

TAURUS TIMES

MONTHLY REPORT • DECEMBER 2010

SAVE TAX & GET RETURNS WITH TAURUS TAX SHIELD

Past performance may or may not sustain in the future

TAURUS TAX SHIELD - An open-end equity linked saving scheme

Taurus Tax Shield has been rated amongst the top by several reputed organisations for its performance and consistency in the ELSS category. You can Save Tax up to ₹ 30,900/- on an investment of ₹ 1 lac u/s 80C*, along with Capital Appreciation.

6 Reasons, why Save Tax with Taurus Tax Shield:

- Best ELSS by Businessworld MF Awards 2009 - 2010
- Platinum Edge by ET - Investor's Guide Nov., 2010
- 5 Star Fund by Money Control - Nov., 2010
- 4 Star Fund by Value Research - Nov., 2010
- Shortest lock-in period of 3 years vis-a-vis other tax saving instruments

Save tax. Invest in performance.

 SMS TAX to 72000 22222

To invest, contact your financial advisor or call us on the below mentioned numbers:

- Ahmedabad: 079-32521999 • Bangalore: 080-41135646 • Chandigarh: 0172-5024838
- Chennai: 044- 39101572 • Cochin: 0484-3047230/31 • Delhi: 011-23321756-631/23717593
- Hyderabad: 040-30783061 • Jaipur: 0141-4038851 • Kanpur: 0512-3061824 • Kolkata: 033 65909991/2 • Lucknow: 0522- 3040440 • Ludhiana: 9876691291 • Madurai: 0452 6454644
- Mumbai: 022-67534848/ 66242700 • Pune: 020-66215712/13

E-mail: customercare@taurusmutualfund.com • www.taurusmutualfund.com

• Dividend Payouts:

Record Date	NAV	Dividend / Unit
19/12/08	16.68	₹1.00
23/01/09	14.46	₹1.00
06/03/09	13.16	₹1.00
30/11/09	24.64	₹1.00
11/01/10	25.43	₹1.50
26/02/10	22.13	₹2.00
26/03/10	20.95	₹2.25
24/12/10	24.74	₹ 2.00

Face Value ₹10/-


TAURUS
Mutual Fund

Disclaimers - Money Control Rating Methodology: The overall calculation is based on sum of percentile ranks for total return metrics over 3 months, 6 months, 1 year, 2 years, and 3 years periods (as applicable) with maximum weightage given to the 1-year returns. The scores are subject to change every month. The resulting scores are converted into ranks and the rating is assigned as per the following distribution: 5 star - Top 10%, 4 star - next 22.5%, 3 star - middle 35%, 2 star - next 22.5%, 1 star - bottom 10%. **ET Platinum edge Rating Methodology:** Ratings are given based on last three years performance by the funds in their respective category. **Value Research Rating Methodology:** The Value Research Ratings are published in Monthly Mutual Fund Performance Report and Mutual Fund Insight. The Ratings are subject to change every month. The Rating is based on primary data provided by respective funds, Value Research does not guarantee the accuracy. **Businessworld Mutual Fund Awards methodology:** For Equity Tax Planning, all funds compliant with Section 80C of the IT Act were included. Data for the past 3 years were considered. The methodology used to rank them is based on risk-adjusted returns but widened to take a composite measure of the returns a fund generates and the risk it takes.

Statutory Details: Taurus Mutual Fund has been constituted as a Trust under the Indian Trust Act, 1882. Sponsor: HB Portfolio Ltd., Trustee: Taurus Investment Trust Company Limited, Investment Manager: Taurus Asset Management Company Ltd. **Scheme Nature & Objective:** Taurus Tax Shield is an open - end equity linked tax saving scheme. Scheme objective is to provide long term capital appreciation over the life of the scheme through investment pre-dominantly in equity shares, besides tax benefits. **Asset Allocation:** Equity and related instruments: 80-100%, Debt instrument: 0-20%, Money market instruments: 0-20%. **Load Structure:** Entry Load - NIL, Exit Load: Upto any amount (Including SIP application): NA (Switch: Taurus Tax Shield to other schemes after lock in period of 3 years Exit Load: Nil) **Lock-in-period:** 3 years from the date of allotment. ***Tax Benefits:** As per Section 80C of the Income Tax Act, an individual or a HUF is allowed deduction from income to an amount upto a maximum of Rs. 1 Lakh by investment in the scheme. Tax free dividends in the hands of investors. **Application Form:** Key Information Memorandum cum Application Form is available with the offices of the Fund, designated points of transactions of Karvy Computershare Pvt. Ltd., & T Agents. Forms can also be downloaded from the website of the Fund. **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 can be no assurance that the Scheme's investment objective will be achieved. The past performance of the Mutual Fund is not indicative of the future performance of the Scheme. The Sponsor is not responsible or liable for any loss resulting from operation of the Scheme beyond the initial contribution of Rs.2 Lacs made towards setting up the Mutual Fund. Taurus Tax Shield is only the name of the Scheme and does not in any manner indicate the quality of the Scheme or its future prospects or returns. There is no guarantee or assurance as to any return on investment of the unitholders. The investments made by the Scheme are subject to external risk on transfers, pricing, trading volumes, settlement risks, etc. of securities. Please read the Scheme Information Document/ Statement of Additional Information and Key Information Memorandum carefully before investing.

HOUSE OF TAURUS

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FROM THE CEO'S DESK

Dear Investor,

I take this opportunity to wish you and your family a very happy & prosperous New Year.

The year gone by has been a rewarding one for the investors in the Indian equity markets. In spite of global uncertainties, BSE Sensex & CNX Nifty delivered a yearly return of 17.43% & 17.95% respectively. This was on the back of record net inflows from FIIs to the tune of USD 29.36 bn. The month of December saw a slow down in the FII inflows with net monthly investment amounting to USD 0.45 bn. Gold & Silver prices continued to soar during the year with both the precious metals closing the year close to their all time highs.

Inflation, in particular food inflation continued its upward march in India. The measures initiated by RBI to contain liquidity through a series of increases in Repo & Reverse Repo rates could meet with limited success. Interest rates have started hardening and with widening current account deficit and an over-heated economy, RBI may be left with no option but to go in for further tightening measures to control inflation. This would mean one more round of interest rate hike. One also needs to keep a close watch on the international crude prices. We shall keep a close watch on how the Indian Corporate Sector rises to match up with the impact of these new challenges in the next two quarters. FII allocation towards the emerging markets and India in particular would set the trend for market's behaviour this year.

It has been a satisfying year for your Fund House. Even in these trying times our Fixed Income team did a splendid job of delivering a consistent & top quartile performance for Taurus Liquid Fund, Taurus Ultra Short Term Bond Fund and Taurus Short Term Income Fund. Our Equity funds continued to perform well. Taurus Infrastructure Fund, Taurus Ethical Fund & Taurus Tax Shield rewarded the investors with dividends. We successfully launched Taurus MIP Advantage and have paid out three consecutive monthly dividends so far.

It is that time of the year when most of the investors make an assessment of their tax liabilities and plan their tax saving investments. Taurus Tax Shield (ELSS) with an excellent track record backed by a couple of awards, recognitions & rankings and rich dividend payouts continues to be an excellent tax saving tool with potential to deliver superior returns in the long term. It definitely merits being a part of your portfolio.

Investors who adhere to a Financial Plan do not get affected by the volatilities in the market. As highlighted in some of my earlier communications, at the cost of being repetitive, I once again emphasize the importance of investing small sums at regular intervals in the equity funds either through the SIP route or with the investor retaining the flexibility to decide on the quantum & frequency of each instalment.

We have a couple of new products lined up during the first quarter of 2011 and we shall keep you updated on their launches at the appropriate time.

Warm regards

Yours truly,



Waqar Naqvi
Chief Executive



TAURUS STARSHARE - AN OPEN-END EQUITY SCHEME WITH A FOCUS ON MULTI CAP STOCKS

SCHEME FEATURES

Investment Objective

The basic objective of the Scheme is to provide long-term capital appreciation. Emphasis will be on sharing growth through appreciation as well as on distribution of income by way of dividend.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	BSE 200*
	1 Year	23.46	16.22
	3 Years	(8.17)	(1.56)
	5 Years	16.63	16.37
	Since Inception	11.26	10.06

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/ bonus, if any.

DIVIDEND HISTORY

₹ 5 per unit dividend in July 2009

₹ 3 per unit dividend in November 2009

₹ 5 per unit dividend in March 2010

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	7.64	Punjab National Bank	3.00
Infosys Technologies Ltd.	6.65	Bharat Heavy Electricals Limited	2.08
ICICI Bank Ltd.	4.82	Apollo Hospitals Enterprise Ltd.	1.75
Mahindra & Mahindra Ltd.	4.70	Bgr Energy Systems Limited	1.75
ITC Ltd.	4.31	Titan Industries Limited	1.67
Siemens Ltd.	4.27	Kotak Mahindra Bank Ltd.	1.39
Onmobile Global Limited	4.13	Larsen & Toubro Ltd.	1.26
Oil & Natural Gas Corporation Ltd.	3.98	Gail (India) Limited	1.21
HCL Technologies Limited	3.93	Bharti Airtel Limited	1.16
Rallis India Limited	3.90	Hindustan Unilever Limited	1.00
Pantaloon Retail India Limited	3.67	Federal Bank Ltd.	0.84
Housing Development Finance Corporation Limited	3.55	Union Bank of India	0.49
Coromandel International Ltd	3.55	DLF Limited	0.11
Thermax Limited	3.38	Agre Developers Ltd.	0.07
Tata Steel Limited	3.31	*Wellwin Industry Limited	0.00
Tata Chemicals Limited	3.24	Total - Equity	92.88
Tata Motors Limited	3.05	Cash & Cash Receivables	7.12
State Bank of India	3.05	Total	100.00

* Industry exposure, scrip aum, asset aum scrip investment, asset investment not available as listing is awaited.

Fund Manager's Comment: The scheme is a diversified multi cap fund with a mix of large and mid cap stocks. The stocks selection for this scheme is done with keeping in mind of long term value creation with a focus on the earnings growth and operating efficiency. Allocation to the large cap stocks remains at higher level with selective inclusion of the mid cap stocks as the markets are expected to be trade in narrow range.

FUND DATA

As on 31st December 2010

Date of Allotment: Jan 29, 1994.

Dividend Option introduced on Jan 1, 2009.

Net Asset Value (NAV) ₹ 42.87 (D), 60.89 (G) per unit.

AAUM: ₹ 181.70 Cr.

Minimum Application Amount: ₹ 5000/- & multiples of ₹ 1000/ thereof.

Sharpe Ratio: 1.35 Standard Deviation: 14.84 Alpha: 9.55

Beta: 0.81

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

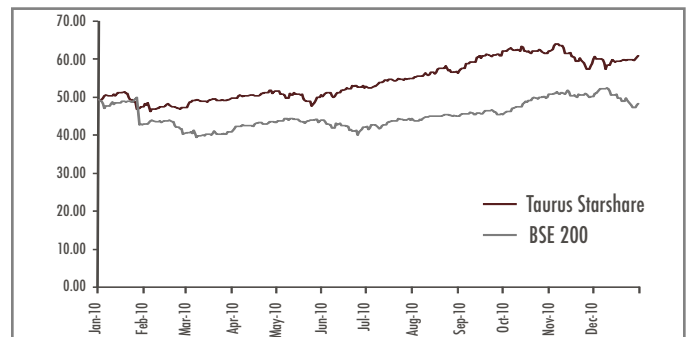
Entry Load - NIL

Exit Load - Up to any amount (Including SIP application):

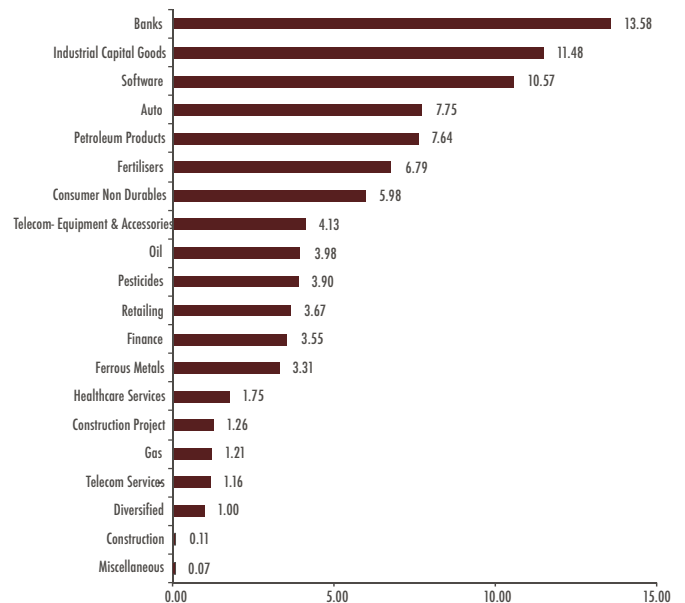
- 1% if exited before 1 year
- Nil if exited after 1 year

Switch: Equity to Equity-Exit Load Nil, Equity to Debt-Relevant exit load applicable as mentioned above, Equity to ELSS-Relevant exit load applicable as mentioned above.

NAV movement in the last one year vis-a-vis BSE 200



EQUITY SECTOR ALLOCATION



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

TAURUS INFRASTRUCTURE FUND - AN OPEN-END EQUITY THEMATIC SCHEME



Best Turnaround Fund
by Businessworld for the year 2009-10

SCHEME FEATURES

Investment Objective

To provide capital appreciation and income distribution to unitholders by investing pre-dominantly in equity and equity related securities of the companies belonging to infrastructure sector, it's related industries inclusive of suppliers of capital goods, raw materials and other supportive services to infrastructure companies and balance in debt and money market instruments.

Liquidity

Sale and repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	BSE 200*
	1 Year	11.45	16.22
	3 Years	(4.63)	(1.56)
	Since Inception	11.34	15.24

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/ bonus, if any.

DIVIDEND HISTORY

₹ 1 per unit dividend in Aug. 2010.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	8.74	Adani Exports Limited	2.52
Coal India Ltd.	7.43	Bharti Airtel Limited	2.43
Power Finance Corporation Limited	5.62	Sintex Industries Ltd.	2.41
GVK Power & Infrastructure Limited	5.51	IRB Infrastructure Developers Ltd.	2.17
Hathway Cable And Datacom Ltd.	5.46	Reliance Infrastructure Limited	2.06
Mercator Lines Limited	5.15	ICICI Bank Ltd.	1.91
Bharat Heavy Electricals Limited	4.97	Financial Technologies India Ltd.	1.90
IDFC Ltd.	4.97	DLF Limited	1.83
Tata Steel Limited	4.08	Gujarat State Petronet Limited	1.73
Larsen & Toubro Ltd.	3.93	Nagarjuna Construction Co. Ltd.	0.99
Mundra Port & Special Eco. Zone Ltd.	3.62	VA Tech Wabag Ltd.	0.64
Sterlite Industries (India) Limited	3.16	Total - Equity	91.57
Kirloskar Oil Engines Ltd.	3.11	Cash & Cash Receivables	8.43
Punjab National Bank	2.68	Total	100.00
Hindalco Industries Ltd.	2.54		

Fund Manager's Comment: Being an infrastructure fund, the portfolio is designed around companies having strong order book and execution capabilities in their respective infrastructure development field. The budget season being around the corner, the fund is positing on specific pockets, which are expected to get benefitted by policy changes.

FUND DATA

As on 31st December 2010

Date of Allotment: Mar 5, 2007.

Net Asset Value (NAV) ₹ 14.16 (D), 15.09 (G) per unit.

AAUM: ₹ 20.88 Cr.

Minimum Application Amount: ₹ 5000/- & multiples of ₹ 1000/ thereof.

Sharpe Ratio: 0.72 Standard Deviation: 16.05 Alpha: 1.13

Beta: 0.8

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

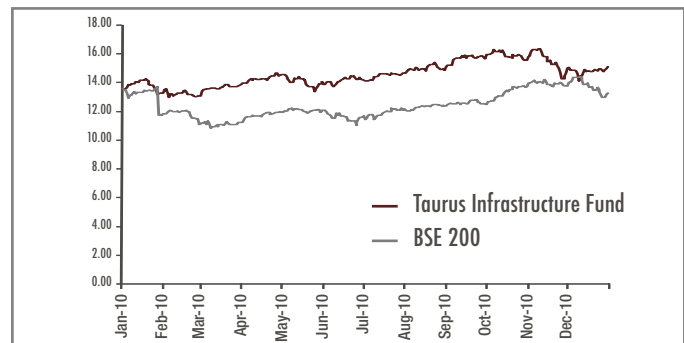
Entry Load - NIL

Exit Load - Up to any amount (Including SIP application):

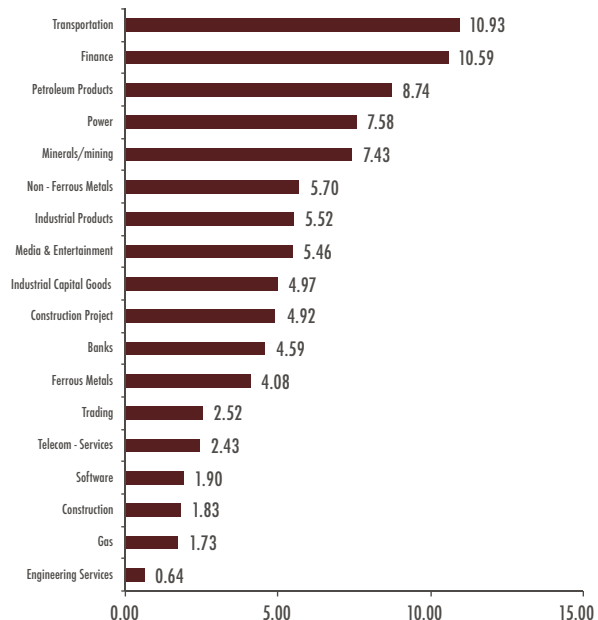
- 1% if exited before 1 year
- Nil if exited after 1 year

Switch: Equity to Equity-Exit Load Nil, Equity to Debt-Relevant exit load applicable as mentioned above, Equity to ELSS-Relevant exit load applicable as mentioned above.

NAV movement in the last one year vis-a-vis BSE 200



EQUITY SECTOR ALLOCATION



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

TAURUS ETHICAL FUND - AN OPEN-END EQUITY ORIENTED SCHEME

SCHEME FEATURES

Investment Objective

To provide capital appreciation and income distribution to unitholders through investment in a diversified portfolio of equities, which are based on the principles of Shariah.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax free dividends in the hands of Investor, No Gift Tax, No Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	S&P CNX 500 Shariah Index*
	3 Months	(0.72)	2.82
	6 Months	10.59	9.79
	1 Year	24.24	13.13
	Since Inception	68.79	46.02

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

DIVIDEND HISTORY

₹ 1.80 per unit dividend in Dec. 2010, ₹ 2 per unit dividend in Feb. 2010, ₹ 1 per unit dividend in September 2009, ₹ 1.5 per unit dividend in July 2009.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	6.17	Dr Reddy`s Laboratories Limited	3.20
Oil & Natural Gas Corporation Ltd.	5.46	Bharti Airtel Limited	3.16
Apollo Hospitals Enterprise Ltd.	5.16	GVK Power & Infrastructure Ltd.	3.15
Rallis India Limited	4.94	Divi's Laboratories Ltd.	2.74
HCL Technologies Limited	4.71	DLF Limited	2.59
Thermax Limited	4.59	Dabur India Limited	1.86
IPCA Laboratories Limited	4.14	Bharat Heavy Electricals Limited	1.83
Titan Industries Limited	4.03	Ranbaxy Laboratories Ltd.	1.80
Infosys Technologies Ltd.	3.99	Reliance Infrastructure Limited	1.76
Havells India Limited	3.95	Adani Exports Limited	1.10
Redington India Ltd.	3.56	Sterlite Industries (India) Limited	1.06
Engineers India Ltd.	3.55	Mundra Port & Special Eco. Zone Ltd.	0.87
Voltas Limited	3.51	Total - Equity	89.76
Bajaj Auto Limited	3.45	Cash & Cash Receivables	10.24
Greaves Cotton Ltd.	3.44	Total	100.00

Fund Manager's Comment: Being a thematic fund, the portfolio is built with Shariah compliant stocks selected out of Benchmark. Due to limited investment opportunities, focus is to look for companies with sustainable earning growth as this acts as a leading indicator for stock appreciation. In the present increased interest rate scenario, the fund should be preferred as the companies are relatively not impacted by the rising debt cost.

FUND DATA

As on 31st December 2010

Date of Allotment: April 6, 2009

Net Asset Value (NAV) ₹ 16.79 (D), 24.86 (G), 24.86 (B) per unit.

AAUM: ₹ 26.80 Cr.

Minimum Application Amount: ₹ 5000/- & multiples of Re. 1/- thereof.

Sharpe Ratio: 1.94 Standard Deviation: 13.49 Alpha: 18.43

Beta: 0.61

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

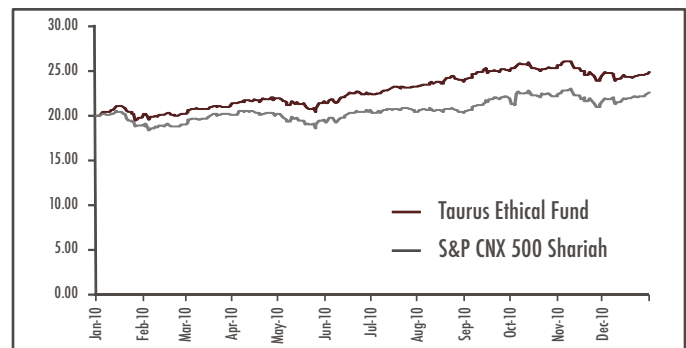
Entry Load - NIL

Exit Load - Up to any amount (Including SIP application):

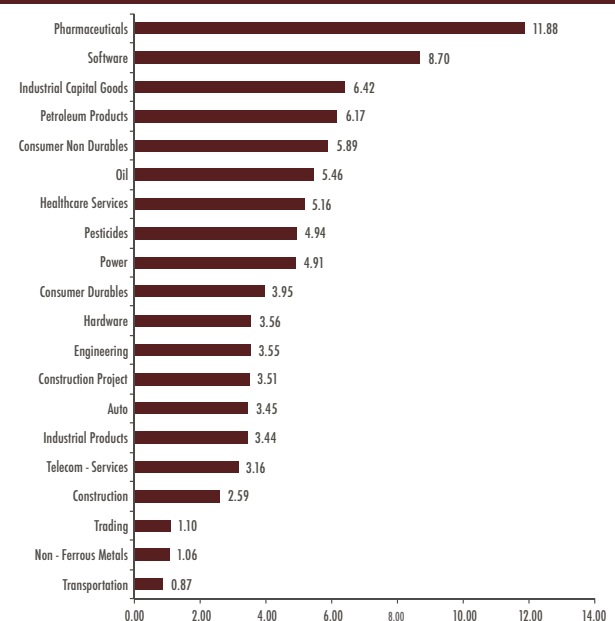
- 1% if exited before 1 year
- Nil if exited after 1 year

Switch: Equity to Equity-Exit Load Nil, Equity to Debt-Relevant exit load applicable as mentioned above, Equity to ELSS-Relevant exit load applicable as mentioned above.

NAV movement in the last one year vis-a-vis S&P CNX 500 Shariah



EQUITY SECTOR ALLOCATION



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

TAURUS TAX SHIELD - AN OPEN-END EQUITY LINKED SAVING SCHEME (ELSS)



Best Equity Tax Planning Fund
by Businessworld for the year 2009-10

SCHEME FEATURES

Investment Objective

To provide long term capital appreciation over the life of the scheme through investment pre-dominantly in equity shares, besides tax benefits.

Liquidity

Sale on all business days. As per Income Tax Laws, the redemption facility is available after a lock-in period of 3 years from the date of investment.

Tax Benefits

As per Section 80C of the Income Tax Act, an individual or a HUF is allowed deduction from income to an amount upto a maximum of Rs. 1 Lakh by investment in the scheme. Tax-free dividends in the hands of investors.

PERFORMANCE	Period	Returns (%)	
		NAV	BSE 200*
	1 Year	18.88	16.22
	3 Years	1.97	(1.56)
	5 Years	15.05	16.37
	Since Inception	9.51	14.45

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

DIVIDEND HISTORY

Growth plan: ₹ 3.5 per unit in Dec. 2005, ₹ 1.6 per unit in Feb. 2004, ₹ 1.1 per unit in Sept. 2003, Dividend plan: ₹ 2 per unit in Dec. 2010, ₹ 2.25 per unit in Mar. 2010, ₹ 2 per unit in Feb. 2010, ₹ 1.5 per unit in Jan. 2010, ₹ 1 per unit in Nov. 2009, ₹ 1 per unit in Mar. 2009, ₹ 1 per unit in Jan. 2009, ₹ 1 per unit in Dec. 2008.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	6.18	Engineers India Ltd.	1.76
Infosys Technologies Ltd.	5.30	Bharat Petroleum Corp Ltd.	1.74
ITC Ltd.	5.19	Tata Motors Limited	1.70
ICICI Bank Ltd.	5.06	Network 18 Media & Investments Limited	1.68
Mahindra & Mahindra Ltd.	4.55	Bajaj Finance Limited	1.62
Tata Chemicals Limited	3.78	Apollo Hospitals Enterprise Ltd.	1.51
Hathway Cable & Datacom Limited	3.64	Reliance Capital Limited	1.42
Voltas Limited	3.50	Sintex Industries Ltd.	1.39
Oil & Natural Gas Corporation Ltd.	3.49	Bharat Heavy Electricals Limited	1.37
Aurobindo Pharma Ltd.	3.32	Oriental Bank of Commerce	1.23
Larsen & Toubro Ltd.	2.88	Ashok Leyland Limited	1.08
Sundaram Fasteners Limited	2.85	Bajaj Auto Limited	1.03
Shriram Transport Finance Co. Ltd.	2.84	HDFC Bank Limited	1.01
State Bank of India	2.79	Nagarjuna Construction Co. Ltd.	0.99
Indian Hotel Ltd.	2.75	BGR Energy Systems Limited	0.97
Tata Steel Limited	2.74	Pantaloen Retail India Limited	0.94
Onmobile Global Limited	2.51	Coal India Ltd.	0.50
HDFC Limited	2.46	Agre Developers Ltd.	0.04
United Spirits Ltd.	2.17	Total - Equity	94.14
Chambal Fertilizers & Chemicals Ltd.	2.13	Cash & Cash Receivables	5.86
Mphasis Limited	2.01	Total	100.00

Fund Manager's Comment: Being a long term focus fund, fund strategy remains to identify companies and sectors which are undervalued and those present a spectacular growth opportunity. Cash level in the fund has increased so as to cash on any opportunity. The fund portfolio maintains diversified character albeit some tilt towards consumer products and automobiles. Focus of the portfolio is to invest in companies with stable cash flows and sustainable operating margins.

FUND DATA

As on 31st December 2010

Date of Allotment: Mar 31, 1996.

Dividend Option introduced on May 6, 2008.

Net Asset Value (NAV) ₹ 20.64 (D), 38.22 (G) per unit.

AAUM: ₹ 64.69 Cr.

Minimum Application Amount: ₹ 500/- & multiples of ₹ 500/ thereof.

Sharpe Ratio: 1.27 Standard Deviation: 15.16 Alpha: 8.78

Beta: 0.81

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

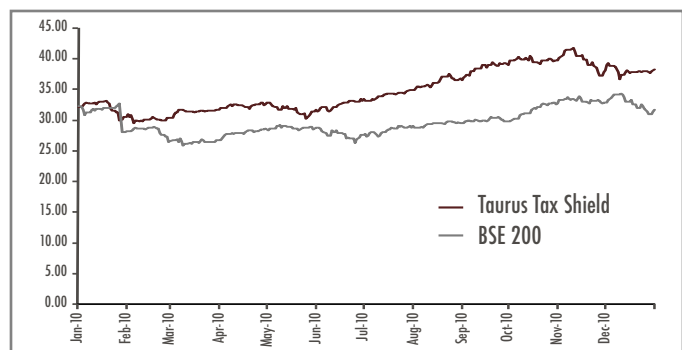
LOAD STRUCTURE

Entry Load - NIL

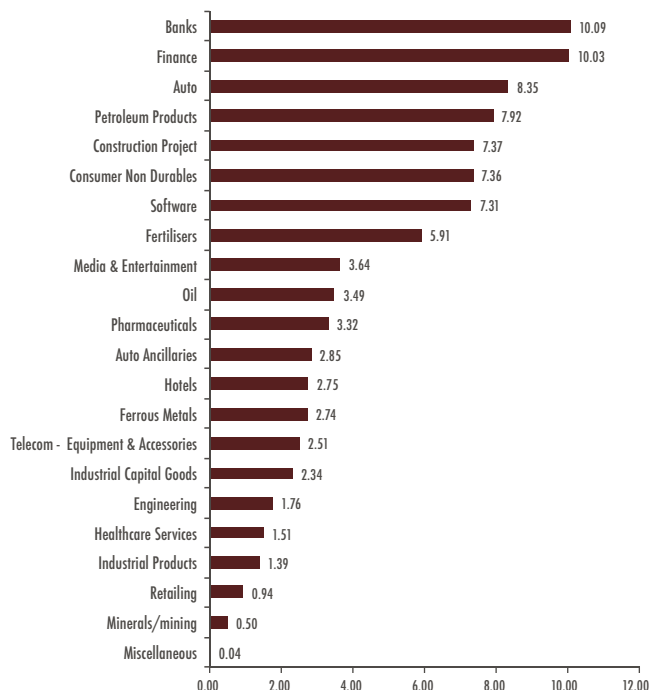
Exit Load - Up to any amount (Including SIP application): NA

Switch: Taurus Tax Shield to other scheme after lock - in period of 3 years exit load Nil.

NAV movement in the last one year vis-a-vis BSE 200



EQUITY SECTOR ALLOCATION



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

TAURUS NIFTY INDEX FUND - AN OPEN-ENDED INDEX LINKED EQUITY SCHEME

SCHEME FEATURES

Investment Objective

The investment objective of the scheme is to replicate the S&P CNX Nifty Index by investing in securities of the CNX Nifty Index in the same proportion/weightage.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	S&P CNX Nifty Index
	1 Month	4.48	4.64
	3 Months	1.55	1.73
	6 Months	15.74	15.47
	Since Inception	16.84	14.59

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	9.66	Hero Honda Motors Ltd.	1.02
Infosys Technologies Ltd.	8.95	Cipla Limited	1.01
ICICI Bank Ltd.	7.09	Maruti Suzuki India Ltd.	1.01
Larsen & Toubro Ltd.	5.65	Sun Pharmaceuticals Industries Limited	0.98
HDFC Ltd.	5.08	Punjab National Bank	0.88
ITC Ltd.	4.97	Kotak Mahindra Bank Ltd.	0.86
HDFC Bank Ltd.	4.50	Cairn India Limited	0.77
State Bank of India	3.90	Power Grid Corporation of India Ltd.	0.75
Tata Consultancy Services Ltd.	3.20	Sesa Goa Limited	0.67
Bharti Airtel Limited	2.36	Siemens Ltd.	0.67
Oil & Natural Gas Corporation Ltd.	2.34	Jaiprakash Associates Ltd.	0.66
Tata Motors Limited	2.29	Reliance Infrastructure Limited	0.64
Tata Steel Limited	2.23	Ambuja Cements Ltd.	0.63
Bharat Heavy Electricals Limited	1.98	ACC Ltd.	0.58
Mahindra & Mahindra Ltd.	1.86	HCL Technologies Ltd.	0.58
Axis Bank Limited	1.86	Steel Authority of India Ltd.	0.58
Hindustan Unilever Limited	1.77	DLF Limited	0.57
Hindalco Industries Ltd.	1.73	Reliance Communications Limited	0.52
Sterlite Industries (India) Limited	1.60	Ranbaxy Laboratories Ltd.	0.49
Jindal Steel & Power Limited	1.49	Reliance Power Limited	0.47
NTPC Limited	1.38	Bharat Petroleum Corp Ltd.	0.46
Wipro Ltd	1.34	Reliance Capital Limited	0.41
Gail (India) Limited	1.24	Suzlon Energy Limited	0.22
Tata Power Company Limited	1.19	Total - Equity	98.38
Dr Reddy's Laboratories Limited	1.12	Cash & Cash Receivables	1.63
Bajaj Auto Limited	1.12	Total	100.00
IDFC Limited	1.05		

Fund Manager's Comment: The performance of the index fund continues to mirror the return of the Nifty. The index saw some pressure during the month which is reflected in its performance. The equity market continues to remain challenging in term with pressure on certain sectors, but this fund could prove to be an efficient diversification tool for investors with hi exposure to a particular sector.

FUND DATA

As on 31st December 2010

Date of Allotment: June 19, 2010

Net Asset Value (NAV) ₹ 11.69 (D), 11.68 (G) per unit.

AAUM: ₹ 1.38 Cr.

Minimum Application Amount: ₹ 5000/- & in multiples of ₹ 1000/ thereof.

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

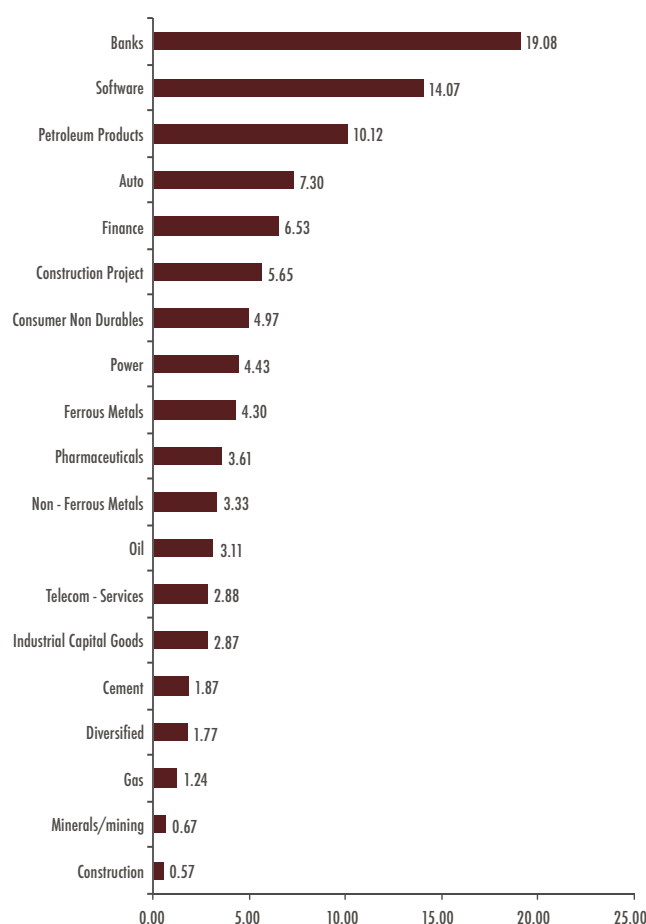
LOAD STRUCTURE

Entry Load - NIL

Exit Load - Up to any amount (Including SIP application): NA

Switch: Exit Load - NIL

EQUITY SECTOR ALLOCATION



TAURUS BONANZA FUND - AN OPEN-END EQUITY SCHEME WITH A LARGE CAP FOCUS

SCHEME FEATURES

Investment Objective

Taurus Bonanza Fund is an open-end growth scheme. The investment objective is to provide investors long-term capital appreciation. Investments shall be primarily in Equity and Equity related instruments that offer scope for long-term capital appreciation. The Fund will also be invested in debt and money market instruments.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	BSE 100*
	1 Year	14.76	15.66
	3 Years	(7.80)	(1.45)
	5 Years	11.70	16.58
	Since Inception	12.72	12.46

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

Bonus in the ratio of 1:3 in October 2003. Dividend - ₹ 2.5 per unit in July, 2006 from growth option

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	7.52	Coal India Ltd.	2.22
Infosys Technologies Ltd	6.15	Hindustan Unilever Limited	1.98
ITC Ltd.	5.41	Indian Hotel Ltd.	1.79
HDFC Limited	4.70	DLF Limited	1.78
State Bank of India	4.29	Larsen & Toubro Ltd.	1.74
ICICI Bank Ltd.	4.17	Ranbaxy Laboratories Ltd.	1.71
Tata Consultancy Services Limited	4.10	Hindalco Industries Ltd.	1.67
HCL Technologies Limited	3.85	Sterlite Industries (India) Limited	1.57
Oil & Natural Gas Corporation Ltd.	3.80	Bharti Airtel Limited	1.29
Mahindra & Mahindra Ltd.	3.48	Reliance Infrastructure Limited	1.28
HDFC Bank Limited	3.38	Kotak Mahindra Bank Ltd.	1.23
Sun Pharmaceuticals Industries Limited	3.20	Engineers India Ltd.	1.02
Grasim Industries Ltd.	3.06	Hindustan Petroleum Corporation Ltd.	0.92
Thermax Limited	2.81	Maruti Suzuki India Ltd.	0.30
Power Finance Corporation Limited	2.77	Agre Developers Ltd.	0.04
Tata Motors Limited	2.74	Total - Equity	93.71
Pantaloon Retail India Limited	2.72	Cash & Cash Receivables	6.29
Bharat Heavy Electricals Limited	2.70	Total	100.00
Tata Steel Limited	2.32		

Fund Manager's Comment: Cash level in the fund has increased to approx 7% from last month level of 3% on the anticipation of headwinds in the market because of rising interest rates and its impact on the corporate earnings. Investment pattern favoured stock with strong cash flow with focus on companies which are in better position to maintain their operating margins. On the sectoral allocation front, IT sector weight has gone up on the back of strong visibility of the earnings growth.

FUND DATA

As on 31st December 2010

Date of Allotment: Feb 28, 1995.

Dividend Option introduced on May 6, 2008.

Net Asset Value (NAV) ₹ 46.33 (D), 46.03 (G) per unit.

AAUM: ₹ 36.79 Cr.

Minimum Application Amount: ₹ 5000/- & multiples of ₹ 1000/- thereof.

Sharpe Ratio: 0.88 Standard Deviation: 15.1 Alpha: 1.77

Beta: 0.89

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

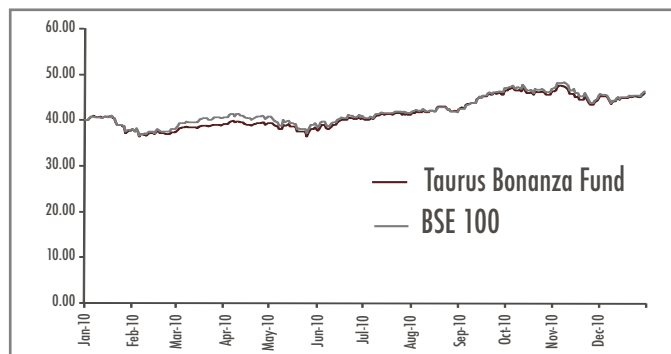
Entry Load - NIL

Exit Load - Up to any amount (Including SIP application):

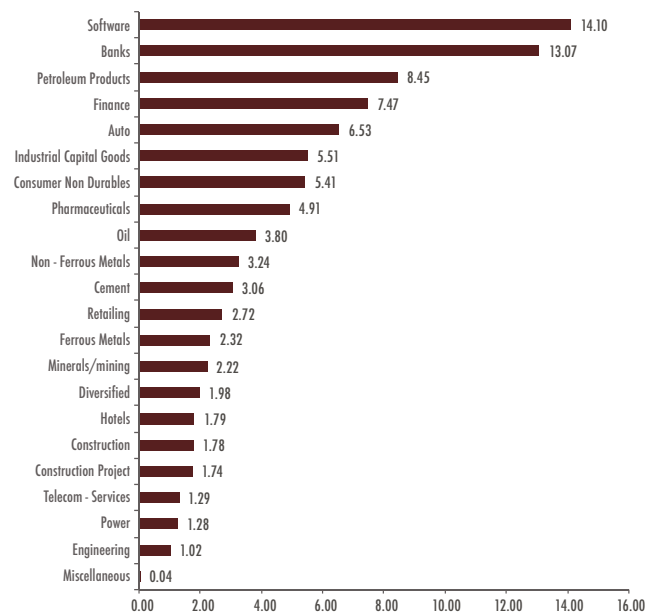
- NIL

Switch: Exit Load NIL

NAV movement in the last one year vis-a-vis BSE 100



EQUITY SECTOR ALLOCATION



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

TAURUS DISCOVERY FUND - AN OPEN-END EQUITY FUND WITH MID CAP AND SMALL CAP FOCUS

SCHEME FEATURES

Investment Objective

The primary objective of the Scheme is to identify and select low priced stocks through price discovery mechanism, which would broadly include: • To capitalise on available opportunity on growth potential offered by undervalued penny stocks. • Such stocks being low priced and if dividend paying, decent dividend yield will give desired cushion in the volatile capital market. • Lower side risk is minimum in such investments. • Many of such cases where investment will be made, may be turnaround cases, therefore, greater potential for improvement in NAV.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	CNX Midcap Index*
	1 Year	13.99	19.16
	3 Years	(18.53)	(1.26)
	5 Years	3.67	17.03
	Since Inception	3.22	8.89

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Sundaram Fasteners Limited	5.57	Pantaloon Retail India Limited	2.44
Hathway Cable & Dacom Limited	4.79	Mahindra & Mahindra Fncial Services Ltd.	2.16
Thermax Limited	4.75	Gujarat State Petronet Limited	2.16
Mercator Lines Limited	4.72	Strides Arcolab Ltd.	2.11
Indian Hotel Ltd.	4.56	IRB Infrastructure Developers Ltd.	2.10
Voltas Limited	4.47	Chambal Fertilizers & Chemicals Ltd.	2.08
Aurobindo Pharma Ltd.	4.40	Reliance Capital Limited	1.97
Onmobile Global Limited	4.21	Andhra Bank	1.95
Redington India Ltd.	3.92	Financial Technologies India Ltd.	1.94
GVK Power & Infrastructure Limited	3.66	Mphasis Limited	1.94
Kotak Mahindra Bank Ltd.	3.23	Oriental Bank of Commerce	1.69
Sintex Industries Ltd.	3.18	Max India Ltd.	1.22
Spicejet Limited	3.15	Shriram Transport Finance Co. Ltd.	1.02
Rallis India Limited	3.10	Agre Developers Ltd.	0.05
Titan Industries Limited	2.61	Total - Equity	90.20
United Spirits Ltd.	2.56	Cash & Cash Receivables	9.80
Network 18 Media & Investments Limited	2.49	Total	100.00

Fund Manager's Comment: Value creation through investments in mid and small cap companies is basic theme of the fund. Cash level in the scheme is at 9.8%. Allocation to the mid cap stocks remains at higher level while the focus remains to find companies with high earnings growth and balance sheet quality. Financials, Transportation and Media are our top sectors even though exposure to Financial has reduced compared to last month.

FUND DATA

As on 31st December 2010

Date of Allotment: Sep 5, 1994.

Net Asset Value (NAV) ₹ 16.79 (D), 16.78 (G) per unit.

AAUM: ₹ 30.34 Cr.

Minimum Application Amount: ₹ 5000/- & multiples of ₹ 1000/- thereof.

Sharpe Ratio: 1.13 Standard Deviation: 16.15 Alpha: 8.53

Beta: 0.76

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

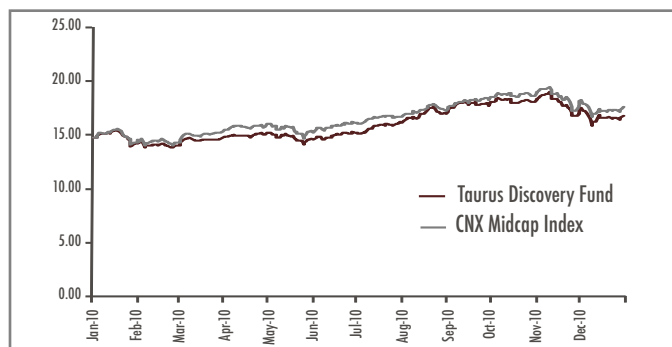
Entry Load - NIL

Exit Load - Up to any amount (Including SIP application):

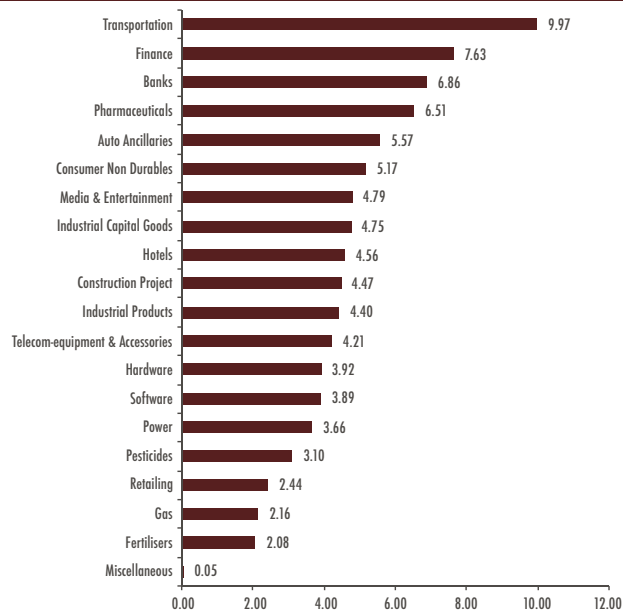
- 1% if exited before 1 year
- Nil if exited after 1 year

Switch: Equity to Equity-Exit Load Nil, Equity to Debt-Relevant exit load applicable as mentioned above, Equity to ELSS-Relevant exit load applicable as mentioned above.

NAV movement in the last one year vis-a-vis CNX Midcap Index



EQUITY SECTOR ALLOCATION



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

TAURUS ULTRA SHORT TERM BOND FUND - AN OPEN-END DEBT SCHEME

SCHEME FEATURES

Investment Objective

To generate returns with higher liquidity and low volatility from a portfolio of money market and debt instruments. However, there is no assurance that the investment objective of the scheme will be realised.

Liquidity

Sale & repurchase on all business days.

Tax Benefits for Dividend Distribution

	Individuals	Corporate	NRI
Short Term Bond Fund	12.5%+ 7.5% surcharge+ 3% cess	20%+ 7.5% surcharge+ 3% cess	12.5%+ 7.5% surcharge+ 3% cess
Total Tax	13.841%	22.145%	13.841%
Money Market and Liquid Schemes	25%+ 7.5% surcharge+ 3% cess	25%+ 7.5% surcharge+ 3% cess	25%+ 7.5% surcharge+ 3% cess
Total Tax	27.681%	27.681%	27.681%

PERFORMANCE	Period	Returns (%)			Crisil Liquid Fund Index*
		NAV			
		Retail	Institutional	Super Institutional	
	3 Months	1.82	1.84	1.87	1.71
	6 Months	3.27	3.31	3.37	3.14
	1 Year	5.72	5.82	5.95	5.12
	Since Inception	5.66	5.80	5.99	5.19

The past performance may or may not be sustained in future.

*Benchmark Index:

Note: (1) Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

LOAD STRUCTURE

Entry Load	Exit Load
NIL	<ul style="list-style-type: none"> Retail Plan: Nil Institutional Plan: Nil Super Institutional Plan: Nil

Switch: Exit Load NIL.

Fund Manager's Comment: Liquidity situation continued to remain tight during December on account of large surpluses of GOI with RBI and the healthy credit off take. The accruals of the scheme increased because of rise in short term rates and incremental flows/maturities were redeployed at higher levels. While the proportion of bank assets was marginally lower than in November, we increased the average maturity and also the accruals of the scheme as we expect a steepening of the short term yield curve. We continued to deliver consistent performance during the previous month. We would continue to have a judicious mix of assets in order to deliver consistent optimal performance.



FUND DATA

As on 31st December 2010

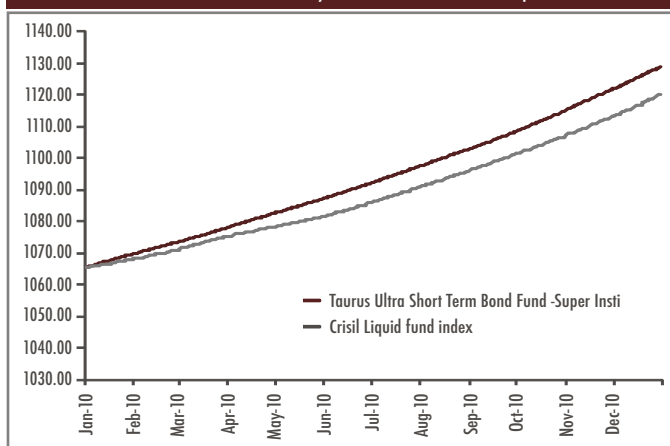
CRISIL Rated AAaf Fund, CARE Rated AAaf Fund
 Date of Allotment: December 1, 2008.
 Net Asset Value (NAV):
 Retail ₹ 1,001.7360 (D), 1,121.7368 (G), 1,001.3541 (W) per unit.
 Institutional ₹ 1,001.7367 (D), 1,124.7402 (G) per unit.
 Super Institutional ₹ 1,001.7390 (D), 1,128.8498 (G), 1,000.9677 (W) per unit.
 Average Maturity Period: 0.36 years.
 AAUM: ₹ 918.87 Cr.
 Retail: Sharpe Ratio: 12.13 Standard Deviation: 0.14 Alpha: 1.7
 Institutional: Sharpe Ratio: 12.61 Standard Deviation: 0.14 Alpha: 1.78
 Super Institutional: Sharpe Ratio: 13.98 Standard Deviation: 0.14 Alpha: 1.91
 Minimum Application Amount:
 Retail Plan: ₹ 5,000/- per application and thereafter in multiples of ₹ 1,000/- thereof
 Institutional Plan: ₹ 1 cr. per application and thereafter in multiples of ₹ 1000/- thereof.
 Super Institutional Plan: ₹ 5 crs. per application and thereafter in multiples of ₹ 1000/- thereof.
 Additional Subscription Amount:
 Retail Plan: ₹ 1,000/- per application and thereafter in multiples of ₹ 1,000/-.
 Institutional Plan: ₹ 1lakh per application and thereafter in multiples of ₹ 1000/-.
 Super Institutional Plan: ₹ 1lakh per application and thereafter in multiples of ₹ 1000/-.
 Fund Manager: Mr. Rahul Pal & Mr. Pankaj Jain (Co - Fund Manager)
 Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
CDs	Rating	NCDs	Rating
Central Bank of India	P1+ 13.22	Deccan Chronicle Holdings Ltd.	PR1+ 6.72
State Bank of Hyderabad	P1+ 11.89	Fullerton India Credit Co. Ltd.	LAA+ 6.61
Uco Bank Ltd.	P1+ 6.65	India Infoline Investment Serv Ltd.	A1+ 3.36
Canara Bank	P1+ 6.60	Naman Finance & Investment Pvt Ltd.	LAAA 3.35
State Bank of Bikaner & Jaipur	P1+ 3.29	Reliance Capital Limited	CAREAAA 1.34
IDBI Bank Limited	A1+ 1.64	TOTAL NCDs	21.39
TOTAL CDs	43.28	SDs	
CPs	Rating	CLSS 17 TRUST 2011 SR A	CAREAAA 6.83
Religare Finvest Limited	P1+ 12.84	Originator - Kotak Mahindra Prim Ltd.	
Future Capital Holdings Limited	PR1+ 6.40	Underlying Asset Exposure - Borrow for general corporate loan	
Fullerton India Credit Co. Ltd.	A1+ 3.24	CBLO	0.14
India Infoline Limited	A1+ 3.03	Cash & Cash Receivables	2.05
Reliance Capital Limited	A1+ 0.80	TOTAL	100.00
TOTAL CPs	26.31		

NAV movement in the last one year vis-a-vis Crisil Liquid Fund Index



Face Value changed from ₹ 10 to ₹ 1000 w.e.f. 20th Feb., 2010. Historical NAV adjusted as per new Face value of ₹ 1000

TAURUS LIQUID FUND - AN OPEN-END LIQUID SCHEME

SCHEME FEATURES

Investment Objective

To generate steady and reasonable income, with low risk and high level of liquidity from a portfolio of money market securities and high quality debt.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	Crisil Liquid Fund Index*
	3 Months	1.77	1.71
	6 Months	3.25	3.14
	1 Year	5.45	5.12
	3 Years	5.31	6.12
	Since Inception	5.52	6.44

The past performance may or may not be sustained in future.

*Benchmark Index:

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

PORTFOLIO

As on 31st December 2010

Name of the scrip	Rating	% to Net Assets
CDs		
Central Bank of India	PR1+	9.04
Bank of India	P1+	9.00
Punjab National Bank	P1+	7.58
Canara Bank	P1+	7.16
State Bank of Patiala	P1+	4.81
Punjab National Bank	PR1+	4.58
Total CDs		42.18
CPs		
J M Financial Products Private Ltd.	P1+	14.21
Religare Finvest Limited	A1+	12.70
Edelweiss Capital Ltd.	P1+	10.41
Tata Motors Limited	P1+	4.79
Future Capital Financial Ser Ltd.	A1+	4.72
Total CPs		46.82
NCDs		
Kotak Mahindra Primus Ltd.	P1+	4.81
Total NCDs		4.81
CBLO Transaction		5.35
Cash & Cash Receivables		0.85
TOTAL		100.00

Fund Manager's Comment: Liquidity situation continued to remain tight during December on account of large surpluses of GOI with RBI and the healthy credit off-take. The accruals of the scheme increased because of rise in short term rates and incremental flows / maturities were redeployed at higher levels. While we continued investing close to 50% in Bank assets and cash, we increased the average maturity and also the accruals of the scheme. We continued to deliver consistent performance during the previous month. We would continue to have a judicious mix of assets in order to deliver consistent optimal performance.

FUND DATA

As on 31st December 2010

CRISIL Rated AAf Fund

Institutional and Super Institutional plan introduced w.e.f. 26th Sep, 2008

Date of Allotment: Aug 31, 2006.

Net Asset Value (NAV) ₹ 1,001.2175 (D), 1,262.8167 (G) per unit.

Institutional ₹ 1,055.0011 (G) per unit.

Super Institutional ₹ 1,000.0630 (D), 1,033.8464 (G), 1,000.2360 (W) per unit.

Average Maturity Period: 0.15 years.

AAUM: ₹ 830.69 Cr.

Minimum Application Amount:

Retail Plan: ₹ 5,000/- per application and thereafter in multiples of ₹ 1,000/- thereof.

Institutional Plan: ₹ 1 cr. per application and thereafter in multiples of ₹ 1000/- thereof.

Super Institutional Plan: ₹ 5 crs. per application and thereafter in multiples of ₹ 1000/- thereof.

Additional Subscription Amount:

Retail Plan: ₹ 1,000/- per application and thereafter in multiples of ₹ 1,000/-.

Institutional Plan: ₹ 1 lakh per application and thereafter in multiples of ₹ 1000/-.

Super Institutional Plan: ₹ 1 lakh per application and thereafter in multiples of ₹ 1000/-.

Sharpe Ratio: 8.15 **Standard Deviation:** 0.17 **Alpha:** 1.38

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Pankaj Jain

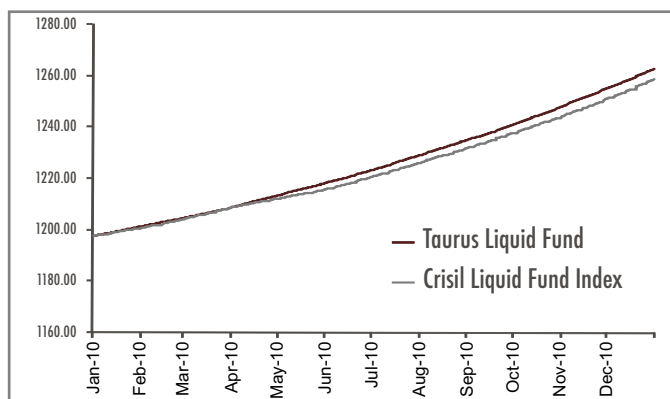
Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

Entry Load	Exit Load
NIL	NIL

Switch: Exit Load NIL.

NAV movement in the last one year vis-a-vis Crisil Liquid Fund Index



Face Value changed from ₹10 to ₹1000 w.e.f. 20th Feb., 2010. Historical NAV adjusted as per new Face value of ₹1000



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

TAURUS SHORT TERM INCOME FUND - AN OPEN-END BOND SCHEME

(formerly known as Taurus Income Fund)

SCHEME FEATURES

Investment Objective

To generate income and capital appreciation with low volatility by investing in a diversified portfolio of short term debt and money market instruments.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	Crisil Short Term Bond Fund Index*
	6 Months	3.53	2.06
	1 Year	4.82	4.70
	3 Years	3.87	6.91
	5 Years	4.26	6.84
	Since Inception	5.38	5.74

Past performance may or may not be sustained in future.

* Benchmark index changed from 9th April, 2010.

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/ bonus, if any.

DIVIDEND HISTORY

₹ 12 per unit dividend in July 2010.

₹ 0.30 per unit dividend in February 2002.

Fund Manager's Comment: The scheme continues to be run in a very conservative manner keeping a low average maturity/duration for the portfolio. This has resulted in maintaining performance in the scheme in a rising interest rate scenario. With the uncertain liquidity environment in the coming months and likely pressure on interest rates to continue, we will continue with our policy of maintaining low portfolio duration. We would continue to have a judicious mix of assets in order to deliver consistent optimal performance.

FUND DATA

As on 31st December 2010

Date of Allotment: Aug 18, 2001.

Net Asset Value (NAV) ₹1,529.5833 (D), 1,635.1593 (G) per unit.

AAUM: ₹ 50.60 Cr.

Minimum Application Amount: ₹ 5000/- & multiples of ₹ 1000/- thereof.

NAV Calculation: All business days.

Fund Manager: Mr. Rahul Pal & Mr. Pankaj Jain (Co - Fund Manager)

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

Entry Load - NIL

Exit Load - Up to any amount (Including SIP application):

- 0.25% if exited before 1 month
- Nil if exited after 1 month

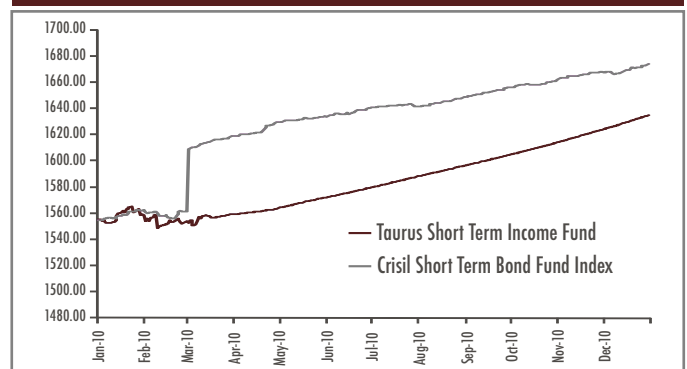
Switch: Debt to debt/Equity - relevant exit load applicable as mentioned above.

PORTFOLIO

As on 31st December 2010

Name of the scrip	Rating	% to Net Assets
CDs		
Canara Bank	P1+	22.51
Corporation Bank	P1+	13.64
Dhanalaxmi Bank Ltd	PR1+	12.73
Total CDs		48.89
CPs		
Essar Shipping Ports & Logistics Limited	PR1	17.88
Edelweiss Capital Ltd.	P1+	16.30
Religare Finvest Limited	A1+	14.49
Total CPs		48.67
CBLO		2.01
Cash & Cash Receivables		0.43
TOTAL		100.00

NAV movement in the last one year vis-a-vis Crisil Short Term Bond Fund Index



Face Value changed from ₹10 to ₹1000 w.e.f. 26th Apr., 2010. Historical NAV adjusted as per new Face value of ₹ 1000

TAURUS GILT FUND - AN OPEN-END GILT SCHEME

SCHEME FEATURES

Investment Objective

To provide risk free returns to the investors even for a shorter duration through investment in securities issued by Central Government or State Government or any security unconditionally guaranteed by Government of India. Investment will also be made in repos and reverse repos.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	I-Sec Composite Index
	6 Months	1.82	2.38
	1 Year	2.24	6.04
	3 Years	2.40	7.67
	5 Years	2.21	7.17
	Since Inception	3.81	6.86

Past performance may or may not be sustained in future.

Note: Returns are calculated on a compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/bonus, if any.

₹ 0.30 per unit dividend declared in the scheme in February 2002.

Fund Manager's Comment: The scheme continues to maintain cash because of its low Asset under Management.

FUND DATA

As on 31st December 2010

Date of Allotment: Aug 18, 2001.

Net Asset Value (NAV) ₹ 13.9157 (D), 14.2012 (G) per unit.

AAUM: ₹ 0.01 Cr.

Minimum Application Amount: ₹ 5000/- & multiples of ₹ 1000/- thereof.

Sharpe Ratio: -5.32 Standard Deviation: 0.32 Alpha: -1.68

(The above measures have been calculated by taking month end NAV for 1 year period from 31st December, 2009 to 31st December, 2010.)

NAV Calculation: All business days.

Fund Manager: Mr. Pankaj Jain.

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

Entry Load - NIL

Exit Load - Up to any amount (Including SIP application):

- 1% if exited before 1 year
- Nil if exited after 1 month

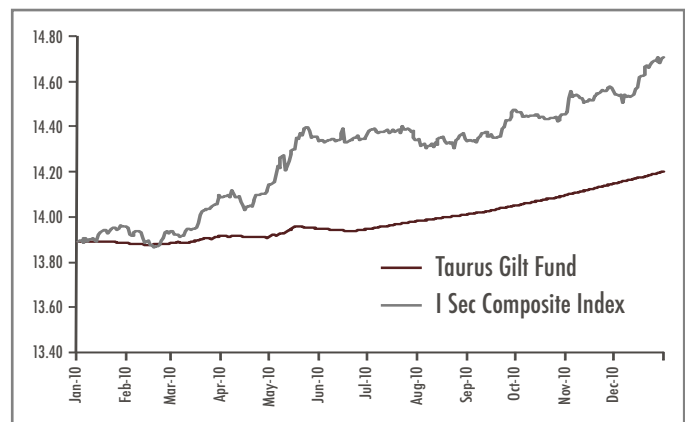
Switch: Debt to debt/Equity - relevant exit load applicable as mentioned above.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets
CBLO Transaction	99.52
Cash & Cash Receivables	0.48
TOTAL	100.00

NAV movement in the last one year vis-a-vis I Sec Composite Index



TAURUS MIP ADVANTAGE - AN OPEN - ENDED INCOME SCHEME

SCHEME FEATURES

Investment Objective

To generate regular income through a portfolio of fixed income securities, Gold ETFs and equity & equity related instruments.

Liquidity

Sale & repurchase on all business days.

Tax Benefits

Tax-free dividends in the hands of investors, no Gift Tax, no Wealth Tax as per the present Income Tax Act.

PERFORMANCE	Period	Returns (%)	
		NAV	75% - CRISIL MIP Blended fund Index & 25% Price of Gold
	1 Month	0.31%	2.54%
	3 Months	-0.09%	3.03%
	Since Inception	2.80%	6.32%

Past performance may or may not be sustained in future.

*Benchmark Index

Note: Returns are calculated on compounded annualised basis for a period of more than one year and absolute basis for a period less than or equal to one year, with reinvestment of dividends/ bonus, if any.

DIVIDEND HISTORY

₹ 0.05 per unit dividend in October 2010.

PORTFOLIO

As on 31st December 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	1.96	DLF Limited	0.39
Coal India Ltd.	1.45	Tata Motors Limited	0.36
Indian Hotel Ltd.	1.40	Total - Equity	20.92
Tata Chemicals Limited	1.35	Exchange Traded Fund	
ITC Ltd.	1.28	Gold Benchmark ETF (Gold Bees)	9.39
Infosys Technologies Ltd.	1.25	Total - Exchange Traded Fund	9.39
GVK Power And Infrastructure Limited	1.14	Floating Rate Note	
Hathway Cable And Datacom Limited	1.11	Kotak Mahindra Bank Ltd.	0.72
HCL Technologies Limited	0.88	Total - Floating Rate Note	0.72
Power Finance Corporation Limited	0.80	Non Convertible Debentures	
ICICI Bank Ltd.	0.76	IDBI Bank Limited	0.29
Bharti Airtel Limited	0.75	Total - Non Convertible Debentures	0.29
Sundaram Fasteners Limited	0.71	Commercial Paper	
Aurobindo Pharma Ltd.	0.69	Fullerton India Credit Co. Ltd.	18.40
Siemens Ltd.	0.67	Essar Shipping Ports & Logistics Limited	14.34
Tata Steel Limited	0.66	Religare Finvest Limited	7.17
Voltas Limited	0.63	Total - Commercial Paper	39.91
Nestle India Ltd.	0.60	Certificate of Deposit	
Ranbaxy Laboratories Ltd.	0.58	IDBI Bank Limited	17.70
Bharat Heavy Electricals Limited	0.54	Total - Certificate Of Deposit	17.70
Oil & Natural Gas Corporation Ltd.	0.49	Cash & Cash Receivables	11.07
Shriram Transport Finance Co. Ltd.	0.44	Total	100.00

Fund Manager's Comment: The scheme maintained a high allocation to money market instruments having low maturity and also created trading opportunities in the benchmark 10 year GOI security. We will continue with our strategy of trading in gilts in the scheme. We will gradually increase the maturity profile of the debt portion of the scheme as clarity on the direction of rates increase.

FUND DATA

As on 31st December 2010

Date of Allotment: August 6, 2010

Net Asset Value (NAV) ₹ 10.1803 (D), 10.2802 (G) per unit.

AAUM: ₹ 73.64 Cr.

Minimum Investment Amount:

- Growth option: ₹ 5000/- & multiples of ₹ 1000/- there of
- Dividend option: ₹ 25000/- & multiples of ₹ 1000/- there of
- Additional purchase: ₹ 1000/- & multiples of ₹ 1000/- there of

NAV Calculation: All business days.

Fund Manager: Mr. Rahul Pal (Debit) & Mr. Sadanand Shetty (Equity & Gold ETFs)

Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

LOAD STRUCTURE

Investment Amount - Up to any amount

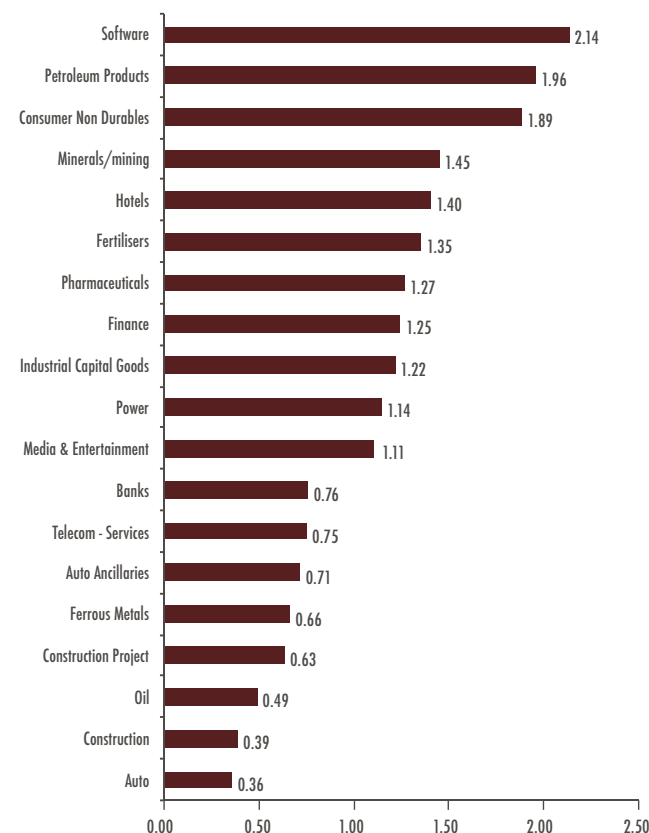
Entry Load - NIL

Exit Load - Up to any amount (Including SIP)
1.00% if exited up to 1 year & Nil if exited after 1 year from the date of allotment

Revised Exit Load - 1.50% if exited up to 6 months
(w.e.f. 1/12/2010) 1.00% if exited after 6 months
& up to 1 year Nil if exited after 1 year

- A Switch-Out/Withdrawal under SWP will also attract an exit load like any redemption.
- In case of SIP / STP, the above criteria for Exit Load will be applicable for each installment.
- Exit load is applicable for all the options under the Scheme by applying First in First basis
- No Exit Load is chargeable in case of switches made between different Sub-options of the same option.

EQUITY SECTOR ALLOCATION



RISK FACTOR: Mutual Fund investments are subject to market risks. Please read the Scheme Information Document carefully before investing.

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- **Taurus Ethical Fund** - An Open-End Equity Oriented Fund. Investment objective is to provide capital appreciation and income distribution to unit holders by investing in Shariah compliant stock.
- **Taurus Tax Shield** - An Open-End Equity Linked Tax Saving Scheme (ELSS). Investment objective is to provide capital appreciation besides tax benefits.
- **Taurus Nifty Index Fund** - An Open-Ended Index Linked Equity Scheme. Investment objective is to provide capital appreciation by investing in the securities of S&P CNX Nifty Index in the same proportion / weightage.
- **Taurus Bonanza Fund** - An Open-End Equity Growth Fund. Investment objective is to provide long-term capital appreciation by investing in large cap stocks.
- **Taurus Discovery Fund** - An Open-End Equity Growth Fund. Investment objective is to provide long-term capital appreciation by identifying and selecting low priced stocks through price discovery mechanism.



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To invest, contact your financial advisor or call us on the below mentioned numbers

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• Chandigarh: 0172-5024818/5024838 • Chennai: 044-39101571/72/74 • Cochin: 0484-3047227-231
• Delhi: 011-23321756/631/23717593 • Hyderabad: 040-30783060/61 • Jaipur: 0141-4038851/52/53
• Kanpur: 0512-3061824/3932108 • Kolkata: 033 - 65909991/92, 22267266/67 • Lucknow: 0522-3040436/37/40 • Ludhiana: 9876691291 • Madurai: 0452-6454644 • Mumbai: 022-67534848/
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TAURUS
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