

Fact Sheet

January - 2008

For Private Circulation Only

DBS Chola

MUTUAL FUND

In News

Publication : The Financial Express
Date : Sunday, January 13, 2008

Duration play does the trick

DBS Chola FI - STF - Growth		NAV (Rs)	12.66
Latest NAV (Rs)	12.66	1-yr NAV movement	10%
52-week high (Rs)	12.66	DBS Chola FI - STF - Avg. G	10%
52-week low (Rs)	11.74	DBS Chola FI - STF - Std. Dev.	10%
Fund category	Debt	1-month	0.79%
Type	Liquid plus	3-months return	2.17%
Open ended	Debt	1-year	7.97%
Launch date	Mar 2002	Category avg (1-yr)	8.06%
Net assets (Rs cr)	896.38		
Benchmark	Cash ST Bond		

Suraj Saraf
DBS Chola Freedom Income - STF is an income scheme with an investment objective of generating regular and stable income. It proposes to invest at least 50% of the assets in fixed income securities and the balance in money market instruments of high quality. The scheme has been re-positioned as a liquid plus scheme, like most other debt schemes from different AMCs have done in the last one year. This is due to the differential tax treatment enjoyed by money market mu-

liquid plus scheme

tual fund schemes and other debt-oriented income products. In comparison to liquid funds, liquid plus funds have a higher average maturity profile and assume slightly more interest rate risk than a normal liquid product. A short-term investor tries to invest in a product which ensures high liquidity while safeguarding capital. Liquid plus funds, in addition to the high liquidity, provide an option to optimise re-

turns as well. They invest around 30-35% of the total net assets in longer maturity papers which offer better yield without assuming too much risk. The liquid plus category has gained in popularity with investors - these account for almost 13% of the total industry assets. DBS Chola FI - STF has a corpus size of Rs 896.38 crore as on December 07. It has seen some decline compared to the previous quarter, when it had done to Rs 1220 crore of assets under management. The liquidity crunch witnessed in the system due to

advance tax outflows and possible RBI intervention to absorb liquidity could be the reason of the corpus shrinkage in the last quarter. The scheme currently has invested heavily (55.49% of total net assets) in certificates of deposit issued by various banks. The fund manager had more than 80% of the net assets in bank CDs in the last quarter. The drop in exposure to such instruments is possibly owing to redemption pressures. The scheme is also maintaining higher cash levels this month, at 14.62%. These factors have meant that the portfolio average maturity has come down to 153 days. The fund manager also invested in floating rate debentures (13.13%). The scheme has put up a decent performance since inception. It has an expense ratio of 0.55%, which is competitive.

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Managerspeak Ashish Nigam



What are the advantages of a liquid plus scheme over a liquid scheme?
Liquid funds are money market funds and have investment restrictions i.e. they cannot invest in assets with residual maturity of more than 1 year. Liquid plus schemes are debt schemes and typically do not have any investment restrictions on maturity. The advantage in Liquid plus can be achieved only if the duration of the portfolio is managed actively. It needs to be adjusted according to the interest rate view in the market. Liquid plus funds, if managed well, have the ability to deliver superior returns over liquid funds in any interest rate cycle. Liquid plus funds have stable AUM since the investments are for longer tenor, whereas liquid funds typically see volatile AUM since the nature of investments are for short period. With stable AUM, it becomes easier to deliver superior returns.

Also liquid plus funds have tax advantage over liquid funds, as they attract lower dividend distribution tax. The scheme seems to be performing well over the last three to six months. What are the reasons for the same? We have kept a close watch on the duration of the portfolio - it was kept low when there was the expectation of high liquidity and pressure on interest rates and was increased when the liquidity improved and on expectation of easing pressure on the interest rate. The interest rate view is taken after closely analysing all the relevant macro variables of the economy. Superior returns were also delivered by actively trading on a part of the portfolio in the secondary market. All this was achieved without taking a call on the credit and all the investments were made in the highest rated assets only.

'Small-cap companies will continue to grow in the range of 25-50%'

Though the small-cap space is in a somewhat ignored (read, forgotten) position in most of the sustainability and the fundamental of the companies demonstrating good returns on the price front. Rajagopal R, vice president & COO, DBS Chola Mandalam Asset Management Ltd (DBAM), which also has a small-cap fund, gives a view on the investment situation in the small-cap space. He spoke with Rajesh Naidu of The Financial Express, Bangalore.



We look for five basic criteria before investing - management quality, business niche, scalability, profitability and value unlocking proposition

If one looks at the two-year Sensex, mid-cap and small-cap movement, it is seen that small-caps have demonstrated a solid and consistent growth accompanied with mid-cap and the Sensex. So what are the lessons (in terms of investment opportunities), an investor can learn from this journey? We indirectly indicate that the small-caps have higher potential returns over a longer time frame. It is thus clear that small-cap investment is to be viewed by investors as an opportunity to invest over a larger time frame (3-5 years) for substantial appreciation. Do you maintain the view that the small-cap domain would see a consistency? In the short term, volatility might work against the investor but yes, over the next few years small-cap, as a category, are poised for returning higher levels. Which are the small-caps that you think have received due attention?

Which are the small-caps you are bullish on? Small-cap investment proposition is really a bottom-up approach. They often number makes it very tedious and impossible for any investor to track for stocks in this category. Our approach has been to narrow down to say 50-60 stocks across sectors from a domain of 500 stocks to build a diversified portfolio. We like stocks like Larsen Tandon, Eicher Engineering, Vishala Industries, Deep Industries, and Jyoti laboratory, Sical, KIL Industries, etc. Ideally, what are the factors (both positive and negative) one should take into account while investing in small-caps? For example, it is seen that most small-caps, which have given good returns, have seen good external affirmations. Do you see any such trend in small-caps, which have performed well or which may perform well? In our view, there are issues of transparency (in management), liquidity, scalability, profitability and value unlocking proposition. Since most of these companies would need capital for scalability of operations, they will tap both the debt and equity markets from time to time for proper debt equity mix. Supporting the capital market could be through public issues (IPOs), private placements, etc. We see good potential going forward in small-cap investments. In the past, some of our picks like Deep Industries, KIL, Tata Springs, etc. have delivered high returns and some of them we believe will have potential to become multibaggers. Do you foresee or have noticed any

trend in the movement of midcaps vis-a-vis the Sensex and midcaps. Does a dive or upward movement in the Sensex bring about a change in mid-cap performance? If there is any indication, whether the mid-caps and small caps have lagged behind their large-cap counterparts, they have sooner or later caught up and reached ahead of the returns of large-caps. However, that is a long-term issue. Despite volatility in the short-to-medium term, the small-caps would outperform others over a longer horizon.

What is your take in terms of returns, performance and fundability of small-caps in the coming quarters, considering the Sensex gaining momentum? What is your advice to investors, both intending to take exposure and are exposed to small-caps?

Smaller companies have higher growth rates. If the management can scale up then these high growth rates are sustainable for a very long time. Hence the return expectation could be in line with the EPS growth for these companies. We believe that the small-cap companies will continue to grow in the range of 25-50% depending on the addressable business opportunity. I would urge the investors to allocate a percentage of their overall investments in the equity market for the small-cap space. It is advisable to note through a dedicated small cap fund offering by mutual funds. This will ensure best volatility risk.

Publication : DNA Money
Date : Monday, January 28, 2008

Equity & Debt Markets -

By R.Rajagopal (Chief Investment Officer)

Equity Monthly Commentary - January

New Year has begun on a volatile note, with global markets feeling the heat of the turmoil in US credit markets and loss of investor confidence. Key indices of all the major global markets fell sharply amidst concerns over slowdown in US pursuant to the weak key economic indicators. US Federal Reserve in a pre-emptive measure has aggressively cut the key fed rate by almost 125 bps in the last two weeks of the month to restore market confidence and ensure that economy doesn't slips into recession.

Indian markets along with all the major markets witnessed choppy and volatile sessions during the later part of the month. After touching all time high in the 2nd week, the key domestic indices fell sharply taking cues from global markets. Indian markets, which had witnessed higher returns during the year 2007, shed the gains at faster pace compared to other global markets. S&P CNX Nifty fell by 16.3% during the month as compared to Shanghai Composite, Hang Sang, Kospi, Nikkei, Bovespa and Mexbol registering a fall of 16.7%, 15.7%, 14.4%, 11.1%, 6.9% and 2.5% respectively during the period.

Sharp decline in key Indian indices was on the back of weak global markets which was further accentuated on the account liquidity crunch in domestic markets on account of huge subscriptions to recent IPOs. Even on the 3rd quarter earnings front, there was no positive surprise, in fact the moderation in earnings growth in selected sectors compounded the matter.

While the fall was witnessed across sectors, Consumer durables, Metals, and Realty index were major losers witnessing a decline of 20% and more. Midcap and small cap stocks also declined sharply with CNX Midcap and BSE Small cap indices falling 21% and 24% respectively.

While corporate earnings do point towards moderation in earnings growth, key indices valuations have come to a reasonable level of 17-18x one year forward earnings. The sharp decline has presented an opportunity for investment in good quality stocks with sustainable earnings growth and robust business models. We believe that investor with medium to long term investment horizon can look at investing at current market levels for decent returns.

Fixed Income Monthly

Fixed Income market remained jittery as far as the liquidity conditions were concerned. Liquidity was drained from the system due to large IPOs which hit the market. Gol surplus with RBI touched close to INR 40000 crores and lack of government spending added to the tight liquidity conditions. Money market curve was almost flat with the spread between 1 month and 1 year narrowing to 10 basis points, down from an average of 70 basis points.

Long bonds continued to rally and ended the month at 7.50%, down from previous month closing of 7.75%. The demand for long bonds continued due to slow down in credit-off take of the banks due to which the surplus money found its way in the Gol securities market.

Federal Reserve surprised the global financial markets with a surprise 75 basis points cut just before the FOMC meet and went ahead with further 50 basis point cut on 30th January, 2008. RBI did not follow the suit and left all the key interest rates unchanged in the January credit policy review, but left room for intervention going forward. The tone of the policy review continued to be hawkish citing global events and oil prices as the key areas of concern. Inflation continued to remain below RBI's target level and ended the month at 3.83%

The markets would continue to remain in a narrow range, with some easing in the short-end of the curve, on account of refunds in context to recent IPOs. February could see some liquidity ease, however the month of March may experience tightening due to fiscal closing. In this context, we would recommend investing in our Short Term Floating rate and Freedom Income Schemes as returns can be expected to be high.

DBS Chola Opportunities Fund

Value Research
RATINGS ★★★★★ as on Jan 2008

as on Jan 31, 2008

Features

Type of Fund

Open-Ended Growth Fund

Load Structure

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

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

Minimum Investment for New / Existing Investors

Rs. 3000/1000

Cut Off Time

Benchmark Index

Purchase : 3 p.m.

S&P CNX Nifty

Redemption : 3 p.m.

Dividend Distribution

Declared as and when decided by the Trustees

NAV

Quarterly Dividend Option : Rs. 28.24

Cumulative Option : Rs. 43.45

Fund Size

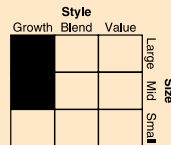
Rs.66.29 crores

Fund Manager

R. Rajagopal
Bajrang Kumar Bafna

Style Matrix

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



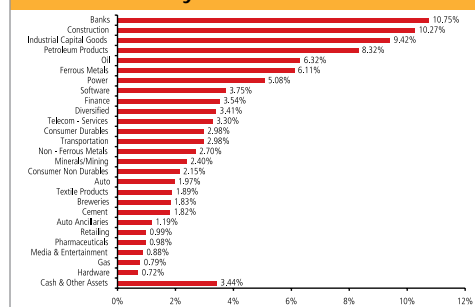
Investment Objective

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

Scrip	% of Portfolio
Reliance Industries Ltd.	5.25%
Larsen and Toubro Ltd.	3.41%
Reliance Communications Ltd.	3.30%
Bharat Heavy Electricals Ltd.	3.19%
ICICI Bank Ltd.	2.85%
Sterlite Industries Ltd.	2.70%
Gujarat NRE Coke Ltd.	2.40%
Reliance Energy Ltd.	2.24%
Tata Steel Ltd.	2.23%
Oil & Natural Gas Corporation Ltd.	2.20%

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
3 Months (92 Days)#	0.25%	-12.93%
6 Months (184 Days)#	33.16%	13.44%
1 Year\$	53.48%	25.83%
3 Years\$	44.57%	35.66%
Since Inception \$*	38.13%	30.69%

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

	1 Year	3 Years
Total Amount	Rs. 16,001/-	Rs. 70,908/-
Annualised Return	66.84%	49.35%

As on 31st Jan, 2008

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 per unit is Rs. 10/-

DBS Chola Hedged Equity Fund

as on Jan 31, 2008

Features

Type of Fund

Open-Ended Equity Scheme

Load Structure

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

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

19-Apr-07

Benchmark Index

S&P CNX Nifty

NAV

Dividend Option : Rs. 9.91

Cumulative Option : Rs. 13.98

Fund Size

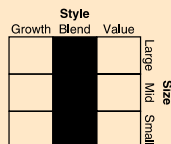
Rs.40.82 crores

Fund Manager

R. Rajagopal

Style Matrix

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



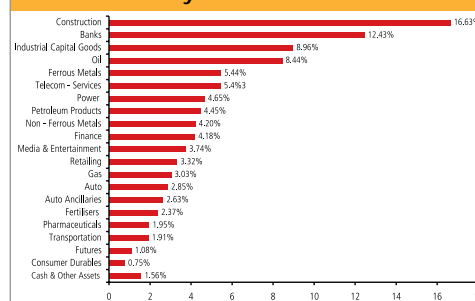
Investment Objective

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

Scrip	% of Portfolio
ABB Ltd.	4.62%
DLF Ltd.	3.97%
Cairn India Ltd.	3.81%
Adlabs Films Ltd.	3.74%
Reliance Communications Ltd.	3.45%
Pantaloon Retail (India) Ltd.	3.32%
Sterlite Industries Ltd.	3.20%
IVRCL Infrastructures and Project Ltd.	3.07%
Tata Steel Ltd.	2.99%
Reliance Petroleum Ltd.	2.92%

Sector Summary



Performance

	DBSCHF	S&P CNX Nifty
3 Months (92 Days)#	-5.80%	-12.93%
6 Months (184 Days)#	21.99%	13.44%
Since Inception # (19/04/07)	39.80%	28.51%

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
11-Dec-07	11%	1.10	Rs. 12.49
02-Nov-07	10%	1.00	Rs. 12.63
16-Oct-07	8%	0.80	Rs. 12.10
25-Sep-07	6%	0.60	Rs. 11.60
31-May-07	5%	0.50	Rs. 10.78

Past performance may or may not be sustained in future. The face value per unit 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 Midcap Fund

as on Jan 31, 2008

Features

Type of Fund

Open-Ended Equity Scheme

Load Structure

Entry Load : < Rs. 3 cr : 2.25%

>= Rs. 3 cr : Nil

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

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

>= Rs. 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

Anant Deep Katare

NAV

Dividend Option : Rs. 20.23

Cumulative Option : Rs. 35.06

Benchmark Index

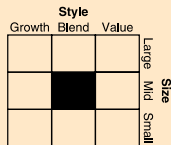
CNX Midcap Index

Fund Size

Rs.27.28 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

Scrip	% of Portfolio
Financial Technologies (India) Ltd.	5.09%
Adani Enterprises Ltd.	3.86%
Jagran Prakashan Ltd.	3.79%
Punj Lloyd Ltd.	3.56%
CESC Ltd.	3.45%
Essar Oil Ltd.	3.28%
Bombay Dyeing & Manufacturing Co. Ltd.	3.25%
Thermax Ltd.	2.95%
Chennai Petroleum Corporation Ltd.	2.61%
Divi's Laboratories Ltd.	2.61%

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
3 Months (92 Days)#	-5.37%	-1.91%
6 Months (184 Days)#	15.22%	18.30%
1 Year\$	27.58%	38.42%
3 Year\$	35.80%	36.63%
Since Inception\$ (09/08/04)	43.41%	42.77%

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

Systematic Investment Plan - Returns

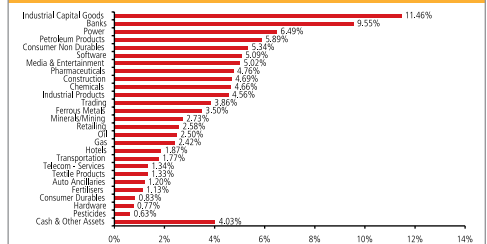
If you had invested Rs.1000/- starting of every month in DBS Chola Midcap Fund (DBSCMF)

	The Amount would have grown to	
	1 Year	3 Years
Total Amount	Rs.13,987/-	Rs.57,031/-
Annualised Return	31.97%	32.26%

As on 31st Jan, 2008

Past performance may or may not be sustained in future.

Sector Summary



DBS Chola Multi-Cap Fund

as on Jan 31, 2008

Features

Type of Fund

Open-Ended Equity Scheme

Load Structure

Entry Load : < Rs. 3 cr : 2.25%

>= Rs. 3 cr : Nil

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

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

>= Rs. 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

Anant Deep Katare

NAV

Dividend Option : Rs. 16.38

Cumulative Option : Rs. 20.54

Benchmark Index

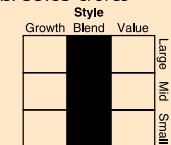
S&P CNX 500

Fund Size

Rs. 35.83 crores

Style Matrix

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



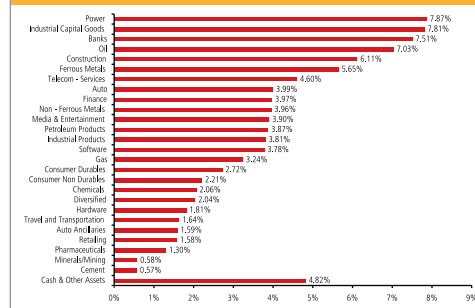
Investment Objective

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

Scrip	% of Portfolio
Tata Steel Ltd.	4.95%
Reliance Communications Ltd.	4.60%
Oil & Natural Gas Corporation Ltd.	4.42%
Sterlite Industries Ltd.	3.96%
Siemens Ltd.	3.27%
Reliance Industries Ltd.	2.77%
Bharat Heavy Electricals Ltd.	2.76%
Mahindra and Mahindra Ltd.	2.75%
National Thermal Power Corp Ltd.	2.74%
Videocon Industries Ltd.	2.72%

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

	DBSCMF	S&P CNX 500
3 Months (92 Days)#	-9.36%	-9.52%
6 Months (184 Days)#	4.80%	14.94%
1 Year\$	7.88%	28.17%
3 Year\$	27.12%	34.98%
Since Inception\$ (28/01/05)	27.03%	35.79%

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 (DBSCMF)

	The Amount would have grown to	
	1 Year	Since Inception
Total Amount	Rs.12,486/-	Rs. 46,060/-
Annualised Return	7.57%	19.22%

As on 31st Jan, 2008

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 per unit is Rs. 10/-

DBS Chola Contra Fund

as on Jan 31, 2008

Features

Type of Fund

Open-Ended Equity Scheme

Load Structure

Entry Load : < Rs. 3 cr : 2.25%

>= Rs. 3 cr : Nil

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

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

>= Rs. 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

27-Feb-06

Fund Manager

R. Rajagopal

Bajrang Kumar Bafna

NAV

Dividend Option : Rs. 12.56

Cumulative Option : Rs. 12.56

Benchmark Index

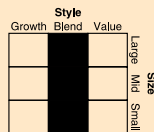
S & P CNX 500

Fund Size

Rs. 25.40 crores

Style Matrix

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



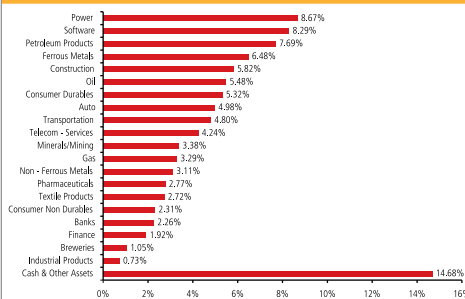
Investment Objective

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

Scrip	% of Portfolio
Reliance Industries Ltd.	7.32%
Jaiprakash Hydropower Ltd.	5.55%
Tata Steel Ltd.	4.36%
Reliance Communications Ltd.	4.24%
Sical Logistics Ltd.	3.48%
Gujarat NRE Coke Ltd.	3.38%
Oil & Natural Gas Corporation Ltd.	3.31%
Reliance Energy Ltd.	3.11%
Tata Consultancy Services Ltd.	3.10%
Lloyd Electric & Engineering Ltd.	2.99%

Sector Summary



Performance

	DBSCCF	S&P CNX 500
3 Months (92 Days)#	-10.86%	-9.52%
6 Months (184 Days)#	1.21%	14.94%
1 Year\$	5.81%	28.17%
Since Inception\$ (27/02/06)	12.56%	29.06%
# 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. 12,185/-	Rs. 24,137/-
Annualised Return	2.86%	10.54%

As on 31st Jan, 2008

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 invests in fundamentally sound companies whose share prices have underperformed/notperformed to their full potential in their recent past.

DBS Chola Growth Fund

as on Jan 31, 2008



Features

Type of Fund

Open-Ended Growth Scheme

Load Structure

Entry Load : < Rs. 3 cr : 2.25%

>= Rs. 3 cr : Nil

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

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

>= Rs. 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

17-Sep-01

Fund Manager

R. Rajagopal

Bajrang Kumar Bafna

NAV

Quarterly Dividend Option : Rs. 18.74

Cumulative Option : Rs. 39.67

Benchmark Index

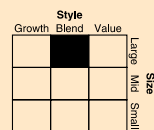
S&P CNX Nifty

Fund Size

Rs. 28.98 crores

Style Matrix

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



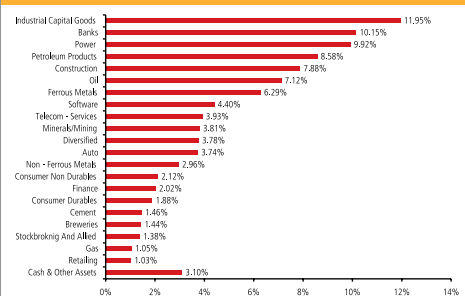
Investment Objective

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

Scrip	% of Portfolio
Reliance Industries Ltd.	6.33%
Reliance Communications Ltd.	3.93%
Gujarat NRE Coke Ltd.	3.81%
Larsen and Toubro Ltd.	3.78%
Oil & Natural Gas Corporation Ltd.	3.76%
Reliance Energy Ltd.	3.62%
Bharat Heavy Electricals Ltd.	3.55%
ICICI Bank Ltd.	3.40%
National Thermal Power Corp Ltd.	3.38%
Sterlite Industries Ltd.	2.96%

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
3 Months (92 Days)#	-11.23%	-12.93%
6 Months (184 Days)#	12.83%	13.44%
1 Year\$	22.63%	25.83%
3 Year\$	34.57%	35.66%
5 Year\$	45.08%	37.57%
Since Inception\$	38.39%	28.16%
# 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. 56,706/-	Rs. 15,3328/-
Annualised Return	31.83%	38.59%

As on 31st Jan, 2008

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 per unit is Rs. 10/-

DBS Chola Tax Saver Fund

as on Jan 31, 2008

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. 14.09

Cumulative Option : Rs. 15.17

Inception Date : 18-Nov-05

Fund Manager : R. Rajagopal

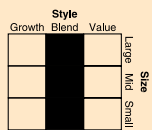
Anant Deep Katare

Benchmark Index : S&P CNX Nifty

Fund Size : Rs.38.32 crores

Style Matrix

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



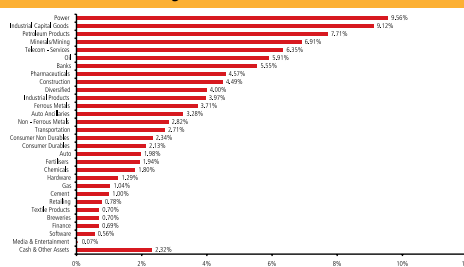
Investment Objective

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

Scrip	% of Portfolio
Reliance Industries Ltd.	6.47%
Sesa Goa Ltd.	4.76%
Reliance Energy Ltd.	4.65%
Bharat Heavy Electricals Ltd.	4.57%
Reliance Communications Ltd.	4.22%
Larsen and Toubro Ltd.	4.00%
Oil & Natural Gas Corporation Ltd.	3.23%
Sterlite Industries Ltd.	2.82%
Tata Steel Ltd.	2.51%
HDFC Bank Ltd.	2.46%

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)#	-11.23%	-12.93%
6 Months (184 Days)#	3.90%	13.44%
1 Year\$	9.22%	25.83%
Since Inception\$ (18/11/05)	20.83%	35.76%

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)

	1 Year	Since Inception
Total Amount	Rs. 12,510/-	Rs. 30849/-
Annualised Return	7.95%	15.99%

As on 31st Jan, 2008

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 per unit 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 Jan 31, 2008

Features

Type of Fund

Open-Ended Equity Scheme

Load Structure

Entry Load : < Rs. 3 cr : 2.25%
>= Rs. 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

Bajrang Kumar Bafna

NAV

Dividend Option : Rs. 10.00

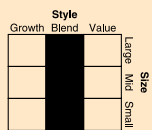
Cumulative Option : Rs. 14.41

Benchmark Index : S&P CNX 500

Fund Size : Rs.10.56 crores

Style Matrix

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



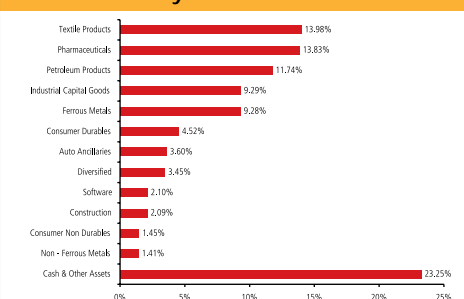
Investment Objective

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

Scrip	% of Portfolio
Reliance Industries Ltd.	11.74%
Tata Steel Ltd.	9.28%
Gokaldas Exports Ltd.	5.58%
Dishman Pharmaceuticals and Chemicals Ltd.	4.53%
Videocon Industries Ltd.	4.52%
Alok Industries Ltd.	4.33%
Welspun India Ltd.	4.08%
Lupin Ltd.	3.73%
Balkrishna Industries Ltd.	3.60%
Thermax Ltd.	3.59%

Sector Summary



Performance

	DBSCGAF	S&P CNX 500
3 Months (92 Days)#	-9.37%	-9.52%
6 Months (184 Days)#	-0.89%	14.94%
1 Year \$	-0.62%	28.17%
Since Inception\$ (30/05/05)	14.64%	38.53%

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
3-Dec-07	40	4.00	Rs. 15.37
27-Sep-05	7.5	0.75	Rs. 11.94

Past performance may or may not be sustained in future. The face value per unit 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 Jan 31, 2008

Value Research **★★★★**
RATINGS as on Jan 2008

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

Daily / Weekly : 04-Oct-00

NAV

Regular-
Weekly Dividend Option : Rs. 11.9903
Cumulative Option : Rs. 16.0515
Institutional Plus-
Weekly Dividend Option : Rs. 11.9560
Cumulative Option : Rs. 16.1903
Super Institutional Plan-
Cumulative Option : Rs. 11.0085

Benchmark Index

CRISIL Liquid Fund Index

Fund Size

Rs.324.59 crores

Fund Manager

Ashish Nigam

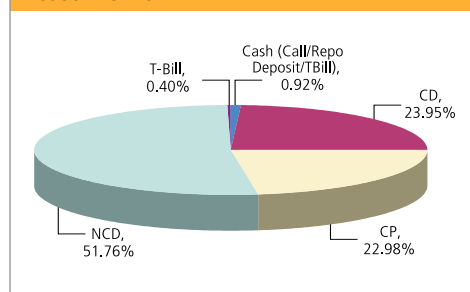
Investment Objective

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

Scrip	Weight	Rating
Investmart Financial Services Ltd. - 9.25%	15.40%	A1+
L&T Finance Ltd - 10.90%	15.40%	PR1+
Ge Money Financial Services Ltd. - (Floating Rate)	8.14%	AAA
Mahindra and Mahindra Financial Services (Floating Rate)	8.14%	AA+
STCI Primary Dealer Ltd	7.69%	P1+
DSP ML Capital Ltd.	7.69%	P1+
State Bank of Patiala	7.34%	P1+
Punjab National Bank	7.31%	P1+
JM Financial Products Ltd.	6.14%	P1+
Exim Bank - (Floating Rate)	4.66%	AAA
Cash (Call/Repo Deposit/TBill)	0.92%	

Asset Profile



Avg Maturity

58 days

YTM

8.51%

Performance

	DBS CLF-Cum	DBSCLF-Cum. Inst. Plus	DBSCLF-Cum. Super Inst. Plan	CRISIL LF Index
7 Days#	0.1522%	0.1565%	0.1574%	0.13%
14 Days#	0.3037%	0.3135%	0.3144%	0.21%
1 Month (31 Days)#	0.67%	0.70%	0.70%	0.51%
3 Months (92 Days)#	1.84%	1.90%	1.91%	1.60%
6 Months (184 Days)#	3.66%	3.79%	3.80%	3.13%
1 Year\$	7.25%	7.50%	7.52%	7.44%
3 Years\$	6.53%	6.64%	NA	6.08%
5 Years\$	5.85%	NA	NA	5.38%
Since Inception\$	6.67%	6.04%^	7.50%*	5.49%

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 - Cumulative 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 Jan 31, 2008

Value Research **★★★★★**
RATINGS as on Jan 2008

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. 10.2715
Cumulative Option : Rs. 11.9527

Benchmark Index

CRISIL Liquid Fund Index

Fund Size

Rs.902.06 crores

Fund Manager

Ashish Nigam / Chintan Mehta

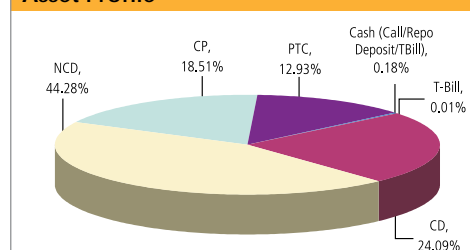
Investment Objective

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

Scrip	Weight	Rating
IDFC Ltd (Floating Rate)	14.77%	LAAA
Reliance Capital Ltd	11.55%	P1+
ICICI Bank Ltd	7.36%	P1+
Rabo India Finance Pvt.Ltd (Floating Rate)	5.57%	AAA
ECL Finance Ltd. - 12.00%	5.54%	P1+
Indian Corporate Loan Securitisation Trust - Series LV - 3	5.07%	P1+SO
Bajaj Auto Finance Ltd.	4.39%	P1+
State Bank of Travancore	4.04%	P1+
BHPC Auto Securitisation Trust - Series 1	3.85%	AAA (SO)
DSP ML Capital Ltd.(Floating Rate)	3.57%	AAA
Cash (Call/Repo Deposit/TBill)	0.18%	

Asset Profile



Avg Maturity

67days

YTM

7.91%

Performance

	DBSCST-FRF	CRISIL Liquid Fund Index
7 Days#	0.16%	0.13%
14 Days#	0.32%	0.21%
1 Month (31 Days)#	0.70%	0.51%
3 Months (92 Days)#	2.11%	1.60%
6 Months (184 Days)#	4.14%	3.13%
1 Year\$	8.58%	7.44%
Since Inception\$(10/08/05)	7.47%	6.38%

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
28-Jan-08	0.5540*	0.0554	Rs. 10.3331
28-Jan-08	0.5540\$	0.0554	Rs. 10.3331
27-Dec-07	0.4680*	0.0468	Rs. 10.2620
27-Dec-07	0.4680\$	0.0468	Rs. 10.2620

* Corporate \$ Individual

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

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.

DBS Chola Treasury Management Fund

as on Jan 31, 2008

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. 11.8193

Benchmark Index Fund Manager

CRISIL Liquid Fund Index Ashish Nigam

Fund Size

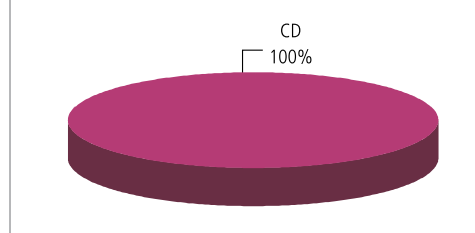
Rs.0.01 crores

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		
Scrip	Weight	Rating
CD's with Bank		
Development Credit Bank	100%	P1+

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
7 Days#	0.16%	0.13%
14 Days#	0.32%	0.21%
1 Month (31 Days)#	0.62%	0.51%
3 Months (92 Days)#	1.93%	1.60%
6 Months (184 Days)#	3.56%	3.13%
Since Inception#	18.19%	6.50%

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 per unit is Rs. 10/-

Avg Maturity	YTM
110 days	8.40%

DBS Chola Freedom Income - Short Term Fund

as on Jan 31, 2008



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. 10.9792

Semi Annual Dividend Option : Rs. 12.0518

Cumulative Option : Rs. 12.6786

Institutional

Monthly Dividend Option : Rs. 11.3365

Cumulative Option : Rs. 12.8279

Benchmark Index

CRISIL Short Term Fund Index

Fund Manager

Ashish Nigam

Fund Size

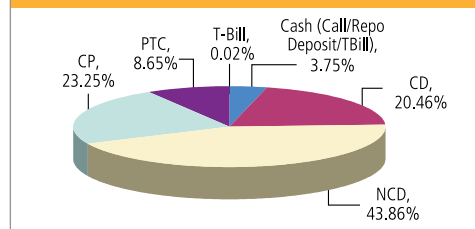
Rs.864.72 crores

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		
Scrip	Weight	Rating
Mahindra and Mahindra		
Financial Services (Floating Rate)	9.17%	AAA
Reliance Capital Ltd.	6.89%	A1+
ECL Finance Ltd. - 12.00%	5.78%	P1+
ICICI Securities Ltd.	5.73%	P1+
IDFC Ltd (Floating Rate)	5.22%	LAAA
Oriental Bank of Commerce	4.93%	P1+
Kotak Mahindra Bank	4.81%	P1+
Citicorp Finance Ltd (Floating Rate)	4.22%	AAA
Kotak Securities Ltd.	3.92%	A1+
ICICI Bank Ltd	3.89%	P1+
Cash (Call/Repo Deposit/TBill)	3.75%	

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 AAA+ by CRISIL for its credit quality.

Performance			
	DBSCFI-STF	DBSCFI-STF Institutional	CRISIL STF Index
7 Days#	0.15%	0.15%	0.04%
14 Days#	0.36%	0.35%	0.19%
1 Month (31 Days)#	0.77%	0.75%	0.73%
3 Months (92 Days)#	2.16%	2.14%	1.87%
6 Months (184 Days)#	4.17%	4.17%	3.54%
1 Year\$	7.98%	7.95%	8.28%
3 Years\$	6.34%	6.34%	6.10%
5 Years\$	5.89%	NA	5.38%
Since Inception\$	6.23%	5.84%*	5.82%

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
25-Jan-08^	0.8150*	0.0815	Rs. 11.0625
25-Jan-08^	0.8760\$	0.0876	Rs. 11.0625
26-Dec-07^	0.6520*	0.0652	Rs. 11.0658
26-Dec-07^	0.7010\$	0.0701	Rs. 11.0658
26-Nov-07^	0.6520*	0.0652	Rs. 11.0722
26-Nov-07^	0.7010\$	0.0701	Rs. 11.0722

* Corporate \$ Individual # Semi Annual

^ DBSCFI-STF Regular ^^ DBSCFI-STF Institutional

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

Avg Maturity	YTM
122 days	7.80%

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



DBS Chola Triple Ace

as on Jan 31, 2008

Features

Type of Fund

Open-Ended Pure Income Fund

Load Structure

Entry Load : Nil
 Exit Load / CDSC : For investments <= Rs.10 Lacs: 0.5% if redeemed within 6 months
 For investments > Rs.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. 11.5066
 Semi Annual Dividend Option : Rs. 10.3645
 Cumulative Option : Rs. 24.4382
 Bonus Option : Rs. 13.5788

Benchmark Index

CRISIL Composite Bond Fund Index

Fund Size

Rs.7.74 crores

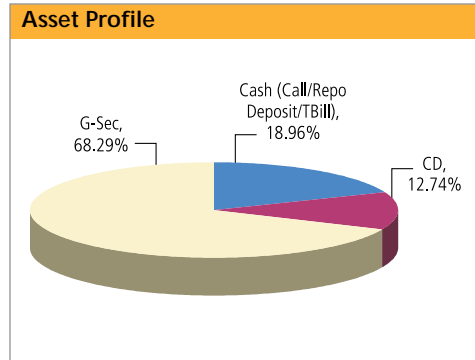
Fund Manager

Ashish Nigam / Chintan Mehta

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		
Scrip	Weight	Rating
CG - 2036 - 8.33 %	68.29%	Sov
State Bank of India	12.62%	P1+
Development Credit Bank	0.13%	P1+
Cash (Call/Repo Deposit/TBill)	18.96%	



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)#	-0.75%	1.05%
3 Months (92 Days)#	0.33%	2.50%
6 Months (184 Days)#	1.65%	3.94%
1 Year\$	2.07%	7.81%
3 Years\$	2.45%	5.45%
5 Years\$	3.28%	5.01%
Since Inception\$	8.59%	5.96%

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
17-Dec-07#	8.1530*	0.8153	Rs. 11.3495
17-Dec-07#	8.7590\$	0.8759	Rs. 11.3495
27-Sep-07#	4.0760*	0.4076	Rs.11.7081
27-Sep-07#	4.3800\$	0.4380	Rs.11.7081

* Corporate \$ Individual
 # DBSCTA Semi Annual Dividend
 Past performance may or may not be sustained in the future. The face value per unit is Rs. 10/-

Avg Maturity	YTM
3.81 years	7.65%

DBS Chola GILT Investment Plan

as on Jan 31, 2008

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. 10.8964

Cumulative Option : Rs. 19.8109

Benchmark Index Fund Size

ISEC-Li-BEX Rs.1.68 crores

Fund Manager

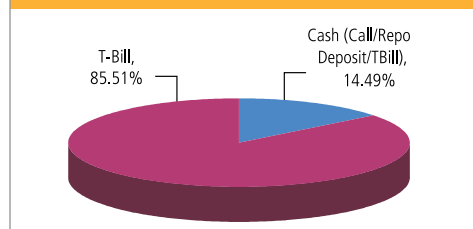
Ashish Nigam / Chintan Mehta

Investment Objective

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

Portfolio		
Scrip	Weight	Rating
Sovereign		
364 DAYS TBILL 12 Sep 08	85.51%	Sov
Cash (Call/Repo Deposit/TBill)	14.49%	

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	Isec Li-BEX
1 Year\$	5.86%	10.97%
3 Years\$	3.44%	7.80%
5 Years\$	5.05%	6.77%
Since Inception\$	9.10%	8.42%

\$ 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 per unit is Rs. 10/-

Avg Maturity	YTM
6.67 years	7.26%

DBS Chola Monthly Income Plan

as on Jan 31, 2008



Features

Type of Fund

Open-Ended Income Scheme with no assured returns

Load Structure

Entry Load : Nil

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

For investments > Rs. 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. 12.3361

Quarterly Dividend Option : Rs. 12.5390

Cumulative Option : Rs. 16.2636

Benchmark Index Fund Size

CRISIL Blended MIP Index Rs. 4.20 crores

Fund Manager

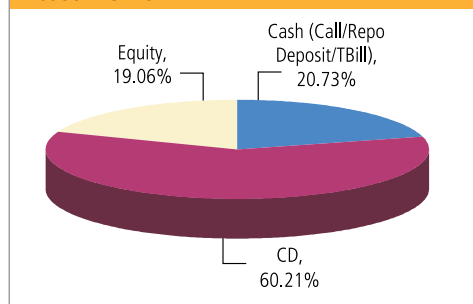
Chintan Mehta / Anant Deep Katara

Investment Objective

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

Portfolio		
Scrip	Weight	Rating
ICICI Bank Ltd	53.26%	P1+
State Bank of Travancore	6.94%	P1+
Equity		
S. Kumars Nationwide Ltd.	3.14%	
Neyveli Lignite Corporation Ltd.	2.46%	
United Breweries Holdings Ltd.	2.43%	
Volta Ltd	1.83%	
Crompton Greaves Ltd.	1.56%	
Reliance Petroleum Co. Ltd	1.51%	
IndusInd Bank Ltd.	1.13%	
Kotak Mahindra Bank Ltd.	1.06%	
Cash (Call/Repo Deposit/TBill)	20.73%	

Asset Profile



	Performance	
	DBSCMIP	CRISIL Blended MIP Index
1 Month (31 Days)#	5.59%	-1.61%
3 Months (92 Days)#	14.35%	0.25%
6 Months (184 Days)#	20.86%	5.72%
1 Year\$	21.85%	10.94%
3 Years\$	12.14%	9.93%
Since Inception\$	11.40%	9.37%

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
25-Jan-08	0.8150*	0.0815	Rs. 12.0093
25-Jan-08	0.8760\$	0.0876	Rs. 12.0093
26-Dec-07	0.8150*	0.0815	Rs. 11.5542
26-Dec-07	0.8760\$	0.0876	Rs. 11.5542

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

Fund Manager's Comments

In DBS Chola MIP, equity exposure is 19.06%.

Total AUM as on January 2008 : Rs. 3,015.74 crores



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 **DBS**  **Cholamandalam**
ASSET MANAGEMENT

DBS CHOLAMANDALAM ASSET MANAGEMENT LIMITED - BRANCHES: • Ahmedabad 26561295/9898046210 • Bangalore 41811050-55 • Baroda 2351740 • Chandigarh 3208979 • Chennai 25307402/5 • Cochin 66533130 • Coimbatore 4292471 • Hyderabad 66737001 • Jaipur 5103275/76/77 • Kanpur 9839296100 • Kolkata 22837370/71 • Lucknow 3258293/9838119887 • Ludhiana 9815947016 • Madurai 2301378/4353551 • Mumbai 66574000/66104946 • New Delhi 23353048/49 • Pune 32912911/25510468 • Salem 6502660 • Trichy 2410427

Investment Objective: • **DBS Chola Opportunities Fund:** The Scheme will invest mainly to generate long-term capital appreciation from a diversified portfolio of equity-related securities • **DBS Chola Contra Fund:** 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. **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. DBS Chola Opportunities Fund & DBS Chola Contra Fund are only the names of the Schemes and do not in any manner indicate the quality of the Schemes, their future prospects or returns. The Schemes do not guarantee any assured returns to the investors. Investors are requested to refer the offer document of the respective scheme carefully before making any investments. **Statutory Details:** DBS Chola Mutual Fund has been established as a trust under the Indian Trust Act, 1882 by Cholamandalam DBS Finance Limited (liability restricted to the seed corpus of Rs. 1 lakh) with DBS Cholamandalam Trustees Limited as the Trustee and DBS Cholamandalam Asset Management Limited as the Investment Manager.

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The Value Research Fund Rating is determined by subtracting the fund's Risk score from its Return score. The Resulting number is then rated according to the following:
***** - Top 10% **** - Next 22.5% *** - Middle 35% ** - Next 22.5% * - Bottom 10%

DBS Chola Mutual Fund, is promoted by Cholamandalam DBS Finance Ltd.- the joint venture between Murugappa group and DBS Bank, Singapore.

DBS CHOLAMANDALAM ASSET MANAGEMENT LIMITED

World Trade Centre, Centre One, 27th Floor, Unit 1, Cuffe Parade, Mumbai - 400 005
India. Tel. : 91.22.6657 4000 Fax : 91.22.6657 4004
www.dbscholamutualfund.com

For application forms and offer documents, please contact :

DBS CHOLAMANDALAM ASSET MANAGEMENT LIMITED - BRANCHES

- **Ahmedabad:** 26561295/9898046210 • **Bangalore:** 41811050-55 • **Baroda*:** 2351740 • **Chandigarh:** 3208979 • **Chennai:** 25307402/5
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* Application will not be accepted

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