
| Thermax Ltd                         | 2.75%          |
| Automotive Axles Ltd                | 2.73%          |
| Goodlass Nerolac Paints Ltd         | 2.66%          |
| Amtek Auto Ltd                      | 2.52%          |
| Birla Corporation Ltd               | 2.35%          |
| Gokaldas Exports Ltd                | 1.91%          |
| Kale Consultants Ltd                | 1.90%          |
| Geometric Software Solutions Ltd.   | 1.87%          |
| Geodesic Information Systems Ltd    | 1.56%          |
| Welspun India Ltd                   | 1.49%          |
| Vimta Labs Ltd                      | 1.02%          |
| Pantaloon Retail(I)Ltd              | 1.00%          |
| Celebrity Fashions Ltd              | 0.42%          |
| <b>Corporate Debt</b>               |                |
| Citi Financial Con Fin (I) Ltd      | 5.96%          |
| <b>Cash</b>                         | <b>5.42%</b>   |

## 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                     |
| 24-Jan-05           | 10     | 1.00     | Rs. 12.33                     |
| 14-Mar-05           | 10     | 1.00     | Rs. 12.86                     |
| 19-Sep-05           | 20     | 2.00     | Rs. 15.79                     |

Past performance may or may not be sustained in future.

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

## Performance

|                      | CMF    | CNX Midcap Index ^ |
|----------------------|--------|--------------------|
| 3 months (92 days)#  | 21.98% | 23.85%             |
| 6 months (184 days)# | 29.55% | 26.38%             |
| 1 Year \$            | 58.14% | NA                 |
| Since Inception*     | 71.13% | NA                 |

# Absolute Returns

NA - Not Applicable

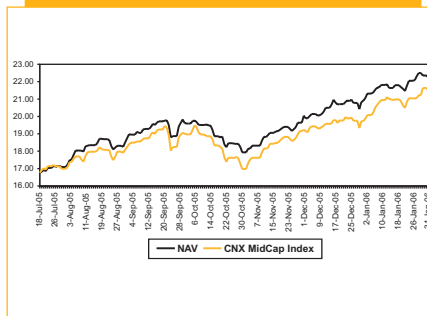
\$ Compounded Annualised Returns

\* Allotment date is 09/08/2004

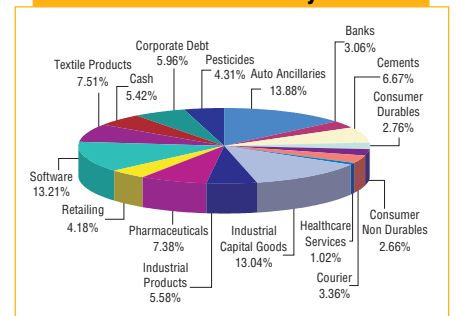
Past performance may or may not be sustained in future.

^ Chola Midcap Fund was benchmarked to CNX Midcap 200 Index since inception of the scheme. However, w.e.f. 18/07/05, the CNX Midcap 200 Index has been discontinued and a new index known as CNX Midcap Index was launched. As a result, the scheme is benchmarked to CNX Midcap Index w.e.f. 18/07/05.

## NAV Movement vis-à-vis CNX Midcap Index



## Sector Summary



## Disclaimer

"The Chola Midcap Fund, which is benchmarked to CNX Midcap Index is not sponsored, endorsed, sold or promoted by India Index Services & Products Limited (IISL). IISL is not responsible for any errors or omissions or the results obtained from the use of such index and in no event shall IISL have any liability to any party for any damages of whatsoever nature (including lost profits) resulted to such party due to purchase or sale or otherwise of such product benchmarked to such index."

# Chola Opportunities Fund

as on January 31, 2006

## Investment Objective

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

## Features

|   |                                       |
|---|---------------------------------------|
| Fund Size                                       | : Rs. 6.23 Crores                     |
| Type of Fund                                    | : Open-Ended<br>Growth Fund           |
| NAV   |                                       |
| • Quarterly Dividend Option                     | : Rs. 13.15                           |
| • Cumulative Option                             | : Rs. 20.23                           |
| Inception Date                                  | : 27-Nov-97                           |
| Fund Manager                                    | : Pradeep Kumar                       |
| Dividend Distribution                           | : Quarterly                           |
| Minimum Investment for New / Existing Investors | : Rs. 3000/1000                       |
| Entry Load                                      | : <=10 Lacs : 2.25%<br>>10 Lacs : Nil |
| Exit Load / CDSC                                | : Nil                                 |
| Cut Off Time                                    |                                       |
| • Purchase                                      | : 3 p.m.                              |
| • Redemption                                    | : 3 p.m.                              |
| Benchmark Index                                 | : BSE Sensex                          |

## Style Matrix

|      |        |       |       |  |
|------|--------|-------|-------|--|
|      | Style  |       |       |  |
|      | Growth | Blend | Value |  |
| Size | Large  |       |       |  |
|      | Mid    |       |       |  |
|      | Small  |       |       |  |

Shading within the Style Matrix indicates areas in which the Fund generally invests.

## Fund Manager's Comments

Chola Opportunities Fund is a focused equity fund with exposure to a few high growth sectors of the economy. The fund has a bias towards the growth style of investing.

# COF

## Portfolio

| Scrip                             | % of Portfolio |
|-----------------------------------|----------------|
| Infotech Enterprises Ltd          | 12.59%         |
| ACC Ltd.                          | 9.65%          |
| Amtek Auto Ltd                    | 7.24%          |
| Satyam Computers                  | 7.19%          |
| Alfa Laval India Ltd.             | 6.33%          |
| Gujarat Ambuja Cements Ltd        | 6.25%          |
| Patni Computers Systems Ltd       | 6.20%          |
| Alok Industries Ltd               | 5.25%          |
| Geodesic Information Systems Ltd  | 5.01%          |
| Oriental Bank Of Commerce         | 4.82%          |
| IDFC Ltd                          | 4.64%          |
| Allahabad Bank                    | 4.51%          |
| Geometric Software Solutions Ltd. | 4.32%          |
| Sundaram Clayton Ltd              | 4.10%          |
| Kale Consultants Ltd              | 3.96%          |
| Birla Corporation Ltd             | 3.91%          |
| Cash                              | 4.03%          |

## 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/-

## Performance

|                      | COF    | BSE Sensex |
|----------------------|--------|------------|
| 3 Months (92 Days)#  | 15.21% | 25.69%     |
| 6 Months (184 Days)# | 21.94% | 29.92%     |
| 1 Year\$             | 40.68% | 51.31%     |
| Since Inception \$*  | 30.70% | 33.99%     |

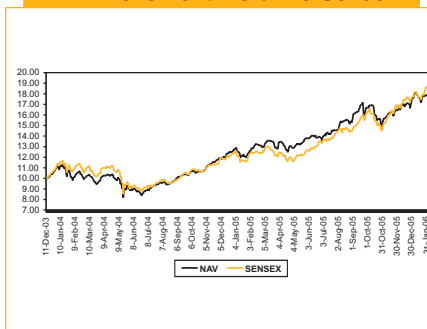
\* Scheme was renamed as **Chola Opportunities Fund** on December 11, 2003. Due to change in the investment objectives, the returns for 3 and 5 years is not given.

# Absolute Returns

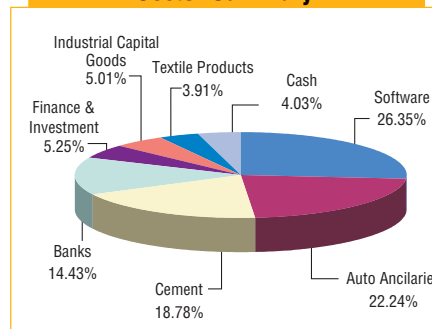
\$ Compounded Annualised Returns

Past performance may or may not be sustained in future.

## NAV Movement vis-à-vis Sensex



## Sector Summary



# Chola Multi-Cap Fund

as on January 31, 2006

## Investment Objective

To provide long term capital appreciation by investing in a well diversified portfolio of equity & equity related instruments across all ranges of market capitalisation.

## Features

|   |   |
|---|---|
| Fund Size                                       | : Rs. 75.89 Crores                      |
| Type of Fund                                    | : Open-Ended Equity Scheme              |
| NAV   |   |
| • Dividend Option                               | : Rs. 13.75#                            |
| • Cumulative Option                             | : Rs. 15.54                             |
| Inception Date                                  | : 28-Jan-05                             |
| Fund Manager                                    | : Tridib Pathak                         |
| Dividend Distribution                           | : -                                     |
| Minimum Investment for New / Existing Investors | : Rs. 5000/1000                         |
| Entry Load                                      | : <= 1 Crore : 2.25%<br>> 1 Crore : Nil |
| Exit Load / CDSC                                | : Nil                                   |
| Cut Off Time                                    |   |
| • Purchase                                      | : 3 p.m.                                |
| • Redemption                                    | : 3 p.m.                                |
| Benchmark Index                                 | : S&P CNX 500                           |

# Declared as and when decided by the Trustees

## Style Matrix

|      |        |       |       |  |
|------|--------|-------|-------|--|
|      | Style  |       |       |  |
|      | Growth | Blend | Value |  |
| Size | Large  |       |       |  |
|      | Mid    |       |       |  |
|      | Small  |       |       |  |

Shading within the Style Matrix indicates areas in which the Fund generally invests.

## Fund Manager's Comments

Chola Multi-Cap Fund, is a truly diversified fund with investments in large cap, mid cap and small cap stocks. Currently, 40% of the fund is invested in large cap and around 50% in mid cap stocks.

# CMCF

## Portfolio

| Scrip                                | % of Portfolio |
|--------------------------------------|----------------|
| Bajaj Hindustan Ltd                  | 5.04%          |
| Satyam Computers                     | 5.03%          |
| Infotech Enterprises Ltd             | 4.34%          |
| Mahindra & Mahindra                  | 4.16%          |
| ACC Ltd.                             | 4.05%          |
| Blue Dart Express Ltd                | 3.83%          |
| Jain Irrigation Systems Ltd          | 3.62%          |
| Balkrishna Industries Ltd            | 3.44%          |
| Pantaloon Retail (I) Ltd             | 3.44%          |
| United Phosphorus Ltd.               | 3.26%          |
| Oriental Bank Of Commerce            | 3.17%          |
| Goodlass Nerolac Paints Ltd          | 3.11%          |
| Allahabad Bank                       | 2.94%          |
| Crompton Greaves Ltd                 | 2.78%          |
| Gujarat Ambuja Cements Ltd           | 2.76%          |
| Infosys Technologies Ltd             | 2.59%          |
| ICICI Bank Ltd                       | 2.57%          |
| Dishman Pharmaceuticals & Chemicals  | 2.49%          |
| Madras Cements Ltd                   | 2.46%          |
| Alfa Laval India Ltd.                | 2.36%          |
| Emco Ltd                             | 2.31%          |
| Tata Tea Ltd                         | 2.27%          |
| Tata Motors Ltd                      | 2.19%          |
| Vimta Labs Ltd                       | 2.16%          |
| Volta Ltd                            | 2.10%          |
| Geodesic Information Systems Ltd     | 1.89%          |
| Birla Corporation Ltd                | 1.73%          |
| Kale Consultants Ltd                 | 1.62%          |
| Alok Industries Ltd                  | 1.57%          |
| Automotive Axles Ltd                 | 1.56%          |
| Industrial Development Bank of India | 1.42%          |
| Pantaloon Retail(I)Ltd               | 0.90%          |
| Welspun India Ltd                    | 0.88%          |
| Hindalco                             | 0.79%          |
| Celebrity Fashions Ltd               | 0.48%          |
| <b>Cash</b>                          | <b>8.69%</b>   |

## Dividend History

### Regular Plan

| Date of Declaration | % Unit | Rs./Unit | NAV as on date of declaration |
|---------------------|--------|----------|-------------------------------|
| 29-Aug-05           | 15     | 1.50     | Rs. 12.85                     |

Past performance may or may not be sustained in future.

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

## Performance

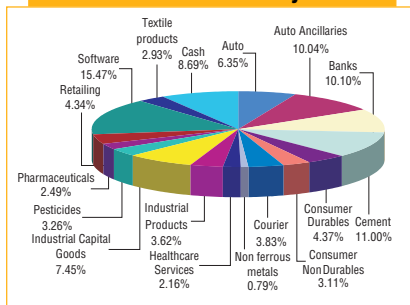
|                      | CMCF   | S&P CNX 500 |
|----------------------|--------|-------------|
| 3 Months (92 Days)#  | 22.56% | 25.06%      |
| 6 Months (184 Days)# | 26.34% | 27.55%      |
| 1 year#              | 55.40% | 46.24%      |
| Since Inception #*   | 54.84% | 48.76%      |

\*Units allotted on 28-01-2005

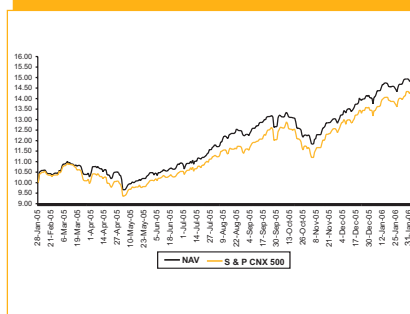
# Absolute Returns

Past performance may or may not be sustained in future.

## Sector Summary



## NAV Movement vis-à-vis S&P CNX 500



## Disclaimer

"The Chola Multi-cap Fund/Chola Global Advantage Fund, which is benchmarked to S&P CNX 500 Index is not sponsored, endorsed, sold or promoted by India Index Services & Products Limited (IISL). IISL is not responsible for any errors or omissions or the results obtained from the use of such index and in no event shall IISL have any liability to any party for any damages of whatsoever nature (including lost profits) resulted to such party due to purchase or sale or otherwise of such product benchmarked to such index."



# Chola Global Advantage Fund

as on January 31, 2006

## Investment Objective

To provide long term capital appreciation and/or income distribution by investing predominantly in equity/equity related instruments of Indian companies with export competitiveness and Indian companies which have or which are expanding the business in global markets.

## Features

|   |                               |
|---|-------------------------------|
| Fund Size                                       | : Rs. 40.81 Crores            |
| Type of Fund                                    | : Open-Ended Equity Scheme    |
| NAV   |                               |
| • Dividend Option                               | : Rs. 12.57#                  |
| • Cumulative Option                             | : Rs. 13.40                   |
| Inception Date                                  | : 30-May-05                   |
| Fund Manager                                    | : Tridib Pathak               |
| Dividend Distribution                           | : -                           |
| Minimum Investment for New / Existing Investors | : Rs. 5000/1000               |
| Entry Load                                      | : <=1 Cr: 2.25%<br>>1 Cr: Nil |
| Exit Load / CDSC                                | : Nil                         |
| Cut Off Time                                    |                               |
| • Purchase                                      | : 3 p.m.                      |
| • Redemption                                    | : 3 p.m.                      |
| Benchmark Index                                 | : S&P CNX 500                 |

# Declared as and when decided by the Trustees

## Style Matrix

|      |        |       |       |  |
|------|--------|-------|-------|--|
|      | Style  |       |       |  |
|      | Growth | Blend | Value |  |
| Size | Large  |       |       |  |
|      | Mid    |       |       |  |
|      | Small  |       |       |  |

Shading within the Style Matrix indicates areas in which the Fund generally invests.

## Fund Manager's Comments

Chola Global Advantage Fund is now fully invested. The investment has been done without any bias towards large cap or mid cap stocks, but it keeping with the objective of investing in globally competitive companies.

# CGAF

## Portfolio

| Script                              | % of Portfolio |
|-------------------------------------|----------------|
| Satyam Computers                    | 6.24%          |
| Thermax Ltd                         | 5.68%          |
| Crompton Greaves Ltd                | 4.96%          |
| Balkrishna Industries Ltd           | 4.93%          |
| Alfa Laval India Ltd.               | 4.78%          |
| United Phosphorus Ltd.              | 4.75%          |
| Bharat Forge Ltd                    | 4.49%          |
| Infosys Technologies Ltd            | 4.48%          |
| Gokaldas Exports Ltd                | 4.47%          |
| Tata Tea Ltd                        | 4.43%          |
| Alok Industries Ltd                 | 4.42%          |
| Volta Ltd                           | 4.30%          |
| Amtek Auto Ltd                      | 4.24%          |
| Automotive Axles Ltd                | 4.20%          |
| Infotech Enterprises Ltd            | 4.15%          |
| Dishman Pharmaceuticals & Chemicals | 3.59%          |
| Aventis Pharma Ltd                  | 3.37%          |
| Kale Consultants Ltd                | 2.49%          |
| Welspun India Ltd                   | 2.45%          |
| Hindalco                            | 1.40%          |
| Celebrity Fashions Ltd              | 0.56%          |
| <b>Corporate Debt</b>               |                |
| HDFC Ltd                            | 1.82%          |
| <b>Cash</b>                         | <b>13.80%</b>  |

## Dividend History

### Regular Plan

| Date of Declaration | % Unit | Rs./Unit | NAV as on date of declaration |
|---------------------|--------|----------|-------------------------------|
| 27-Sep-05           | 7.5    | 0.75     | Rs. 11.94                     |

Past performance may or may not be sustained in future.

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

## Performance

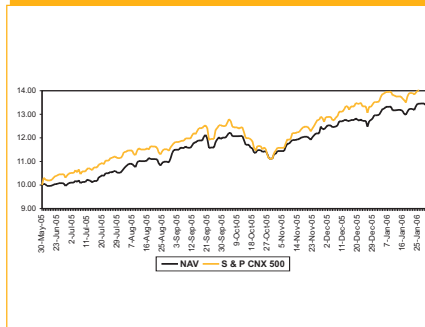
|                      | CGAF   | S&P CNX 500 |
|----------------------|--------|-------------|
| 3 Months (92 days)#  | 18.37% | 25.06%      |
| 6 Months (184 days)# | 27.38% | 27.55%      |
| Since Inception#*    | 34.00% | 42.15%      |

# Absolute Returns

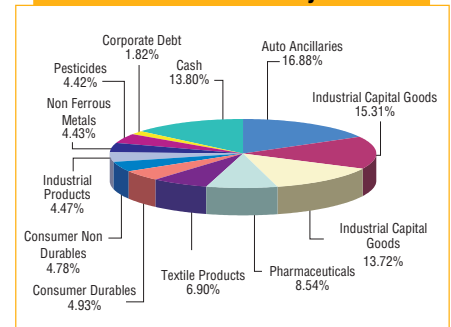
\* Scheme "Chola Global Advantage Fund (CGAF)" was launched on 19th Apr 05 & units allotted on 30th May 05.

Past performance may or may not be sustained in future.

## NAV Movement vis-à-vis S&P CNX 500



## Sector Summary



# Chola Tax Saver Fund

as on January 31, 2006

## Investment Objective

To provide long term capital appreciation by investing predominantly in equity and equity related instruments and also enabling investors to get income tax rebate as per the prevailing Tax Laws and subject to applicable conditions.

## Features

Fund Size : Rs. 23.94 Crores  
 Type of Fund : Equity Linked Savings Scheme

### NAV

- Dividend Option : Rs. 10.99#
- Cumulative Option : Rs. 10.99

Inception Date : 18th Nov, 05  
 Fund Manager : Tridib Pathak  
 Dividend Distribution : -

Minimum Investment for New / Existing Investors : Rs. 500 & in multiples of Rs. 500 thereafter

Entry Load : <= Rs 25 Lacs : 2.25%  
 > Rs 25 Lacs: Nil

Exit Load / CDSC : Nil

### Cut Off Time

- Purchase : 3 p.m.
- Redemption : 3 p.m.

Benchmark Index : BSE Sensex

# Declared as and when decided by the Trustees

## Style Matrix

|       | Style  |       |       | Size |
|-------|--------|-------|-------|------|
|       | Growth | Blend | Value |      |
| Large |        |       |       |      |
| Mid   |        |       |       |      |
| Small |        |       |       |      |

Shading within the Style Matrix indicates areas in which the Fund generally invests.

## Fund Manager's Comments

Chola Tax Saver Fund is a diversified equity fund . The fund will invest in large caps, midcaps as well as small cap stocks. The fund has no bias towards growth style or value style. The fund was launched in Oct 05 and we are now fully invested.

# CTS F

## Portfolio

| Scrip                                | % of Portfolio |
|--------------------------------------|----------------|
| Satyam Computers                     | 7.93%          |
| Allahabad Bank                       | 4.63%          |
| Bajaj Hindustan Ltd                  | 4.56%          |
| Tata Motors Ltd                      | 4.15%          |
| Mahindra & Mahindra                  | 4.08%          |
| Pantaloon Retail (I) Ltd             | 3.96%          |
| Jain Irrigation Systems Ltd          | 3.89%          |
| Balkrishna Industries Ltd            | 3.85%          |
| ICICI Bank Ltd                       | 3.82%          |
| Dishman Pharmaceuticals & Chemicals  | 3.51%          |
| Oriental Bank Of Commerce            | 3.45%          |
| Voltas Ltd                           | 3.42%          |
| Infotech Enterprises Ltd             | 3.25%          |
| Crompton Greaves Ltd                 | 3.00%          |
| United Phosphorus Ltd.               | 2.88%          |
| ACC Ltd.                             | 2.86%          |
| Emco Ltd                             | 2.75%          |
| Thermax Ltd                          | 2.00%          |
| Madras Cements Ltd                   | 1.95%          |
| Alok Industries Ltd                  | 1.80%          |
| Bharat Forge Ltd                     | 1.77%          |
| Gujarat Ambuja Cements Ltd           | 1.35%          |
| Birla Corporation Ltd                | 0.94%          |
| Amtek Auto Ltd                       | 0.90%          |
| Gokaldas Exports Ltd                 | 0.89%          |
| Pantaloon Retail(I)Ltd               | 0.79%          |
| Infosys Technologies Ltd             | 0.79%          |
| Industrial Development Bank of India | 0.74%          |
| Celebrity Fashions Ltd               | 0.45%          |
| Goodlass Nerolac Paints Ltd          | 0.03%          |
| <b>Sovereign Debt</b>                |                |
| GOI Floating Rate Bond               | 2.09%          |
| <b>Corporate Debt</b>                |                |
| UTI Bank Ltd                         | 8.19%          |
| <b>Cash</b>                          | <b>9.33%</b>   |

## Performance

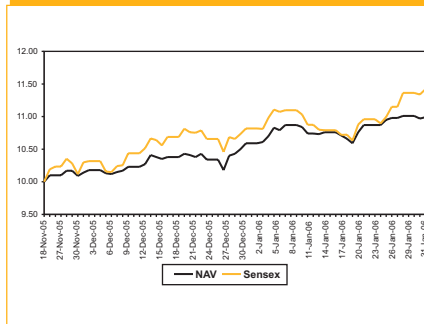
|                     | CTS F | SENSEX |
|---------------------|-------|--------|
| Since Inception # * | 9.90% | 14.20% |

# Absolute Returns

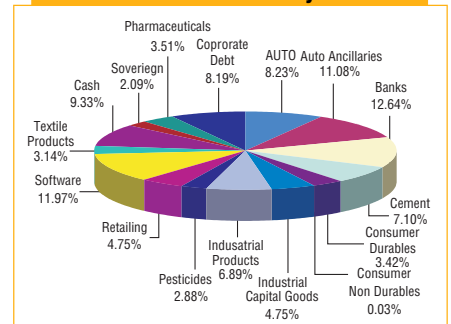
\* Scheme "Chola Tax Saver Fund" units were allotted on 18th Nov 05.

Past performance may or may not be sustained in future.

## NAV Movement vis-à-vis Sensex



## Sector Summary



# Chola Triple Ace

AAAF<sup>\*</sup>  
rated by  
CRISIL

# CTA

as on January 31, 2006

## Investment Objective

The investment objective of the scheme would be to provide regular and stable income to Unitholders. The corpus of the scheme would be invested primarily in debt market securities, such as non-convertible debentures, bonds issued by corporates, banks and government, commercial paper, certificates of deposit and other money market instruments. The scheme would invest predominantly in securities rated by the Credit Rating and Information Services of India Ltd. (CRISIL), or any other rating agency.

## Features

Fund Size : Rs. 20.26 Crores  
Type of Fund : Open-Ended Pure Income Fund

### NAV

- Quarterly Dividend Option : Rs. 11.0067
- Semi Annual Dividend Option : Rs. 11.3102
- Cumulative Option : Rs. 23.3725
- Bonus Option : Rs. 12.9869

Inception Date : 31-Mar-97  
Fund Manager : Ashish Nigam  
Dividend Distribution : Quarterly/Semi Annual

### Minimum Investment for

New / Existing Investors : Rs. 2000/1000  
Entry Load : Nil  
Exit Load / CDSC : For investments <=10 Lacs:0.5% if Redeemed within 6 months For investments >10 Lacs: Nil

### Cut Off Time

- Purchase : 3 p.m.
- Redemption : 3 p.m.

Benchmark Index : CRISIL Composite Bond Fund Index

## Portfolio

| Script                           | Weight        | Rating |
|----------------------------------|---------------|--------|
| <b>Corporate Debt</b>            |               |        |
| Fleet Trust April 2003 Series A2 | 0.58%         | AAA    |
| Kotak Mahindra Primus Ltd        | 9.66%         | P1+    |
| Citi Fin.Con.Fin Ltd             | 9.70%         | AAA    |
| ICICI Securities Ltd             | 4.94%         | P1+    |
| GE Shipping Ltd                  | 2.49%         | AAA    |
| Sundaram Finance Ltd             | 14.78%        | AAA    |
| IBS Trust                        | 15.13%        | AAA    |
| <b>PSU/PFI Debt</b>              |               |        |
| IRFC                             | 2.97%         | AAA    |
| <b>Sovereign</b>                 |               |        |
| 364-Day T Bill                   | 10.17%        | Sov    |
| CD s with Banks                  |               |        |
| UTI Bank Ltd                     | 9.67%         | P1+    |
| <b>Call/Repo Deposit/NCA</b>     | <b>19.91%</b> |        |

## 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-Sept-03          | 2.5      | 0.25     | Rs. 11.2634                   |
| 29-Sept-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                   |
| 27-Sep-04^          | 0.6620*  | 0.0662   | Rs.10.7427                    |
| 27-Sep-04^          | 0.7080\$ | 0.0708   | Rs.10.7427                    |
| 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 Semi Annual Dividend

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

## Performance

|                      | CTA- Regular Cumulative | CRISIL Composite Bond Index |
|----------------------|-------------------------|-----------------------------|
| 3 Months (92 Days)#  | 0.42%                   | 0.33%                       |
| 6 Months (184 Days)# | 1.44%                   | 1.50%                       |
| 1 Year\$             | 2.84%                   | 4.55%                       |
| 3 Years\$            | 3.96%                   | 4.42%                       |
| 5 Years\$            | 7.94%                   | NA                          |
| Since Inception\$    | 10.08%                  | NA                          |

# Absolute Returns

\$ Compounded Annualised Returns

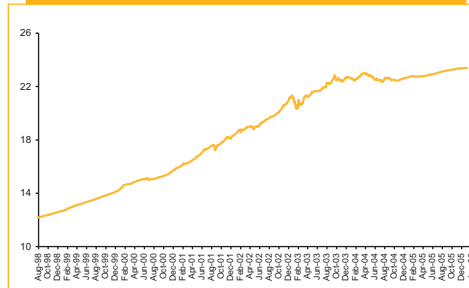
NA\$ Data not available

NA - Not Applicable

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

0.83 Years

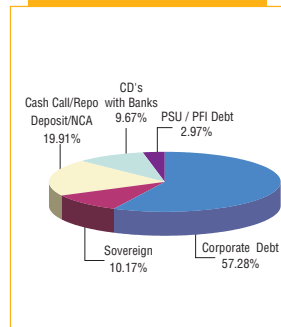
### YTM

5.97%

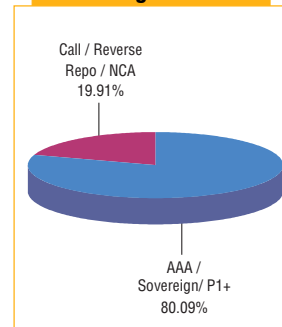
## Fund Manager's Comments

CTA is long term income fund with investments in fixed instruments of all class and maturity. Utmost importance is given to the investment grade of the assets as the fund is CRISIL AAAf rated fund. The investment is in the highest rated instruments and based on the interest rate view the duration of the portfolio is managed. The investments in the fund range from very short i.e. cash/repo to sovereign securities and corporate bonds. The fund is actively managed and the portfolio churned based on the interest rate view.

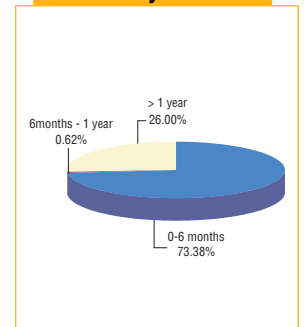
## Asset Profile



## Rating Profile



## Maturity Profile



# Chola Freedom Income - Short Term Fund

as on January 31, 2006

AAA<sup>F</sup>  
rated by  
CRISIL

# CFI-STF

## Investment Objective

An Income Scheme with at least 80% investments in Fixed Income Securities with the objective of generating regular and stable income for the unit holders of the Scheme. The balance will be invested in money market instruments of high quality. The scheme will not invest in equities or equity related instruments.

## Features

Fund Size : Rs. 15.74 Crores  
Type of Fund : Open-Ended  
Income Fund

### NAV

Regular -  
• Monthly Dividend Option : Rs. 10.585  
• Semi Annual Dividend Option : Rs. 10.9159  
Cumulative Option : Rs. 11.0121

### Institutional -

• Cumulative Option : Rs. 11.1244

Inception Date : 27-Nov-97  
Fund Manager : Ashish Nigam  
Dividend Distribution : Monthly/Semi Annual  
Minimum Investment for New / Existing Investors :  
Regular : Rs. 3000/1000  
Institutional : Rs. 1000000/100000  
Entry Load : Nil  
Exit Load / CDSC : Nil

### Cut Off Time

• Purchase : 3 p.m.  
• Redemption : 3 p.m.

Benchmark Index : CRISIL Short Term Fund Index

## Portfolio

| Script                          | Weight | Rating |
|---------------------------------|--------|--------|
| <b>Corporate Debt</b>           |        |        |
| Fleet Trust April 2003          |        |        |
| Series A2                       | 2.24%  | AAA    |
| Citi Fin Con. Fin Ltd           |        | AAA    |
| IBS Trust                       |        | AAA    |
| <b>PSU/PFI Debt</b>             |        |        |
| IDBI Ltd                        |        | AA+    |
| IDBI Ltd                        |        | AA+    |
| CDs with Banks                  |        |        |
| Development Credit Bank         |        | P1+    |
| Jammu & Kashmir Bank Ltd        |        | P1+    |
| <b>Sovereign</b>                |        |        |
| 364 Day T-Bill                  | 1.87%  | Sov    |
| GOI FRB                         | 11.11% | Sov    |
| <b>Call/Repo Deposit/T Bill</b> |        |        |
|                                 | 18.17% |        |

## Dividend History

### Regular Plan

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

\* Corporate \$ Individual

• Semi Annual Dividend Plan # Monthly Dividend  
<sup>^</sup> CFI-STF Regular <sup>^^</sup> 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 STF Index |
|----------------------|---------|------------------------|------------------|
| 1 Month (32 Days)#   | 0.46%   | 0.48%                  | 0.37%            |
| 3 Months (92 Days)#  | 1.04%   | 1.09%                  | 0.49%            |
| 6 Months (184 Days)# | 2.33%   | 2.43%                  | 1.73%            |
| 1 Year\$             | 4.44%   | 4.66%                  | 4.47%            |
| 3 Years\$            | 4.96%   | NA                     | 4.36%            |
| Since Inception\$    | 5.69%   | 4.82%*                 | NA               |

\$ Compounded Annualised Returns-%

# Absolute Returns

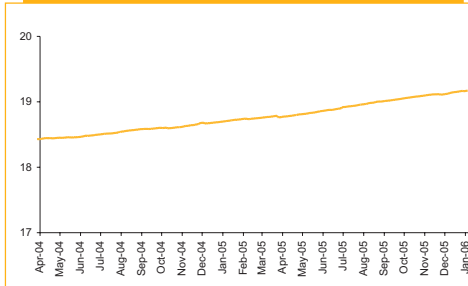
NA - Not Applicable

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

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

\* Since April 10, 2003

## Cumulative Plan - NAV Movement



## Avg Maturity

211 days

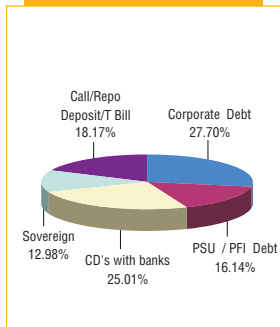
## YTM

6.65%

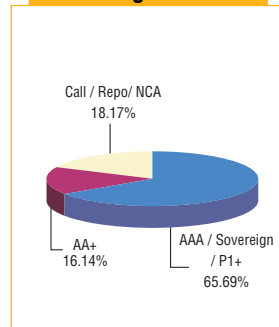
## Fund Manager's Comments

CFI is a short-term fund. The scheme seeks to provide better returns than liquid fund. The duration of the fund is longer than the liquid fund and the investment is in fixed income assets ranging from cash/repo to corporate bonds and gilts with residual maturity of 5 years and less. The fund is rated AAA<sup>F</sup> by CRISIL for its credit quality.

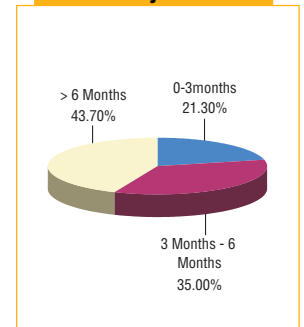
## Asset Profile



## Rating Profile



## Maturity Profile



# Chola Liquid Fund

AAAF<sup>\*</sup>  
rated by  
CRISIL

as on January 31, 2006

## Investment Objective

The investment objective will be to generate reasonable returns while maintaining safety and providing the investor superior liquidity. To achieve this objective investments will be predominantly made in a well-diversified and highly liquid portfolio of money market instruments, government securities and corporate debt.

## Features

|   |                                      |
|---|--------------------------------------|
| Fund Size                                       | : Rs. 1,077.54 Crores                |
| Type of Fund                                    | : Open-Ended Liquidity Income Scheme |
| NAV   |                                      |
| Regular-  |                                      |
| • Weekly Dividend Option                        | : Rs. 11.7752                        |
| • Cumulative Option                             | : Rs. 14.0176                        |
| Institutional Plus-                             |                                      |
| • Weekly Dividend Option                        | : Rs. 11.7555                        |
| • Cumulative Option                             | : Rs. 14.0946                        |
| Inception Date                                  | : 4-Oct-00                           |
| Fund Manager                                    | : Ashish Nigam                       |
| Dividend Distribution                           | : Weekly                             |
| Minimum Investment for New / Existing Investors | :                                    |
| Regular   | : Rs. 10000/5000                     |
| Institutional Plus                              | : Rs. 1000000/100000                 |
| Entry Load                                      | : Nil                                |
| Exit Load / CDSC                                | : Nil                                |
| Cut Off Time                                    |                                      |
| Purchase  | : 1 p.m.                             |
| Redemption                                      | : 10 a.m.                            |
| Benchmark Index                                 | : CRISIL Liquid Fund Index           |

## Fund Manager's Comments

Chola Liquid Fund is a very short-term fund with investments in fixed income assets of residual maturity of one year or less. The strategy for managing the fund is to invest in the highest rated instruments which are liquid in the secondary market. The fund is AAAF rated by CRISIL for its credit quality. The fund is managed actively with the duration ranging from 50 to 150 days based on the short-term view.

## Portfolio

| Scrip                          | Weight        | Rating |
|--------------------------------|---------------|--------|
| <b>Corporate Debt</b>          |               |        |
| Berger Paints Ltd              | 0.93%         | P1+    |
| Berger Paints Ltd              | 0.93%         | P1+    |
| Citicorp Finance Ltd           | 0.47%         | AAA    |
| Citicorp Finance Ltd           | 0.47%         | AAA    |
| CITI Financial Con Fin (I) Ltd | 0.19%         | AAA    |
| GE Capital Services            | 0.93%         | AAA    |
| GE Countrywide                 | 0.18%         | AAA    |
| ICICI Securities Ltd           | 0.19%         | P1+    |
| Kotak Mah Primus Ltd           | 0.46%         | P1+    |
| Kotak Mah Primus Ltd           | 0.93%         | P1+    |
| Mahindra & Mahindra Fin. Ltd   | 0.95%         | P1+    |
| Philips Elec India Ltd         | 1.58%         | P1+    |
| Philips Elec India Ltd         | 0.56%         | P1+    |
| Rabo India Fin P Ltd           | 0.95%         | AAA    |
| Rabo India Fin P Ltd           | 0.93%         | P1+    |
| Sterlite Ind Ltd               | 0.19%         | P1+    |
| Sundaram Fin. Ltd              | 0.19%         | P1+    |
| Sundaram Fin. Ltd              | 0.94%         | AAA    |
| UTI Bank Ltd                   | 0.93%         | AAA    |
| Citicorp Finance Ltd           | 0.89%         | P1+    |
| Citi Consumer Fin.Ltd          | 0.91%         | P1+    |
| Exim Bank Ltd                  | 1.37%         | P1+    |
| Exim Bank Ltd                  | 1.82%         | P1+    |
| Exim Bank Ltd                  | 3.19%         | P1+    |
| GE CountryWide Con Fin Ltd     | 0.93%         | P1+    |
| HDFC Ltd                       | 0.05%         | P1+    |
| HDFC Ltd                       | 0.91%         | A1+    |
| IDBI Home Finance Ltd          | 2.25%         | A1+    |
| Kotak Mahindra Primus Ltd      | 1.63%         | P1+    |
| SBI Cards & Payments Ser Ltd   | 0.91%         | P1+    |
| <b>Sovereign</b>               |               |        |
| GOI Bond                       | 0.53%         | Sov    |
| <b>PSU/ PFI Debt</b>           |               |        |
| IDBI Bond                      | 1.60%         | AA+    |
| IRFC                           | 0.65%         | AAA    |
| LIC Housing Finance Ltd        | 0.93%         | AAA    |
| Power Finance Corporation      | 0.46%         | AAA    |
| <b>CDs with Banks</b>          |               |        |
| ABN AMRO Bank Ltd              | 2.67%         | P1+    |
| Allahabad Bank Ltd             | 3.59%         | P1+    |
| Allahabad Bank Ltd             | 0.46%         | P1+    |
| Allahabad Bank Ltd             | 3.64%         | P1+    |
| Development Credit Bank Ltd    | 2.25%         | P1+    |
| Federal Bank Ltd               | 1.79%         | A1+    |
| HDFC Bank Ltd                  | 0.89%         | P1+    |
| HDFC Bank Ltd                  | 0.45%         | P1+    |
| ICICI Bank Ltd                 | 2.71%         | P1+    |
| IDBI LTD                       | 0.89%         | P1+    |
| IDBI LTD                       | 0.46%         | A1+    |
| ING Vysya Bank Ltd             | 2.73%         | P1+    |
| Jammu and Kashmir Bank Ltd     | 2.72%         | P1+    |
| Jammu and Kashmir Bank Ltd     | 2.25%         | P1+    |
| Karnataka Bank Ltd             | 0.90%         | P1+    |
| Karnataka Bank Ltd             | 0.90%         | P1+    |
| Kotak Mahindra Bank Ltd        | 2.27%         | P1+    |
| Kotak Mahindra Bank Ltd        | 0.90%         | P1+    |
| Kotak Mahindra Bank Ltd        | 0.89%         | P1+    |
| State Bank of Patiala          | 1.79%         | A1+    |
| Punjab National Bank Ltd       | 1.34%         | P1+    |
| St Bank of Bikaner & Jaipur    | 0.89%         | P1+    |
| Uco Bank Ltd                   | 0.46%         | P1+    |
| Uco Bank Ltd                   | 0.91%         | P1+    |
| Uco Bank Ltd                   | 2.27%         | P1+    |
| Uco Bank Ltd                   | 2.73%         | P1+    |
| Uco Bank Ltd                   | 0.45%         | P1+    |
| Uco Bank Ltd                   | 1.33%         | P1+    |
| UTI Bank Ltd                   | 0.41%         | P1+    |
| YES Bank Ltd                   | 0.89%         | A1+    |
| <b>Other Deposits</b>          |               |        |
| Corporation Bank Ltd           | 0.93%         | FD     |
| HDFC Bank Ltd                  | 1.39%         | FD     |
| ICICI Bank Ltd                 | 1.86%         | FD     |
| Jammu & Kashmir Bank Ltd       | 0.93%         | FD     |
| State Bank of Bikaner & Jaipur | 1.86%         | FD     |
| <b>Call/Repo Deposit/TBill</b> | <b>14.27%</b> |        |

## Performance

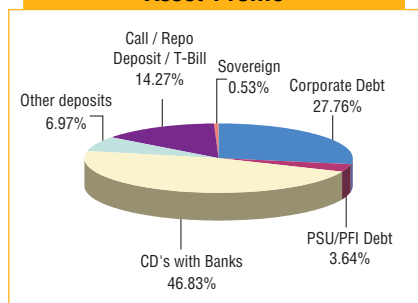
# CLF

|                      | CLF-<br>Cum | CLF-Cum<br>Institu-<br>tional Plus | CRISIL<br>LF<br>Index |
|----------------------|-------------|------------------------------------|-----------------------|
| 7 Days#              | 0.11%       | 0.11%                              | 0.12%                 |
| 14 Days#             | 0.22%       | 0.22%                              | 0.23%                 |
| 1 Month (32 Days)#   | 0.50%       | 0.50%                              | 0.51%                 |
| 3 Months (92 Days)#  | 1.43%       | 1.43%                              | 1.25%                 |
| 6 Months (184 Days)# | 2.83%       | 2.83%                              | 2.42%                 |
| 1 Year\$             | 5.56%       | 5.57%                              | 4.73%                 |
| 3 Years\$            | 5.08%       | NA                                 | 4.46%                 |
| Since Inception\$    | 6.54%       | 5.23%*                             | NA                    |

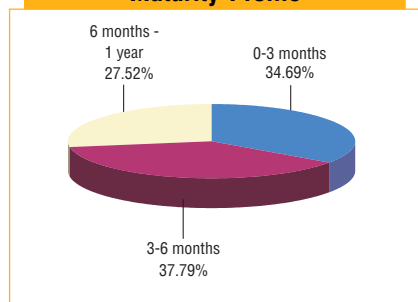
# Absolute Returns      NA - Not Applicable  
\$ Compounded Annualised Returns  
\* From April 10, 2003  
Past performance may or may not be sustained in future. The distribution tax has been included in the calculations of returns.

| Avg Maturity | YTM   |
|--------------|-------|
| 116 days     | 6.12% |

## Asset Profile



## Maturity Profile



# Chola Short Term Floating Rate Fund

as on January 31, 2006

## Investment Objective

The investment objective of the scheme is to generate regular income to investment in a portfolio comprising substantially of floating rate debt/money market instrument, fixed rate debt/money market instruments swapped for floating rate return, and fixed rate debt securities, govt. securities & money market instruments.

## Features

Fund Size : Rs. 63.42 Crores  
Type of Fund : Open-Ended  
Income Scheme

NAV

Regular-

- Monthly Dividend Option : Rs. 10.0737
- Cumulative Option : Rs. 10.2747

Inception Date : 10-Aug-05  
Fund Manager : Ashish Nigam  
Dividend Distribution : -  
Minimum Investment for New / Existing Investors :  
Regular : Rs. 5000/1000  
Entry Load : Nil  
Exit Load / CDSC : Nil

Cut Off Time

- Purchase : 1 p.m.
- Redemption : 10 a.m.

Benchmark Index : CRISIL Liquid Fund Index

## Fund Manager's Comments

Chola Short Term Floating Rate Fund is a quasi - liquid fund with more than 50% of the assets in floating rate assets investments are in highest rated instruments. The duration of the portfolio is in the range of 100-120 days.

# CSTFRF

## Portfolio

| Scrip                              | Weight       | Rating |
|------------------------------------|--------------|--------|
| <b>Corporate Debt</b>              |              |        |
| Citi Financial Con Fin(I) Ltd      | 1.58%        | AAA    |
| GE Capital Services Ltd            | 8.06%        | AAA    |
| ICICI Securities Ltd               | 3.15%        | P1+    |
| IBS TRUST                          | 3.22%        | AAA    |
| Rabo Ind Fin P Ltd                 | 15.78%       | P1+    |
| Redington (India) Ltd              | 7.88%        | P1+    |
| Sundaram Finance Ltd               | 3.15%        | P1+    |
| HDFC Ltd                           | 3.35%        | AAA    |
| Kotak Mahindra Primus Ltd          | 7.88%        | P1+    |
| <b>PSU/PFI Debt</b>                |              |        |
| IDBI                               | 5.59%        | AA+    |
| National Housing Bank              | 7.88%        | AAA    |
| <b>CDs with Banks</b>              |              |        |
| Development Credit Bank            | 5.47%        | P1+    |
| State Bank of Patiala              | 7.60%        | P1+    |
| State Bank of Indore               | 7.59%        | P1+    |
| <b>Other Deposits</b>              |              |        |
| HDFC Bank                          | 7.88%        |        |
| <b>Call/Repo Deposit/Tbill/NCA</b> | <b>3.94%</b> |        |

## Performance

|                     | CST-FRF | CRISIL Liquid Fund Index |
|---------------------|---------|--------------------------|
| 3 months ( 92 days) | 1.43%   | 1.25%                    |
| Since Inception#*   | 2.75%   | 2.25%                    |

# Absolute Returns

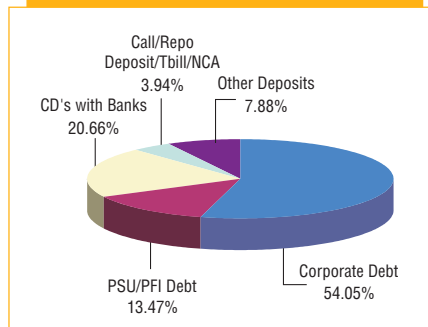
\* Allotment date is 10/08/2005

Past performance may or may not be sustained in future.

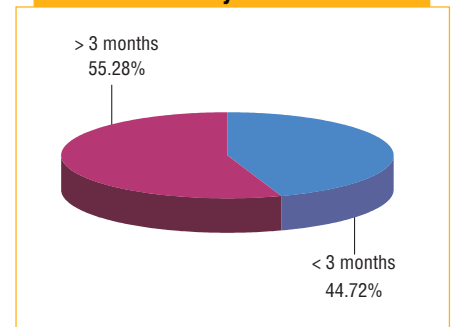
The distribution tax has been included in the calculations of returns.

| Avg Maturity | YTM   |
|--------------|-------|
| 84 days      | 5.75% |

## Asset Profile



## Maturity Profile



# Chola Floating Rate Fund

as on January 31, 2006

## 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.

## Features

|                          |   |
|--------------------------|---|
| Fund Size                | : Rs. 15.23 Crores  |
| Type of Fund             | : Open-Ended<br>Income Fund   |
| NAV                      |   |
| • Dividend Option        | : Rs. 10.3502#  |
| • Cumulative Option      | : Rs. 10.7850   |
| Inception Date           | : 25-Aug-04   |
| Fund Manager             | : Ashish Nigam  |
| Dividend Distribution    | : -   |
| Minimum Investment for   |   |
| New / Existing Investors | : Rs. 25000/1000  |
| Entry Load               | : Nil   |
| Exit Load / CDSC         | : 0.30% for <= 10 lacs<br>if redeemed within<br>3 months<br>Nil for > 10 lacs |
| Cut Off Time             |   |
| • Purchase               | : 3 p.m.  |
| • Redemption             | : 3 p.m.  |
| Benchmark Index          | : CRISIL Liquid Fund<br>Index   |

# Declared as and when decided by the Trustees

## Fund Manager's Comments

Chola Floating Rate Fund is designed to protect the investor from rising interest rates. The objective of the fund is to invest at least 65% of the corpus in floating rate instrument with benchmark linked to gilts of daily MIBOR.

# CFRF

## Portfolio

| Scrip                          | Weight       | Rating |
|--------------------------------|--------------|--------|
| <b>Corporate Debt</b>          |              |        |
| IBS Trust                      | 20.12%       | AAA    |
| Bajaj Auto Finance Ltd         | 0.93%        | P1+    |
| Sundaram Finance Ltd           | 13.11%       | AAA    |
| Sundaram Finance Ltd           | 6.56%        | P1+    |
| Citi Fin.Con.Fin Ltd           | 6.45%        | P1+    |
| HDFC Ltd                       | 1.30%        | P1+    |
| <b>PSU/PFI Debt</b>            |              |        |
| IDBI Ltd                       | 19.96%       | AA+    |
| IRFC                           | 13.15%       | AAA    |
| <b>Sovereign</b>               |              |        |
| GOI FRB                        | 8.20%        | Sov    |
| 364 T Bill                     | 1.61%        | Sov    |
| <b>Call/Repo Deposit/TBill</b> | <b>8.61%</b> |        |

| Avg Maturity | YTM   |
|--------------|-------|
| 211 days     | 5.72% |

## Dividend History

### Regular Plan

| Date of Declaration | % Unit   | Rs./Unit | NAV as on date of declaration |
|---------------------|----------|----------|-------------------------------|
| 27-Dec-04           | 0.6620*  | 0.0662   | Rs. 10.1750                   |
| 27-Dec-04           | 0.7080\$ | 0.0708   | Rs. 10.1750                   |
| 28-Mar-05           | 0.6620*  | 0.0662   | Rs. 10.2125                   |
| 28-Mar-05           | 0.7080\$ | 0.0708   | Rs. 10.2125                   |
| 27-Jun-05           | 0.8170*  | 0.0817   | Rs. 10.2781                   |
| 27-Jun-05           | 0.8770\$ | 0.0877   | Rs. 10.2781                   |
| 26-Sep-05           | 0.6530*  | 0.0653   | Rs. 10.3230                   |
| 26-Sep-05           | 0.7020\$ | 0.0702   | Rs. 10.3230                   |
| 26-Dec-05           | 0.6530*  | 0.0653   | Rs. 10.3230                   |
| 26-Dec-05           | 0.7020\$ | 0.0702   | Rs. 10.3230                   |

\* Corporate \$ Individual

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

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

## Performance

|                       | CFRF  | CRISIL Liquid Fund Index |
|-----------------------|-------|--------------------------|
| 1 Month ( 32 days)#   | 0.51% | 0.51%                    |
| 3 Months (92 Days) #  | 1.29% | 1.25%                    |
| 6 Months (184 Days) # | 2.75% | 2.42%                    |
| 1 Year\$              | 5.54% | 4.73%                    |
| Since Inception# *    | 5.41% | 4.61%                    |

# Absolute Returns

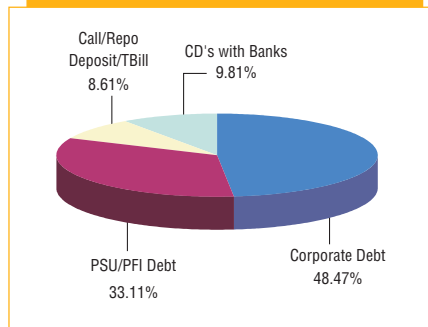
\$ Compounded Annualised Returns

\* Allotment date is 25/08/2004

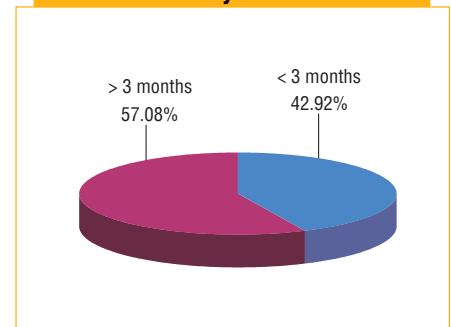
Past performance may or may not be sustained in the future.

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

## Asset Profile



## Maturity Profile



# Chola GILT Investment Plan

as on January 31, 2006

## Investment Objective

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

## Features

|                             |   |
|-----------------------------|---|
| Fund Size                   | : Rs. 4.22 Crores                       |
| Type of Fund                | : Open-Ended<br>Dedicated Gilts Schemes |
| NAV                         |   |
| • Quarterly Dividend Option | : Rs. 10.2532                           |
| • Cumulative Option         | : Rs. 10.3689                           |
| Inception Date              | : 29-Mar-00                             |
| Fund Manager                | : Ashish Nigam                          |
| Dividend Distribution       | : Quarterly                             |
| Minimum Investment for      |   |
| New / Existing Investors    | : Rs. 10000/1000                        |
| Entry Load                  | : Nil                                   |
| Exit Load / CDSC            | : Nil                                   |
| Cut Off Time                |   |
| • Purchase                  | : 3 p.m.                                |
| • Redemption                | : 3 p.m.                                |
| Benchmark Index             | : ISEC-Li-BEX                           |

## Fund Manager's Comments

The investment objective of the fund seeks to maximize returns by investing in GOI securities. The fund is actively managed and the investment range from short-term treasury bills to longer maturity gilt securities. The duration of the fund is actively managed and based on the interest rate view the duration of the portfolio is shortened or elongated.

# CGIP

## Portfolio

| Scrip                       | Weight | Rating |
|-----------------------------|--------|--------|
| Call/Repo Deposit/Tbill/NCA | 100%   |        |

| Avg Maturity | YTM   |
|--------------|-------|
| 1 day        | 6.28% |

## Dividend History

### Regular Plan

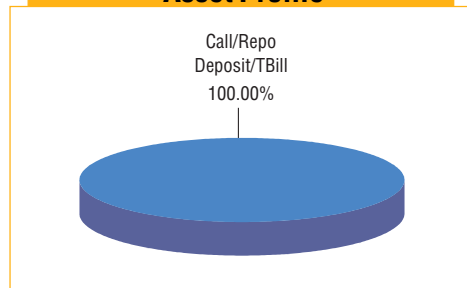
| Date of Declaration | % Unit   | Rs./Unit | NAV as on date of declaration |
|---------------------|----------|----------|-------------------------------|
| 25-Jun-01           | 3.50     | 0.35     | Rs.10.57                      |
| 25-Sep-01           | 5.00     | 0.50     | Rs.10.72                      |
| 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/-

## Asset Profile



## Performance

|                   | CGI    | I-Sec Li-BEX |
|-------------------|--------|--------------|
| 1 Year\$          | 2.61%  | 6.94%        |
| 2 Years\$         | 1.85%  | 2.06%        |
| 3 Years\$         | 5.86%  | 5.81%        |
| 5 Years\$         | 10.83% | NA           |
| Since Inception\$ | 10.96% | 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

as on January 31, 2006

### Investment Objective

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

### Features

|   |   |
|---|---|
| Fund Size                                       | : Rs. 10.45 Crores  |
| Type of Fund                                    | : Open-Ended Income Scheme with no assured returns  |
| NAV   |   |
| • Monthly Dividend Option                       | : Rs. 10.2522   |
| • Quarterly Dividend Option                     | : Rs. 10.3683   |
| • Cumulative Option                             | : Rs. 12.4170   |
| • Bonus Option                                  | : Rs. 12.4170   |
| Inception Date                                  | : 31-Jul-98   |
| Fund Manager                                    | : Ashish Nigam/Pradeep Kumar  |
| Dividend Distribution                           | : Monthly/Quarterly   |
| Minimum Investment for New / Existing Investors | : Rs. 5000/1000 (Cum.)<br>Rs. 10000/1000 (Div.)   |
| Entry Load                                      | : Nil   |
| Exit Load / CDSC                                | : For investments <=10 Lacs: 0.5% if redeemed within 6 months For investments >10 Lacs: Nil |
| Cut Off Time                                    |   |
| • Purchase                                      | : 3 p.m.  |
| • Redemption                                    | : 3 p.m.  |
| Benchmark Index                                 | : CRISIL Blended MIP Index  |

### Fund Manager's Comments

In Chola MIP, equity exposure was less than 15%.

## Chola Income Plus

as on January 31, 2006

### 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.

### Features

|   |   |
|---|---|
| Fund Size                                       | : Rs. 1.17 Crores   |
| Type of Fund                                    | : Open-Ended Income Scheme  |
| NAV   |   |
| • Quarterly Dividend Option                     | : Rs. 10.4572   |
| • Cumulative Option                             | : Rs. 10.9598   |
| Inception Date                                  | : 9-Aug-04  |
| Fund Manager                                    | : Ashish Nigam/ Pradeep Kumar   |
| Dividend Distribution                           | : Quarterly   |
| Minimum Investment for New / Existing Investors | : Rs. 5000/1000 (Cum.)<br>Rs. 10000/1000 (Div.)   |
| Entry Load                                      | : Nil   |
| Exit Load / CDSC                                | : For investments <= 10 Lacs: 0.5% if redeemed within 6 months For investments > 10 Lacs: Nil |
| Cut Off Time                                    |   |
| • Purchase                                      | : 3 p.m.  |
| • Redemption                                    | : 3 p.m.  |
| Benchmark Index                                 | : CRISIL Blended MIP Index  |

### Fund Manager's Comments

Chola Income Plus is a hybrid fund with a mix of equity and debt instruments with at least 90% of the assets in debt instruments. The fund offers a mix of both the market with bias towards the debt market. The debt instruments range from treasury bills and the risk ranges from low to medium.

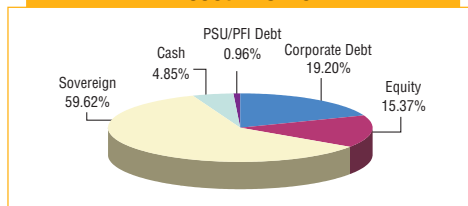
# CMIP

### Portfolio

| Scrip                              | Weight       | Rating |
|------------------------------------|--------------|--------|
| <b>Corporate Debt</b>              |              |        |
| Fleet Trust April 2003 Series A2   | 1.12%        | AAA    |
| GE Shipping Ltd                    | 4.83%        | AAA    |
| HDFC Ltd                           | 13.25%       | P1+    |
| <b>Sovereign</b>                   |              |        |
| 364 DayT Bill                      | 59.62%       | Sov    |
| <b>PSU/PFI Debt</b>                |              |        |
| IRFC                               | 0.96%        | AAA    |
| <b>Equity</b>                      |              |        |
| ACC Ltd.                           | 2.03%        |        |
| Allahabad Bank                     | 1.81%        |        |
| Gujarat Ambuja Cements Limited     | 1.80%        |        |
| IDFC Ltd                           | 1.73%        |        |
| Infosys Technologies Limited       | 1.79%        |        |
| Mahindra & Mahindra                | 2.03%        |        |
| Oriental Bank Of Commerce          | 1.20%        |        |
| Satyam Computers                   | 2.14%        |        |
| Welspun India Ltd                  | 0.84%        |        |
| <b>Call/Repo Deposit/Tbill/NCA</b> | <b>4.85%</b> |        |

| Avg Maturity | YTM   |
|--------------|-------|
| 0.23 Years   | 4.56% |

### Asset Profile



### Dividend History

| Regular Plan        |          |          |                               |
|---------------------|----------|----------|-------------------------------|
| Date of Declaration | % Unit   | Rs./Unit | NAV as on date of declaration |
| 26-Dec-05           | 0.5720*  | 0.0572   | Rs. 10.3281                   |
| 26-Dec-05           | 0.6140\$ | 0.0614   | Rs. 10.3281                   |
| 26-Dec-05           | 1.47*#   | 0.147    | Rs. 10.2880                   |
| 26-Dec-05           | 1.57\$#  | 0.157    | Rs. 10.4433                   |

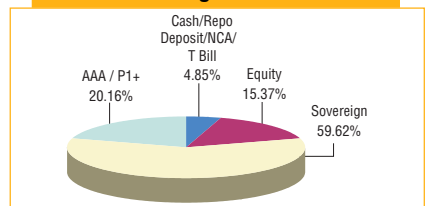
\* Corporate \$ Individual # Quarterly Dividend  
Past performance may or may not be sustained in the future.  
The face value of the units is Rs. 10/-

### Performance

|                      | CMIP* | CRISIL Blended MIP Index |
|----------------------|-------|--------------------------|
| 1 Month (32 Days)#   | 0.63% | 1.00%                    |
| 3 Months (92 Days)#  | 2.83% | 3.93%                    |
| 6 Months (184 Days)# | 4.48% | 5.41%                    |
| 1 Year\$             | 7.67% | 10.10%                   |
| Since Inception\$    | 9.02% | 8.98%                    |

# Absolute Returns \$ Compounded annualised 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.

### Rating Profile



# CIP

### Portfolio

| Scrip                          | Weight       | Rating |
|--------------------------------|--------------|--------|
| <b>Debt</b>                    |              |        |
| <b>Sovereign</b>               |              |        |
| 364 DayT Bill                  | 84.14%       | Sov    |
| <b>Equity</b>                  |              |        |
| ACC Ltd.                       | 1.97%        |        |
| Celebrity Fashions Ltd         | 0.14%        |        |
| Gujarat Ambuja Cements Limited | 1.52%        |        |
| Hindalco                       | 2.12%        |        |
| Hindalco - Rights              | 1.06%        |        |
| Punjab National Bank           | 2.00%        |        |
| <b>Call/Repo Deposit/NCA</b>   | <b>7.05%</b> |        |

| Avg Maturity | YTM   |
|--------------|-------|
| 0.2 years    | 5.59% |

### Dividend History

| Regular Plan        |           |          |                               |
|---------------------|-----------|----------|-------------------------------|
| Date of Declaration | % Unit    | Rs./Unit | NAV as on date of declaration |
| 26-Sep-05           | 0.6530*   | 0.0653   | Rs. 10.3980                   |
| 26-Sep-05           | 0.7020\$  | 0.0702   | Rs. 10.3980                   |
| 26-Dec-05           | 0.6530*#  | 0.0653   | Rs. 10.3793                   |
| 26-Dec-05           | 0.7020\$# | 0.0702   | Rs. 10.3793                   |

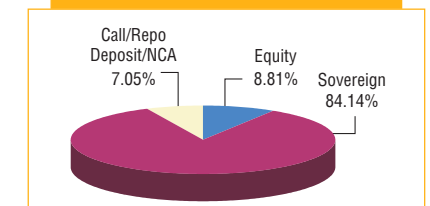
\* Corporate \$ Individual # Quarterly Dividend  
Past performance may or may not be sustained in the future.  
The face value of the units is Rs. 10/-

### Performance

|                      | CIP   | CRISIL Blended MIP Index |
|----------------------|-------|--------------------------|
| 1 Month (32 Days)#   | 1.22% | 1.00%                    |
| 3 Months (92 Days)#  | 2.91% | 3.93%                    |
| 6 Months (184 Days)# | 3.51% | 5.41%                    |
| 1 Year\$             | 5.72% | 10.10%                   |
| Since Inception*#    | 6.39% | 10.28%                   |

# Absolute Returns \$ Compounded Annualised Returns  
\* Allotment date is 09-08-2004  
Past performance may or may not be sustained in the future.  
The distribution tax has been included in the calculations of returns.

### Asset Profile



Total AUM as on January 2006 : Rs.1720.85 crores

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FUND

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**Investment Objective:** The objective of the scheme is to generate capital appreciation by investing in equity and equity related instruments by using a contrarian strategy. Contrarian investing refers to buying into fundamentally sound scrips which have underperformed / not performed to their full potential in their recent past.  
**Asset Allocation:** Equity & Equity related instruments: 65% - 100% Debt & Money Market Instruments: 0-35% **Investment Amt:** Rs. 5000/- and in multiples of Re.1/- thereafter. Additional Purchase: Rs. 1000/- and in multiples of Re.1/- **For SIP:** Min. 12 installments of Rs 500 each or minimum 6 installments of Rs. 1000/- each. **Terms of issue:** Sales of units at Rs.10/- per unit for cash plus applicable load during the new fund offer and at NAV related prices after the scheme re-opens for ongoing sales **Applicable Loads:** (During NFO & for ongoing sales) For Each Investment Amount: <=Rs. 1 crore Entry Load: 2.25% Exit : Nil ; For each investment amount : >Rs. 1 crore up to Rs 5 crore Entry Load: Nil Exit Load: 0.5% if redeemed within 3 months , For each investment > Rs. 5 crore Entry Load: Nil. Exit Load: Nil **Applicable Loads under SIP:** Entry Load : Nil Exit Load : 2.25% if redeemed on or before expiry of 365 days; if redeemed after 365 days - Nil. **Investment Options:** Dividend & Cumulative **Risk Factors:** All investments in Mutual Funds and Securities are subject to market risks and the NAV of the Scheme may go up or down, depending upon the factors and forces affecting the securities market. There cannot be any assurance that the Schemes' Investment Objectives can be achieved. The past performance of the AMC, Mutual Fund, the Sponsor or its Group affiliation is not indicative of the future performance of the Scheme. The Sponsor is neither responsible nor liable for any loss resulting from the operation of the Scheme beyond the initial contribution of Rs. 1 Lakh made by them towards setting up of the Mutual Fund. Chola Contra Fund is only the name and does not in any manner indicate the quality of the Scheme, its future prospects or returns. For scheme-specific risk factors and other details investors are requested to refer to the Offer Document of the scheme carefully before making any investment. The scheme does not guarantee any assured returns to the investors. • **Statutory Details:** Chola Mutual Fund has been established as a trust under the Indian Trust Act, 1882 by Cholamandalam Investment and Finance Company Limited (liability restricted to seed corpus of Rs. 1 lakh) with Cholamandalam Trustee Co. Ltd. as the Trustee and Cholamandalam AMC Ltd. as the Investment Manager. • For offer document and application forms, please contact your nearest collection centre / AMC Office.

**Chola Mutual Fund**, is promoted by Cholamandalam Investment & Finance Co Ltd.- the financial services arm of the **USD 1.5 billion Murugappa Group**. Cholamandalam has strong presence in vehicle finance, mutual funds, financial products distribution and general insurance.

The Murugappa group comprises of the following companies:

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- \* Carborundum Universal Ltd
- \* Coromandel Fertilizers Ltd
- \* Godavari Fertilizers & Chemicals Ltd
- \* Tube Investments of India Ltd
- \* Parry Agro Industries
- \* The Coromandel Engineering

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### CHOLAMANDALAM AMC LIMITED

512-514, Raheja Chambers, 213, Free Press Journal Marg, Nariman Point, Mumbai - 400 021.  
Tel.: 5657 4000. Fax: 5657 4004. E-mail: ccamcmum@chola.murugappa.com  
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***For application forms and offer documents, please contact :***

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*\* Application will not be accepted*

## CAMS - INVESTOR SERVICE CENTRES / TRANSACTION POINTS

- Amritsar 2211194 • Bhilai 5050568 • Durgapur 0343-2548190 • Indore 0731-2528609 • Jaipur 0141-2372492 • Jamnagar 0288-2558467
- Jamshedpur 3105930 • Jodhpur 342003 • Kanpur 0512-2306668 • Madurai 2622682 • Mangalore 0824-2436567 • Manipal 2573333
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