



In News

# DBS Chola to expand network



R Rajagopal of DBS  
SUBRATA MAJUMDER

BS REPORTER  
Kolkata, 16 August

DBS Chola Asset Management Limited has firmed up plans to enhance its distribution network for marketing its various funds, including the recently launched DBS Chola Infrastructure Fund.

"We are keen on having a large pool of retail distributors and direct selling agents to facilitate greater penetration of our fund schemes", said R Rajagopal, the chief investment officer of DBS Chola Asset Management Limited.

Rajagopal was upbeat on the performance of the newly launched

Infrastructure Fund owing to the massive funding, which is to be made on the infrastructure sector. "We also intend to launch a PE (private equity) fund but as of now, nothing is finalised. Our objective is to ensure that there is no cannibalisation within our various fund schemes", he added. DBS Chola Infrastructure

Fund is a three year close-ended equity fund with automatic conversion into an open-ended scheme on maturity. The fund seeks to generate capital appreciation by investing in equity and equity related instruments of companies that are expected to benefit from the infrastructure development of the country.

# DBS Chola MF launches 3-year infrastructure fund

Our Bureau  
CHENNAI

DBS Chola MF has launched DBS Chola Infrastructure Fund, a three-year close-ended fund that would invest in equity and equity related instruments of companies that are expected to benefit from the infrastructure development in India.

"The key drivers for this fund are the deregulation happening in the infrastructure segment through policy streamlining and funding coming from multi-lateral agencies like the World Bank and the Asian Development Bank. An investment of \$320 billion is expected

in infrastructure over the Eleventh five year plan (2007-2012)", Mr R Rajagopal, CIO, DBS Chola Mandalam Asset Management said.

Mr Rajagopal added that the new scheme would deploy funds in 30-40 stocks, belonging to sectors such as oil and gas, energy, telecom, capital goods, electronics and engineering. For asset allocation, 65-100% would be invested in equity and the rest in debt.

DBS Chola is planning to introduce a few more funds in the current fiscal, one of which could be a fund that would invest in foreign assets



## INVESTMENT OPTIONS

DBS Chola is planning to introduce a few more funds in the current fiscal, one of which could be a fund that would invest in foreign assets

lifestyle. We want to focus on more viable sectors", Mr Rajagopal added.

Presently, equity constitutes Rs 260 crore of the over Rs 5,000 crore assets under management of the company.

The rest is debt. MM Murugappan, director, DBS Chola Trustee said company is growing with a defined strategy for launching more funds in the current fiscal. Among its distribution channel, write national level distributors contribute 50%, banks and independent financial advisors contribute 30% and 20% respectively. The new fund offer (NFO), which requires a minimum investment of Rs 5,000, closes on September 6, 07.

Publication : Business Standard  
Date : Friday, August 17, 2007

Publication : The Economics Times  
Date : Thursday, August 09, 2007

## Equity & Debt Markets –

By R.Rajagopal(Chief Investment Officer)

During the last month, the US Sub prime credit concerns, its chances of spill over to the prime segment and the worries of the contagion effect of the same over economies and markets continues to dominate global investor's sentiments. After the initial round of panic selling of the leveraged positions now investors are assessing the extent of spill over effect of the sub prime issue on the consumption pattern in the US. The fears of meaningful slow down in US consumption may have significant negative impact of the Asian economies including India. We believe that the effect would be restricted to liquidity alone and not impact the corporate performance of India.

The Indian economy continues to grow at phenomenal pace and recorded 9.3% real GDP growth rate during 1QFY08. Industry recorded double digit growth for the second consecutive year after ten years. Accounting for about 60% of the economy, services grew 10.6% as compared to 11.6% last year. Trade, Hotels, Transport, Storage and Communication (constituting 27% of GDP) clocked 12% compared to 12.4% last year. Aggregate tax collections grew 20% in the month of July 2007 as compared with 28% in the first quarter of the fiscal year. Year-to-date tax collections have grown by 26%, ahead of the full-year government budget estimate (BE) of 17%.

Indices	Performance
S & P CNX Nifty	1.43%
SHCOMP (China)	16.73%
KSE 100 (Karachi)	-11.10%
JCI (Indonesia)	-6.57%
STI (Singapore)	-4.36%
KOSPI (South Korea)	-3.11%
MEXBOL (Mexico)	-1.02%

To insulate, the impact of possible slowdown in the US consumption on the economy and corporate performance, we have increased the weightage on the sectors in our portfolios whose growth drivers are primarily linked to domestic growth including Power, Capital goods and Financials.

On the Debt Market front, last month observed the impact of Global Concerns and RBI Credit Policy Review in determining the Market movement. The US sub prime crisis continued to worry the global markets and the effect was clearly seen in Indian capital markets. The RBI, in July Credit Policy review, removed INR 3000 crores cap on Reverse Repo borrowing. Also RBI hiked CRR by 50 basis points and the affect was evident in the yields this month.

Short-end of the curve moved up by nearly 100-120 basis points and the key 10 year benchmark bond yield touched a high of 8.01% before retracing to close the month at 7.94%. RBI increased the MSS (Market Stabilisation Scheme) limit by INR 40000 crores to INR 150000 crores. Also RBI curbed ECB borrowing to USD 20 million down from USD 500 million. This led to INR weakening to 41.80 versus USD, but retraced to 41.11 by the month end.

Inflation continued to be benign and ended the month at 3.94%. Global concerns remained due to US Sub-primes and Federal Reserve had to step in to avert any crisis in the financial markets. Fed cut the discount rate (Rate at which it lends to the banking system) by 50 basis points.

Liquidity continued to be comfortable with average INR 25000 crores bid at RBI LAF. After nearly two months of historic low overnight rates, below 1%, this month the markets saw overnight rates continued to be in a narrow range of 5.90% to 6.25% amidst easy liquidity. Going forward we expect the liquidity to tighten due to advance tax out-flows and quarter end. This could put pressure on the overnight rates. We expect the Federal Reserve to cut the Fed Fund rates by 25 basis points, when FOMC meets on 18th September. This could be positive for the bond market.

We recommend DBS Chola ST Floating Rate Fund as the portfolio is invested over 50% in MIBOR linked assets. Any spike in overnight rates would translate into higher returns for the investors.

## DBS Chola Contra Fund

as on Aug 31, 2007

### Features

#### Type of Fund

Open-Ended Equity Scheme

#### Load Structure

Entry Load : < 3 cr : 2.25%  
 >=3 cr : Nil

Exit Load / CDSC : < 3 cr : 1.00% if redeemed within 6 months  
 >= 3 cr < 5 cr : 0.50% if redeemed within 6 months  
 >= 5 cr : Nil

#### Minimum Investment for New / Existing Investors

Rs. 5000/1000

#### Cut Off Time

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

#### Dividend Distribution

Declared as and when decided by the Trustees

**Inception Date** Fund Manager

27-Feb-06 R. Rajagopal

#### NAV

Dividend Option : Rs. 12.12

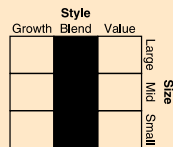
Cumulative Option : Rs. 12.12

**Benchmark Index** Fund Size

S & P CNX 500 Rs.38.40 crores

### Style Matrix

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



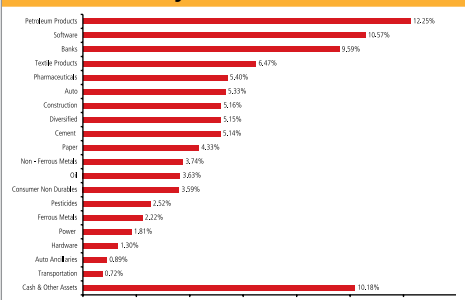
## Investment Objective

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 scripts which have underperformed/not performed to their full potential in their recent past.

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Hindustan Lever Ltd.	5.15%
Reliance Industries Ltd.	4.60%
Ballarpur Industries Ltd.	4.33%
Hindalco Industries Ltd.	3.74%
Oil & Natural Gas Corporation Ltd.	3.63%
Indian Tobacco Company Ltd.	3.59%
Welspun India Ltd.	3.49%
Mahindra and Mahindra Ltd.	3.13%
Tata Consultancy Services Ltd.	3.05%
Ranbaxy Ltd.	2.95%

### Sector Summary



### Performance

	DBSCCF	S & P CNX 500
3 Months (92 Days)#	2.19%	4.15%
6 Months (184 Days)#	13.17%	19.43%
1 Year\$	17.67%	32.18%
Since Inception \$ (27/02/06)	13.61%	24.72%
# Absolute Returns	\$ Compounded Annualised Returns	
Past performance may or may not be sustained in future.		

### Systematic Investment Plan - Returns

If you had invested Rs. 1000/- starting of every month in DBS Chola Contra Fund (DBSCCF)

	The Amount would have grown to	
	1 year	Since Inception
Total Amount	Rs. 12799/-	Rs. 18933/-
Annualised Return	12.59%	16.58%

As on 31<sup>st</sup> Aug, 2007

Past performance may or may not be sustained in future.

### Fund Manager's Comments

DBS Chola Contra Fund is a diversified equity fund which adopts a 'contrarian' style of investing. The fund invest in fundamentally sound companies whose share prices have underperformed the market in the recent past.

## DBS Chola Growth Fund

as on Aug 31, 2007

Value Research ★★★★  
**RATINGS** as on Aug 2007

### Features

#### Type of Fund

Open-Ended Growth Scheme

#### Load Structure

Entry Load : < 3 cr : 2.25%  
 >=3 cr : Nil

Exit Load / CDSC : < 3 cr : 1.00% if redeemed within 6 months  
 >= 3 cr < 5 cr : 0.50% if redeemed within 6 months  
 >= 5 cr : Nil

#### Minimum Investment for New / Existing Investors

Rs. 5000/1000

#### Cut Off Time

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

#### Dividend Distribution

Declared as and when decided by the Trustees

**Inception Date** Fund Manager

17-Sep-01 R. Rajagopal

#### NAV

Quarterly Dividend Option : Rs. 16.32

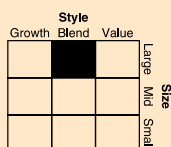
Cumulative Option : Rs. 34.55

**Benchmark Index** Fund Size

S&P CNX Nifty Rs.34.20 crores

### Style Matrix

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



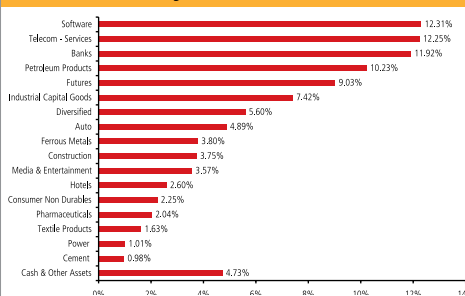
## Investment Objective

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.

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Reliance Industries Ltd.	7.17%
Bharti Airtel Ltd.	4.63%
Reliance Communications Ltd.	4.61%
Bharat Heavy Electricals Ltd.	3.87%
ICICI Bank Ltd.	3.79%
Larsen and Toubro Ltd.	3.78%
Tata Consultancy Services Ltd.	3.58%
Infosys Technologies Ltd.	3.52%
Siemens Ltd.	2.62%
Indian Hotels Co. Ltd.	2.60%

### Sector Summary



### Fund Manager's Comments

DBS Chola 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.

### Performance

	DBSCGF	S&P CNX Nifty
1 Month (31 Days)#	-1.73%	-1.43%
3 Months (92 Days)#	4.29%	3.92%
6 Months (184 Days)#	18.16%	19.19%
1 Year\$	31.12%	30.76%
3 Years\$	38.84%	39.86%
5 Years\$	42.01%	34.55%
Since Inception\$	38.34%	27.38%
# Absolute Returns	\$ Compounded Annualised Returns	
Past performance may or may not be sustained in future.		

### Systematic Investment Plan - Returns

If you had invested Rs. 1000/- starting of every month in DBS Chola Growth Fund (DBSCGF)

	The Amount would have grown to	
	3 Years	5 Years
Total Amount	Rs.57216/-	Rs.158811/-
Annualised Return	32.56%	40.15%

As on 31<sup>st</sup> Aug, 2007

Past performance may or may not be sustained in future.

### Dividend

#### Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
12-Dec-06	20	2.00	Rs. 16.17
27-Mar-06	15	1.50	Rs. 15.78
3-Oct -05	20	2.00	Rs. 14.83
28-Mar-05\$	10	1.00	Rs. 12.30

\$ Quarterly Dividend

Past performance may or may not be sustained in future.

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

# DBS Chola Midcap Fund

as on Aug 31, 2007

Value Research **★★★**  
RATINGS as on Aug 2007

## Features

### Type of Fund

Open-Ended Equity Scheme

### Load Structure

Entry Load : < 3 cr : 2.25%

>= 3 cr : Nil

Exit Load / CDSC : < 3 cr : 1.00% if redeemed within 6 months

>= 3 cr < 5 cr : 0.50% if redeemed within 6 months

>= 5 cr : Nil

### Minimum Investment for New / Existing Investors

Rs. 5000/1000

### Cut Off Time

Purchase : 3 p.m.

Redemption : 3 p.m.

### Dividend Distribution

Declared as and when decided by the Trustees

### Inception Date

09-Aug-04

### Fund Manager

R. Rajagopal

### NAV

Dividend Option : Rs. 17.12

Cumulative Option : Rs. 29.67

### Benchmark Index

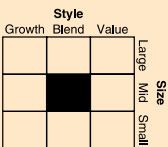
CNX Midcap Index

### Fund Size

Rs.34.06 crores

## Style Matrix

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



## Investment Objective

To generate capital appreciation by investing primarily in midcap stocks. The scheme will invest in companies whose market capitalization falls between the highest and the lowest constituent of the CNX Midcap Index.

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Thermax Ltd.	4.77%
Sintex Industries Ltd.	4.04%
Amtek Auto Ltd.	3.82%
Jagran Prakashan Ltd.	3.76%
Vijaya Bank Ltd.	3.71%
Crompton Greaves Ltd.	3.59%
IDFC Ltd.	3.38%
Infotech Enterprises Ltd.	3.11%
Financial Technologies (India) Ltd.	2.96%
GlaxoSmithkline Consumer Healthcare Ltd.	2.73%

### Dividend

#### Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
27-Mar-06	25	2.50	Rs. 16.36
19-Sep-05	20	2.00	Rs. 15.79
14-Mar-05	10	1.00	Rs. 12.86

Past performance may or may not be sustained in future.

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

### Fund Manager's Comments

DBS 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 predominantly invest in companies in the market capitalisation range of the CNX Midcap Index.

## Performance

	DBSCMF	CNX Midcap Index
1 Months (31 Days)#	-2.50%	-2.17%
3 Months (92 Days)#	7.81%	7.08%
6 Months (184 Days)#	17.97%	23.92%
1 Year\$	34.31%	40.32%
3 Years\$	39.93%	40.55%
Since Inception\$ (09/08/04)	42.67%	40.88%

# Absolute Returns \$ Compounded Annualised Returns  
Past performance may or may not be sustained in future.

### Systematic Investment Plan - Returns

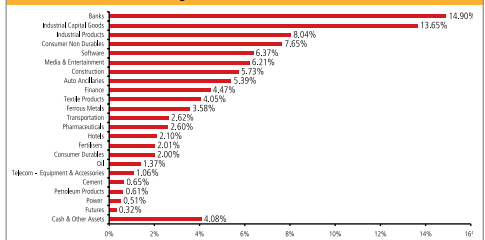
If you had invested Rs.1000/- starting of every month in DBS Chola Midcap Fund (DBSCMF)

	The Amount would have grown to	
	1 Year	2 Years
Total Amount	Rs.13708/-	Rs.30598/-
Annualised Return	27.46%	25.33%

As on 31<sup>st</sup> Aug, 2007

Past performance may or may not be sustained in future.

### Sector Summary



# DBS Chola Multi-Cap Fund

as on Aug 31, 2007

## Features

### Type of Fund

Open-Ended Equity Scheme

### Load Structure

Entry Load : < 3 cr : 2.25%

>= 3 cr : Nil

Exit Load / CDSC : < 3 cr : 1.00% if redeemed within 6 months

>= 3 cr < 5 cr : 0.50% if redeemed within 6 months

>= 5 cr : Nil

### Minimum Investment for New / Existing Investors

Rs. 5000/1000

### Cut Off Time

Purchase : 3 p.m.

Redemption : 3 p.m.

### Dividend Distribution

Declared as and when decided by the Trustees

### Inception Date

28-Jan-05

### Fund Manager

R. Rajagopal

### NAV

Dividend Option : Rs. 15.26

Cumulative Option : Rs. 19.14

### Benchmark Index

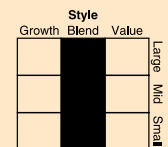
S&P CNX 500

### Fund Size

Rs. 35.67 crores

## Style Matrix

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



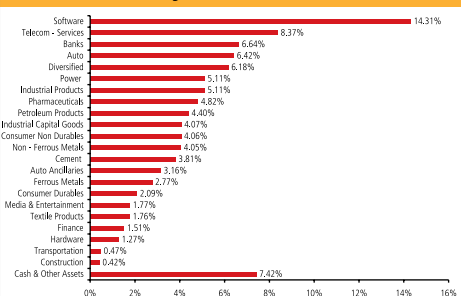
## Investment Objective

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

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Bharti Airtel Ltd.	4.69%
Reliance Industries Ltd.	4.40%
Hindustan Zinc Ltd.	4.05%
Mahindra and Mahindra Ltd.	3.28%
Larsen and Toubro Ltd.	3.26%
Tata Motors Ltd.	3.15%
Reliance Communications Ltd.	3.13%
Hindustan Lever Ltd.	2.92%
Siemens Ltd.	2.87%
Infosys Technologies Ltd.	2.86%

### Sector Summary



### Fund Manager's Comments

DBS Chola Multi-Cap Fund, is a truly diversified fund with investments in large cap, mid cap and small cap stocks.

## Performance

	DBSCMCF	S&P CNX 500
1 Month (31 Days)#	-2.35%	-1.91%
3 Months (92 Days)#	2.03%	4.15%
6 Months (184 Days)#	10.64%	19.43%
1 Year \$	20.91%	32.18%
Since Inception \$(28/01/05)	28.50%	34.21%

# Absolute Returns \$ Compounded Annualised Returns  
Past performance may or may not be sustained in future.

### Systematic Investment Plan - Returns

If you had invested Rs.1000/- starting of every month in DBS Chola Multi-Cap Fund (DBSCMCF)

	The Amount would have grown to	
	1 Year	Since Inception
Total Amount	Rs.12696/-	Rs.38592/-
Annualised Return	10.95%	20.71%

As on 31<sup>st</sup> Aug, 2007

Past performance may or may not be sustained in future.

### Dividend

#### Regular Plan

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
20-Mar-06	15	1.50	Rs. 14.87
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/-

## DBS Chola Opportunities Fund

Value Research **★★★★**  
RATINGS as on Aug 2007

as on Aug 31, 2007

### Features

#### Type of Fund

Open-Ended Growth Fund

#### Load Structure

Entry Load : < 3 cr : 2.25%  
>=3 cr : Nil

Exit Load / CDSC : < 3 cr : 1.00% if redeemed within 6 months  
>= 3 cr < 5 cr : 0.50% if redeemed within 6 months  
>= 5 cr : Nil

#### Minimum Investment for New / Existing Investors

Rs. 3000/1000

#### Cut Off Time

Purchase : 3 p.m.

Redemption : 3 p.m.

#### Dividend Distribution

Declared as and when decided by the Trustees

#### NAV

Quarterly Dividend Option : Rs. 20.74

Cumulative Option : Rs. 31.92

**Benchmark Index** **Fund Size**

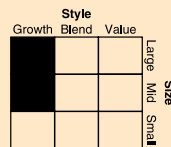
S&P CNX Nifty Rs.19.84 crores

#### Fund Manager

R. Rajagopal

#### Style Matrix

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



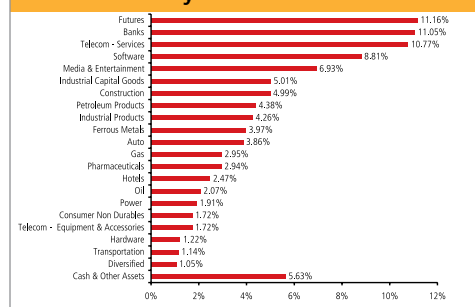
## Investment Objective

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

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Reliance Communications Ltd.	3.70%
Reliance Industries Ltd.	3.46%
Deep Industries Ltd.	2.95%
Bharti Airtel Ltd.	2.88%
DLF Ltd.	2.11%
Great Offshore Ltd.	2.07%
KEC International Ltd.	1.91%
Bank of Baroda	1.90%
Hdfc Bank Ltd.	1.88%
Havells India Ltd.	1.80%

### Sector Summary



### Fund Manager's Comments

DBS Chola Opportunities Fund is a concentrated equity fund with exposure to a few high growth sectors of the economy. The fund has a bias towards the growth style of investing. The fund is a "High Risk, High Return" fund.

### Performance

	DBSCOF	S&P CNX Nifty
1 Month (31 Days)#	-2.18%	-1.43%
3 Months (92 Days)#	6.76%	3.92%
6 Months (184 Days)#	25.77%	19.19%
1 Year\$	54.28%	30.76%
3 Years\$	41.82%	39.86%
Since Inception\$*	31.86%	29.70%

# Absolute Returns \$ Compounded Annualised Returns  
\*Returns calculated from 11/12/2003, when the scheme was repositioned as DBS Chola Opportunities Fund. Past performance may or may not be sustained in future.

### Systematic Investment Plan - Returns

If you had invested Rs. 1000/- starting of every month in DBS Chola Opportunities Fund (DBSCOF)

	The Amount would have grown to	
	3 Years	5 Years
Total Amount	Rs.60803/-	Rs.142395/-
Annualised Return	37.22%	35.43%

As on 31<sup>st</sup> Aug, 2007

Past performance may or may not be sustained in future.

### Dividend

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

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

## DBS Chola Hedged Equity Fund

as on Aug 31, 2007

### Features

#### Type of Fund

Open-Ended Equity Scheme

#### Load Structure

Entry Load : < 3 cr : 2.50%  
>=3 cr : Nil

Exit Load / CDSC : < 3 cr : 1.00% if redeemed within 6 months  
>= 3 cr < 5 cr : 0.50% if redeemed within 6 months  
>= 5 cr : Nil

#### Minimum Investment for New / Existing Investors

Rs. 5000/1000

#### Cut Off Time

Purchase : 3 p.m.

Redemption : 3 p.m.

#### Dividend Distribution

Declared as and when decided by the Trustees

**Inception Date** **Benchmark Index**

19-Apr-07 S&P CNX Nifty

#### NAV

Dividend Option : Rs. 10.63

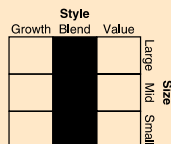
Cumulative Option : Rs. 11.15

**Fund Size** **Fund Manager**

Rs.33.90 crores R. Rajagopal

#### Style Matrix

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



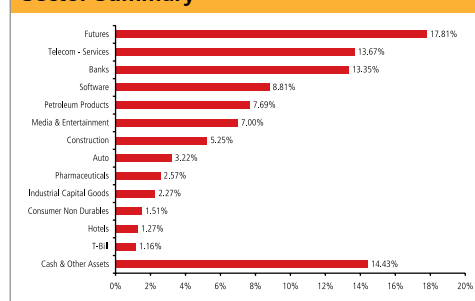
## Investment Objective

The investment objective of the fund is to generate long term capital appreciation by investing in equity, equity related and derivative instruments. The fund seeks to minimize risk by use of hedging instruments such as index and stock derivative instruments. The aim is to generate returns with a lower volatility.

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Reliance Industries Ltd.	6.07%
Reliance Communications Ltd.	4.97%
ICICI Bank Ltd.	4.46%
Tata Consultancy Services Ltd.	3.77%
Infosys Technologies Ltd.	3.56%
Bharti Airtel Ltd.	3.11%
DLF Ltd.	2.47%
Siemens Ltd.	2.27%
Mahanagar Telephone Nigam Ltd.	2.09%
Punjab National Bank	2.08%

### Sector Summary



### Performance

	DBSCHF	S&P CNX Nifty
Since Inception# (19/04/07)	11.50%	11.67%

# Absolute Returns

Past performance may or may not be sustained in future.

### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
31-May-07	5%	0.5	Rs. 10.78

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

### Fund Manager's Comments

DBS Chola Hedged Equity Fund is an open ended equity scheme, which seeks to capture the growth potential of stocks while using active hedging strategy by use of index and stock derivative instruments to reduce the effect of market swings on the fund's long term performance. The aim is to generate returns both in the bull market and bear market as opportunities exist on both ends of the spectrum. The fund aims to generate returns with lower volatility.



## DBS Chola Tax Saver Fund

as on Aug 31, 2007

### Features

#### Type of Fund

Equity Linked Savings Scheme

#### Load Structure

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

Exit Load / CDSC : Nil

#### Minimum Investment for New / Existing Investors

Rs. 500 & in multiples of Rs. 500 thereafter

#### Cut Off Time

Purchase : 3 p.m.

Redemption : 3 p.m.

#### Dividend Distribution

Declared as and when decided by the Trustees

#### NAV

Dividend Option : Rs. 13.14

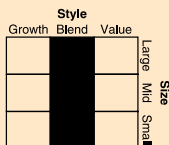
Cumulative Option : Rs. 14.15

Inception Date : 18-Nov-05 Fund Manager : R. Rajagopal

Benchmark Index : S&P CNX Nifty Fund Size : Rs.35.10 crores

#### Style Matrix

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



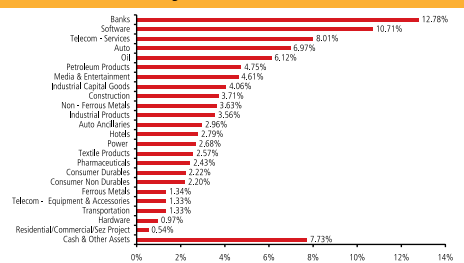
## Investment Objective

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.

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Reliance Industries Ltd.	4.75%
Oil & Natural Gas Corporation Ltd.	4.48%
Reliance Communications Ltd.	3.56%
Bharat Forge Ltd.	3.09%
Tata Consultancy Services Ltd.	2.73%
Bharti Airtel Ltd.	2.63%
ICICI Bank Ltd.	2.62%
Crompton Greaves Ltd.	2.61%
Mahindra and Mahindra Ltd.	2.61%
Lupin Ltd.	2.43%

### Sector Summary



### Lock-in Period

The scheme is open for continuous redemption subject to the completion of a lock-in period of 3 years from the date of allotment as prescribed in the ELSS guidelines. Currently, the tax benefits are restricted to an investment amount of Rs. 1,00,000/-. However, any amount in excess of Rs. 1,00,000/- would also be subject to the lock in period of 3 years.

### Performance

	DBSCTSF	S&P CNX Nifty
3 Months (92 Days)#	2.09%	3.92%
6 Months (184 Days)#	12.21%	19.19%
1 Year\$	23.80%	30.76%
Since Inception \$ (18/11/05)	21.49%	34.82%

# Absolute Returns \$ Compounded Annualised Returns  
Past performance may or may not be sustained in future.

### Systematic Investment Plan - Returns

If you had invested Rs. 1000/- starting of every month in DBS Chola Tax Saver Fund (DBSCTF)

	The Amount would have grown to	
	1 year	Since Inception
Total Amount	Rs.12882/-	Rs.24450/-
Annualised Return	13.92%	17.68%

As on 31<sup>st</sup> Aug, 2007

Past performance may or may not be sustained in future.

### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
22-Jan-07	10	1.00	Rs. 14.22

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

### Fund Manager's Comments

DBS 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.

## DBS Chola Global Advantage Fund

as on Aug 31, 2007

### Features

#### Type of Fund

Open-Ended Equity Scheme

#### Load Structure

Entry Load : < 3 cr : 2.25%  
>=3 cr : Nil

Exit Load / CDSC : Nil

#### Minimum Investment for New / Existing Investors

Rs. 5000/1000

#### Cut Off Time

Purchase / Redemption : 3 p.m.

#### Dividend Distribution

Declared as and when decided by the Trustees

Inception Date : 30-May-05 Fund Manager : R. Rajagopal

NAV

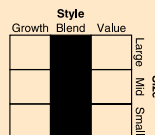
Dividend Option : Rs. 13.32

Cumulative Option : Rs. 14.21

Benchmark Index : S&P CNX 500 Fund Size : Rs.18.59 crores

#### Style Matrix

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



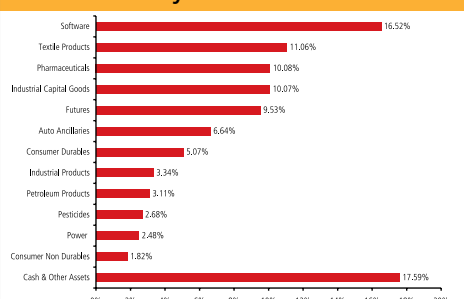
## Investment Objective

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 their business in global markets.

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	% of Portfolio
Thermax Ltd.	5.14%
Volta Ltd.	5.07%
Crompton Greaves Ltd.	4.94%
Balkrishna Industries Ltd.	4.70%
Gokaldas Exports Ltd.	4.20%
Tata Consultancy Services Ltd.	4.15%
Kale Consultants Ltd.	4.11%
Infosys Technologies Ltd.	3.87%
Welspun India Ltd.	3.45%
Alok Industries Ltd.	3.41%

### Sector Summary



### Performance

	DBSCGAF	S&P CNX 500
1 Month (31 Days)#	-2.27%	-1.91%
3 Months (92 Days)#	4.56%	4.15%
6 Months (184 Days)#	5.73%	19.43%
1 Year\$	10.67%	32.12%
Since Inception\$ (30/05/05)	16.86%	37.20%

# Absolute Returns \$ Compounded Annualised Returns  
Scheme "DBS Chola Global Advantage Fund (DCGAF)" was launched on 19th Apr 05 & units allotted on 30th May 05  
Past performance may or may not be sustained in future.

### Dividend

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/-

### Fund Manager's Comments

The investment in DBS Chola Global Advantage Fund 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.



## DBS Chola Liquid Fund

as on Aug 31, 2007

Value Research **★★★★**  
RATINGS as on Aug 2007

### Features

#### Type of Fund

Open-Ended Liquidity Income Scheme

#### Load Structure

Entry Load : Nil  
Exit Load / CDSC : Nil

#### Minimum Investment for New / Existing Investors

Regular : Rs. 10000/5000  
Institutional Plus : Rs. 1000000/100000  
Super Institutional Plan : Rs. 5 crore & any amt. thereafter

#### Cut Off Time

Purchase : 12 p.m.  
Redemption : 3 p.m.

#### Dividend Distribution

Inception Date

#### Daily / Weekly

NAV

Regular-  
Weekly Dividend Option : Rs. 11.9924  
Cumulative Option : Rs. 15.5760  
Institutional Plus-  
Weekly Dividend Option : Rs. 11.9582  
Cumulative Option : Rs. 15.6953  
Super Institutional Plan-  
Cumulative Option : Rs. 10.6715

#### Benchmark Index

CRISIL Liquid Fund Index

#### Fund Size

Rs.433.20 crores

#### Fund Manager

Ashish Nigam

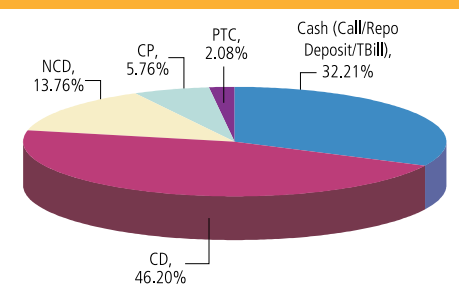
### Investment Objective

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.

#### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	Weight	Rating
State Bank of India	18.41%	P1+
IDBI Ltd.	6.57%	P1+
Larsen and Toubro Ltd. (Floating Rate)	5.77%	P1+
Jammu and Kashmir Bank Ltd.	5.76%	A1+
Bajaj Auto Finance Ltd.	5.76%	P1+
ABN Amro Bank	5.76%	P1+
State Bank of Hyderabad	5.49%	P1+
NABARD Ltd. - 9.50%	3.47%	AAA
IRFC - 5YR INBMK	2.31%	AAA
State Bank of Bikaner & Jaipur	2.24%	P1+
Cash (Call/Repo Deposit/TBill)	32.21%	

#### Asset Profile



#### Avg Maturity

104 days

#### YTM

7.27%

### Performance

	DBS CLF-Cum	DBSCLF-Cum. Inst. Plus	DBSCLF-Cum. Super Inst. Plan	CRISIL LF Index
7 Days#	0.1402%	0.1448%	0.1455%	0.11%
14 Days#	0.2742%	0.2830%	0.2838%	0.21%
1 Month (31 Days)#	0.59%	0.61%	0.62%	0.30%
3 Months (92 Days)#	1.59%	1.65%	1.66%	1.35%
6 Months (184 Days)#	3.50%	3.63%	NA	4.06%
1 Year\$	7.13%	7.36%	NA	7.18%
3 Years\$	6.18%	6.27%	NA	5.72%
5 Years\$	5.77%	NA	NA	5.23%
Since Inception\$	6.62%	5.88%^	6.72%*#	5.38%

# Absolute Returns

NA - Not Applicable

\$ Compounded Annualised Returns

^Since Inception returns of DBS Chola Liquid Fund - Institutional Plus Plan Cum option is from 10-Apr-03.

\* DBS Chola Liquid Fund - Super Institutional Plan - Cum Option units allotted on 3-Oct-06.

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

### Fund Manager's Comments

DBS 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.

## DBS Chola Short Term Floating Rate Fund

as on Aug 31, 2007



Value Research **★★★★★**  
RATINGS as on Aug 2007

### Features

#### Type of Fund

Open-Ended Income Scheme

#### Load Structure

Entry Load : Nil  
Exit Load / CDSC : Nil

#### Minimum Investment for New / Existing Investors

Rs. 5000/1000

#### Cut Off Time

Purchase : 12 p.m.  
Redemption : 3 p.m.

#### Dividend Distribution

Daily / Weekly / Monthly

#### Inception Date

10-Aug-05

#### NAV

Monthly Dividend Option : Rs. 10.2383  
Cumulative Option : Rs. 11.5525

#### Benchmark Index

CRISIL Liquid Fund Index

#### Fund Size

Rs.1,891.81 crores

#### Fund Manager

Ashish Nigam

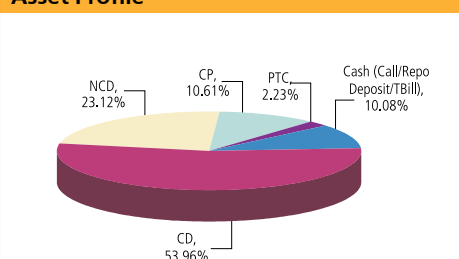
### Investment Objective

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.

#### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	Weight	Rating
State Bank of India	11.53%	P1+
State Bank of Hyderabad	6.51%	P1+
State Bank of Patiala	6.01%	P1+
IDFC Ltd. (Floating Rate)	5.68%	LAAA
Union Bank of India	3.93%	P1+
State Bank of Travancore	3.74%	P1+
ICICI Bank Ltd.	3.29%	P1+
Citicorp Finance Ltd. (Floating Rate)	3.22%	AAA
Aditya Birla Nova Ltd.	2.11%	P1+
Punjab National Bank	2.07%	P1+
Cash ( Call/Repo Deposit/TBill)	10.08%	

#### Asset Profile



### Performance

	DBSCLF-FRF	CRISIL Liquid Fund Index
3 Months (92 Days)#	1.91%	1.35%
6 Months (184 Days)#	4.31%	4.06%
1 Year\$	8.30%	7.18%
Since Inception\$(10/08/05)	7.27%	6.28%

# Absolute Returns

\$ Compounded annualised returns

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

### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
27-Aug-07	0.4830*	0.0483	Rs.10.2289
27-Aug-07	0.4830\$	0.0483	Rs.10.2289
26-Jul-07	0.4680*	0.0468	Rs.10.2841
26-Jul-07	0.4680\$	0.0468	Rs.10.2841

\* Corporate \$ Individual

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

### Avg Maturity

110 days

### YTM

7.09%

### Fund Manager's Comments

DBS 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 100-150 days.

• For one year period ending 31st Dec 2006  
# CRISIL CPR Rankings: Quarter Ended June 2007

## DBS Chola Treasury Management Fund

as on Aug 31, 2007

### Features

#### Type of Fund

Open-Ended Liquid Fund

#### Load Structure

Entry Load : Nil  
Exit Load / CDSC : Nil

#### Minimum Investment for New / Existing Investors

Rs. 5000/1000

#### Cut Off Time

Purchase : 12 p.m.  
Redemption : 3 p.m.

#### Dividend Distribution Inception Date

Daily / Weekly : 23-Mar-07

#### NAV

Cumulative Option : Rs. 11.4788

#### Benchmark Index Fund Size

CRISIL Liquid Fund Index Rs.0.04 crores

#### Fund Manager

Ashish Nigam

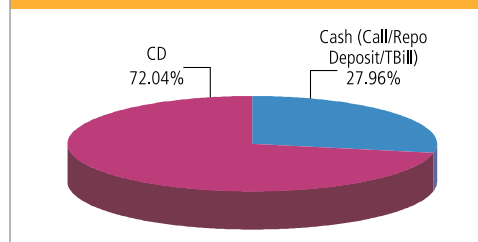
## Investment Objective

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

### Portfolio (as on Aug 31, 2007)

Scrip	Weight	Rating
<b>CD's with Bank</b>		
Development Credit Bank - CD - 02 Apr 08	72.04%	P1+
Cash Call/Repo Deposit/TBill	27.96%	

### Asset Profile



### Fund Manager's Comments

DBS Chola Treasury Management Fund aims to capture interest rate volatility arising out of high liquidity conditions. This is achieved by investing in MIBOR linked assets and lending in overnight market. The investments are in highest rated assets only.

### Performance

	DBSCTMF	CRISIL Liquid Fund Index
Since Inception#	14.79%	3.58%
# Absolute Returns		
Past performance may or may not be sustained in the future.		
The distribution tax has been included in the calculations of returns.		

### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
25-Mar-07	0.0682*	0.0068	Rs. 10.0000
25-Mar-07	0.0733\$	0.0073	Rs. 10.0000

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

### Avg Maturity

Avg Maturity	YTM
151 days	7.50%

## DBS Chola Freedom Income - Short Term Fund

as on Aug 31, 2007

AAAf<sup>+</sup> rated by CRISIL

CPR# 2

### Features

#### Type of Fund

Open-Ended Income Fund

#### Load Structure

Entry Load : Nil  
Exit Load / CDSC : Nil

#### Minimum Investment for New / Existing Investors

Regular : Rs. 3000/1000  
Institutional : Rs. 1000000/100000  
Dividend Reinvestment : Rs. 100000/5000

#### Cut Off Time

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

#### Dividend Distribution Inception Date

Daily / Weekly / Monthly / Semi Annual : 08-Mar-02\*

#### NAV

Regular-  
Monthly Dividend Option : Rs. 11.0341  
Semi Annual Dividend Option : Rs. 12.1464  
Cumulative Option : Rs. 12.2487  
Institutional  
Monthly Dividend Option : Rs. 11.0367  
Cumulative Option : Rs. 12.3913

#### Benchmark Index

CRISIL Short Term Fund Index

#### Fund Size

Rs. 1,152.36 crores

#### Fund Manager

Ashish Nigam

\* Scheme was repositioned as DBS Chola Freedom Income - Short Term Fund from March 08, 2002

# CRISIL CPR Rankings: Quarter Ended June 2007

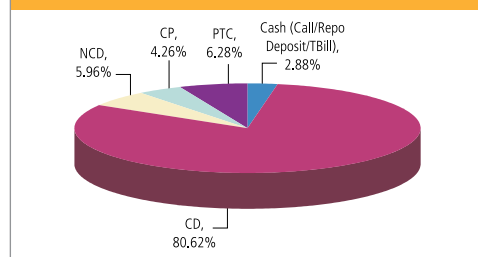
## Investment Objective

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.

### Portfolio - Top 10 Holdings (as on Aug 31, 2007)

Scrip	Weight	Rating
<b>CD's with Bank</b>		
State Bank of India-CD-29 May 08	14.79%	P1+
IDBI Ltd. - CD - 05 Mar 08	9.20%	P1+
State Bk of Travancore-CD-07 Jul 08	8.17%	P1+
State Bank of Hyderabad-CD-06/06/08	6.14%	P1+
State Bank of Hyderabad-CD-28/04/08	5.80%	P1+
IDBI Ltd. - CD - 13 May 08	5.33%	P1+
State Bank of Patiala-CD-29 May 08	4.10%	P1+
Kotak Mahindra Bank-CD- 04 Jul 08	3.24%	P1+
State Bk of Travancore-CD-28 Feb 08	2.93%	A1+
Canara Bank-CD-28 Feb 08	2.93%	P1+
Cash (Call/Repo Deposit/TBill)	2.88%	

### Asset Profile



### Fund Manager's Comments

DBS Chola Freedom Income 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 1 year or less. The fund aims to generate superior returns without taking any MTM risk on the portfolio. The fund is rated AAAf by CRISIL for its credit quality.

### Performance

	DBSCFI-STF	DBSCFI-STF Institutional	CRISIL STF Index
1 Month (31 Days)#	0.64%	0.62%	-0.21%
3 Months (92 Days)#	2.12%	2.08%	2.07%
6 Months (184 Days)#	3.72%	3.68%	4.49%
1 Year\$	7.71%	7.68%	6.57%
3 Years\$	5.65%	5.65%	5.40%
5 Years\$	5.87%	NA	5.20%
Since Inception\$	6.06%	5.59%*	NA

# Absolute Returns NA-Not Applicable

\$ Compounded Annualised Returns

\* From 10th April 2003

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

### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
27-Aug-07^	0.7340*	0.0734	Rs.11.1141
27-Aug-07^^	0.7880\$	0.0788	Rs.11.1141
27-Aug-07^^	0.7340*	0.0734	Rs.11.1165
27-Aug-07^^	0.7880\$	0.0788	Rs.11.1165

\* Corporate \$ Individual

^ DBSCFI-STF Regular ^^ DBSCFI-STF Institutional

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

### Avg Maturity

Avg Maturity	YTM
225 days	7.47%





# DBS Chola Triple Ace

as on Aug 31, 2007

## Features

### Type of Fund

Open-Ended Pure Income Fund

### Load Structure

Entry Load : Nil  
 Exit Load / CDSC : For investments <=10 Lacs: 0.5% if Redeemed within 6 months  
 For investments >10 Lacs: Nil

### Minimum Investment for New / Existing Investors

Rs. 2000/1000

### Cut Off Time

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

### Dividend Distribution

Quarterly/Semi Annual

### Inception Date

31-Mar-97

### NAV

Quarterly Dividend Option : Rs. 11.3556  
 Semi Annual Dividend Option : Rs. 11.6708  
 Cumulative Option : Rs. 24.1177  
 Bonus Option : Rs. 13.4008

### Benchmark Index

CRISIL Composite Bond Fund Index

### Fund Size

Rs.10.88 crores

### Fund Manager

Ashish Nigam

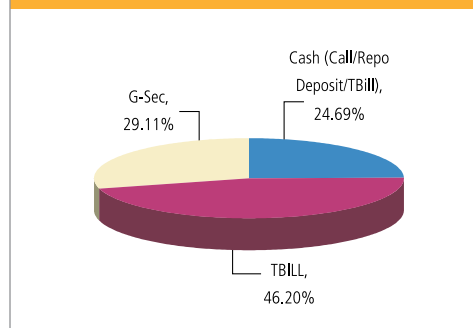
## Investment Objective

The investment objective of the scheme would be to provide regular and stable income. 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.

### Portfolio (as on Aug 31, 2007)

Scrip	Weight	Rating
182 Days TBILL 16 Nov 07	46.20%	Sov
CG - 2017 - 7.99%	29.11%	Sov
Cash (Call/Repo Deposit/TBill)	24.69%	

### Asset Profile



### Fund Manager's Comments

DBS Chola Triple Ace 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 based on the interest rate view.

### Performance

	DBSCTA-Reg. Cum.	CRISIL Comp. Bond Index
1 Month (31 Days)#	0.31%	-0.60%
3 Months (92 Days)#	0.80%	2.39%
6 Months (184 Days)#	0.84%	3.57%
1 Year\$	1.46%	5.14%
3 Years\$	2.17%	4.39%
5 Years\$	4.16%	5.08%
Since Inception\$	8.81%	5.56%*

# Absolute Returns \$ Compounded Annualised Returns  
 \* Since Inception returns of Crisil Composite Bond Fund Index is from 30-Mar-02.

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

### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
27-Sep-04*	0.6620*	0.0662	Rs.11.0367
27-Sep-04*	0.7080\$	0.0708	Rs.11.0367
27-Sep-04^	0.6620*	0.0662	Rs.10.7427
27-Sep-04^	0.7080\$	0.0708	Rs.10.7427

\* Corporate \$ Individual ^ DBSCTA Regular  
 • DBSCTA Semi Annual Dividend  
 Past performance may or may not be sustained in the future. The face value of the units is Rs. 10/-

### Avg Maturity

Avg Maturity	YTM
2.9 years	6.25%

## DBS Chola GILT Investment Plan

as on Aug 31, 2007

### Features

#### Type of Fund

Open-Ended Dedicated Gilts Schemes

#### Load Structure

Entry Load : Nil

Exit Load / CDSC : Nil

#### Minimum Investment for New / Existing Investors

Rs. 10000/1000

#### Cut Off Time

Purchase / Redemption : 3 p.m.

#### Dividend Distribution Inception Date

Quarterly 29-Mar-00

#### NAV

Quarterly Dividend Option : Rs. 10.5491

Cumulative Option : Rs. 19.1796

#### Benchmark Index Fund Size

ISEC-Li-BEX Rs.2.07 Crores

#### Fund Manager

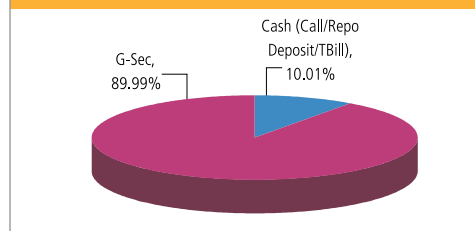
Ashish Nigam

### Investment Objective

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

Portfolio (as on Aug 31, 2007)		
Scrip	Weight	Rating
<b>Sovereign</b>		
CG - 2017 - 7.99%	89.99%	Sov
Cash (Call/Repo Deposit/TBill)	10.01%	

#### Asset Profile



#### 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.

	Performance	
	DBSCGI	I-Sec Li-BEX
1 Year\$	5.51%	9.70%
3 Years\$	2.00%	5.94%
5 Years\$	5.85%	7.58%
Since Inception\$	9.16%	7.79%

\$ 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.

#### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
27-Mar-06	1.2250*	0.1225	Rs. 10.3095
27-Mar-06	1.3160\$	0.1316	Rs. 10.3095
27-Sep-04	0.8270*	0.0827	Rs.10.2309
27-Sep-04	0.8840\$	0.0884	Rs.10.2309

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

Avg Maturity	YTM
9.8 years	6.75%

## DBS Chola Monthly Income Plan

as on Aug 31, 2007

### Features

#### Type of Fund

Open-Ended Income Scheme with no assured returns

#### Load Structure

Entry Load : Nil

Exit Load / CDSC : For investments <=10 Lacs: 0.5% if redeemed within 6 months  
For investments >10 Lacs: Nil

#### Minimum Investment for New / Existing Investors

Rs. 5000/1000 (Cum.)

Rs. 10000/1000 (Div.)

#### Cut Off Time

Purchase / Redemption : 3 p.m.

#### Dividend Distribution Inception Date

Monthly / Quarterly 31-Jul-03

#### NAV

Monthly Dividend Option : Rs. 10.3452

Quarterly Dividend Option : Rs. 10.5388

Cumulative Option : Rs. 13.4720

#### Benchmark Index Fund Size

CRISIL Blended MIP Index Rs.4.27 Crores

#### Fund Manager

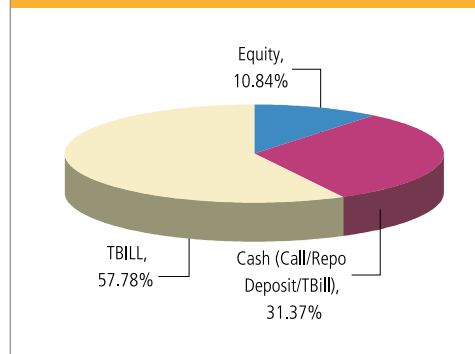
Ashish Nigam / R. Rajagopal

### Investment Objective

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

Portfolio (as on Aug 31, 2007)		
Scrip	Weight	Rating
<b>Equity</b>		
182 Days TBILL 16 Nov 07	57.78%	Sov
Tata Motors Ltd.	4.61%	Eq
Infosys Technologies Ltd.	4.24%	Eq
Andhra Bank	2.00%	Eq
Cash (Call/Repo Deposit/TBill)	31.37%	

#### Asset Profile



	Performance	
	DBSCMIP	CRISIL Blended MIP Index
1 Month (31 Days)#	0.12%	-0.67%
3 Months (92 Days)#	0.20%	2.70%
6 Months (184 Days)#	1.90%	5.96%
1 Year\$	6.03%	8.95%
3 Years\$	6.96%	9.30%
Since Inception\$	7.56%	8.70%

# Absolute Returns \$ 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.

#### Dividend

Date of Declaration	% Unit	Rs./Unit	NAV as on date of declaration
29-Jun-07^	1.4670*	0.1467	Rs. 10.6353
29-Jun-07^	1.5770\$	0.1577	Rs. 10.6353
25-Apr-07	0.2450*	0.0245	Rs. 10.3061
25-Apr-07	0.2630\$	0.0263	Rs. 10.3061

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

#### Fund Manager's Comments

In DBS Chola MIP, equity exposure is 10.84%.

Total AUM as on Aug 2007 : Rs. 3,931.27 crores