

TAURUS TIMES

MONTHLY REPORT • MAY 2010



TAURUS NIFTY INDEX FUND (An open-ended index linked equity scheme) Sail with the Nifty Advantage

Taurus Nifty Index Fund will replicate the S&P CNX Nifty Index by investing in the securities of S&P CNX Nifty Index in the same proportion/weightage.

What advantages does Taurus Nifty Index Fund offer?

- Provides you an opportunity to own 50 of the fundamentally strong & best known companies in India
- Gives you a well diversified portfolio that reduces company specific or industry specific risk

- The performance of your portfolio will be in tune with the performance of the Nifty Index
- You know in advance the 50 stocks that you are going to own-no need to track the portfolio regularly
- Lower management fees and lower turnover make it cost efficient for you
- Scores over ETF because there is no entry load (you have to pay brokerage for buying ETF)
- Liquidity is not an issue since you can redeem on any business day from the fund house. The NAV at the end of the day will apply.

For your share in India's growth story
Invest in Taurus Nifty Index Fund



To invest SMS **TNF** to **575758**

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: 0512-306182
- 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

TAURUS
Mutual Fund

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 Ltd., Investment Manager: Taurus Asset Management Company Ltd.

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 objectives will be achieved. The past performance of the mutual fund is not indicative of the future performance of the schemes. The sponsor is not responsible or liable for any loss resulting from the operation of the scheme beyond the initial contribution of Rs.2 Lacs made towards setting up of the mutual fund. Taurus Nifty Index Fund is only the name of the scheme and does not in any manner indicate the quality of the scheme, its future prospects and returns. There is no guarantee or assurance as to any returns on investments of the unit holders. All dividend distributions are subject to the investment performance of the scheme. The investment made by the scheme is subject to external risks on transferring, pricing, trading volumes, settlement risks etc of securities. Please read the Scheme Information Document/Statement of Additional Information/Key Information Memorandum carefully before investing. For S&P CNX Nifty Index related disclaimers please refer the SID of Taurus Nifty Index Fund. An investor, by subscribing or purchasing an interest in Taurus Nifty Index Fund, will be regarded as having acknowledged, understood and accepted the disclaimers referred to in the SID and will be bound by it.

FROM THE CEO'S DESK

Dear Investor,

Markets across the globe continued to face upheavals as the Euro-zone credit crisis refused to die down. In May stocks, bonds & commodities fell in tandem while gold & dollar soared as investors scrambled for safer investment options. In USA, S&P 500 fell by over 8% during the month of May. Some of the reasons which contributed to the over-all nervousness were the following:

- (i) Question mark over the survival of European Union (EU) & Euro itself
- (ii) Germany's unilateral action of putting curbs on trading
- (iii) Scepticism over the sustainability of economic growth in China
- (iv) Geo-political tensions in Korea & the Ghaza region

While the above events would seem to have no direct bearing over India but there was sell off by FIIs in India also to the tune of over USD 2 bn during the month and this resulted in the Indian markets declining by over 3.5%. US \$ also strengthened against the rupee.

Simultaneously the following cushioned the fall in India:

As per the CSO data, Indian economy expanded by 7.4% in FY 2009-10 as compared to the earlier estimate of 7.2% while the Q4 GDP expanded by 8.6%. A growth of 10.8% in manufacturing & 0.2% in Agriculture (this came as a pleasant surprise as it was expected to be -ve on the back of bad monsoon last year) contributed to the growth in GDP. Services sector numbers were a bit of a let down. It is now expected that with a good or near normal monsoon we should witness a GDP growth of around 8.6% and inflation moderating to around 5-6% during FY 2010-11. Most of the corporate results announced during the quarter showed a growth in the top-line which was encouraging as the growth in the earlier quarters had mostly been on the back of cost-cutting measures. It appears that there has been of late an up tick in the credit off-take and Banks are now not shying away from lending. 3G Auction collection numbers came as a pleasant surprise as they were almost double the estimated figures and would give the Govt. the necessary leeway to bring down the fiscal deficit.

We believe that on the back of sustainable economic growth and prudent regulations by the policy makers, India is fundamentally much better positioned than most other major countries. Serious long-term global investors would definitely like to take a bet on India. There could be some more pain in the short term, in case the Euro crisis escalates. Also there could be some hardening of interest rates as RBI has expressed discomfort with the current rate of inflation, though we do not see the rate hike sustainable. On the positive side, with crude hovering around USD 70 and prediction of a near normal monsoon, inflation should not be a worry for long. We continue to remain positive on the following sectors: banking, auto & auto ancillaries, healthcare and agri themes. While we have always maintained that an investor should not time the market and should continue to invest in a gradual manner but the correction in the markets due to the global events offers an opportunity to the investors to add further to their portfolios.

In the month of May we crossed the Rs. 3000 crs mark in AAUM with positive inflows both on the fixed income & equity side. With Rahul Pal joining as Head of Fixed Income, our Investment team has been further strengthened. We propose to launch Taurus Nifty Index Fund in the first week of June. This will mimic the S&P CNX Nifty Index both in terms of composition & weights of the stocks. We feel that every investor should have some allocation to a Nifty Index Fund as it gives him an opportunity to own 50 of India's leading companies in a seamless manner at a very low cost.

We look forward to the advent of the rains as it would give all of us much needed respite from the oppressive heat!

Kind regards

Yours truly,



Waqar Naqvi
Chief Executive



HOUSE OF TAURUS

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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	18.88	21.27
	3 Years	3.93	6.81
	5 Years	20.65	19.32
	Since Inception	10.42	9.34

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

Rs. 5 per unit dividend in July 2009
Rs. 3 per unit dividend in November 2009
Rs. 5 per unit dividend in March 2010

PORTFOLIO

As on 31st May 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Jain Irrigation Systems Ltd.	6.12	Apollo Hospitals Enterprise	1.60
Castrol India Limited	4.08	Biocon Limited	1.47
Coromandel International Ltd.	3.74	Tata Chemicals Ltd.	1.45
Exide Industries Ltd.	3.68	Kalpataru Power Transmission Ltd.	1.43
ITC Ltd	3.60	Larsen & Toubro Ltd.	1.39
ICICI Bank Ltd.	3.47	Jubilant Organosys Limited	1.33
Infosys Technologies Ltd.	3.30	Motherson Sumi Systems Ltd.	1.30
AIA Engineering Ltd.	3.07	Indraprastha Gas Limited	1.26
Rallis India Ltd.	3.01	IRB Infrastructure Developers Ltd.	1.10
Housing Development Finance Cor Ltd	2.99	Power Finance Corporation Limited	1.10
Pantaloon Retail (India) Ltd.	2.91	Cipla Ltd.	1.09
Ranbaxy Laboratories Ltd.	2.81	Balrampur Chini Mills Ltd.	1.01
Bharat Electronics Ltd.	2.69	Bharat Petroleum Corporation Ltd.	0.97
Tata Consultancy Services Ltd.	2.47	Hero Honda Motors Ltd.	0.92
Greaves Cotton Ltd.	2.44	Titan Industries Ltd.	0.91
Shree Renuka Sugars Ltd.	2.39	Gail (India) Ltd.	0.83
State Bank of India	2.27	Apollo Tyres Ltd.	0.82
Tata Steel Ltd.	2.25	Ashok Leyland Ltd.	0.77
Chambal Fertilisers & Chemicals Ltd.	2.24	Indian Hotels Co. Ltd.	0.72
Sesa Goa Ltd.	1.99	Areva T & D India Ltd	0.64
Mahindra & Mahindra Ltd.	1.97	Onmobile Global Limited	0.51
Sasken Communication Technologies	1.80	Total - Equity	91.26
Navneet Publications (India) Ltd.	1.68	Cash & Others	8.74
Bharat Heavy Electricals Ltd.	1.65	TOTAL	100.00

Fund Manager's Comment: The government was back on the reform track which is reflected in the deregulating of the gas prices. This has been seen as positive move by the market. The food inflation and overall WPI inflation is believed to peak during the month and are expected to go down from here on. Upward tick in the credit growth is also seen as positive for the economy. We continue to remain bullish on the sectors related to the broader economy and maintain stance of overweight on these sectors.

FUND DATA

As on 31st May 2010

Date of Allotment: Jan 29, 1994.

Dividend Option introduced on Jan 1, 2009.

Net Asset Value (NAV) Rs.: 35.59 (D), 50.55 (G) per unit.

AAUM: Rs. 162.01 Cr.

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

Sharpe Ratio: 1.76 Standard Deviation: 34.92 Alpha: 17.35

Beta: 1.05

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

NAV Calculation: All business days.

Fund Manager: Mr. Mohit Mirchandani

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

LOAD STRUCTURE

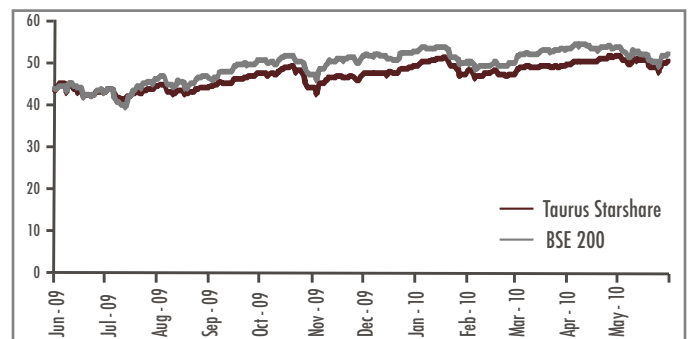
Entry Load - NIL

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

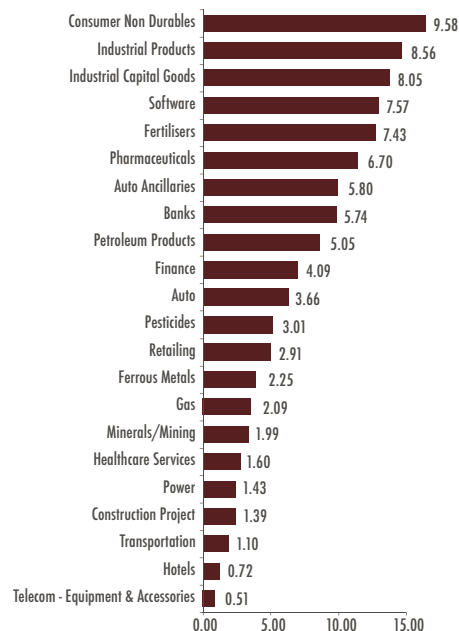
- 1% if exited before 1 year
- Nil if exited after 1 year

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	27.31	21.27
	3 Years	9.91	6.81
	Since Inception	10.95	12.43

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 May 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Jain Irrigation Systems Ltd.	6.55	Gail (India) Ltd.	2.29
Greaves Cotton Ltd.	5.96	Kalpataru Power Transmission Ltd.	2.26
Apollo Tyres Ltd.	5.53	Hindustan Dorr Oliver Ltd.	2.23
AIA Engineering Ltd.	5.15	Kirloskar Engines India Ltd.	1.79
Indian Hotels Co. Ltd.	4.90	Hindustan Zinc Ltd.	1.69
Apollo Hospitals Enterprise	4.39	Crompton Greaves Ltd.	1.61
Exide Industries Ltd.	4.38	Allied Digital Services Limited	1.55
Mundra Port & Special Eco Zone Ltd.	4.15	IRB Infrastructure Developers Ltd.	1.40
Indraprastha Gas Limited	3.81	Havells India Limited	1.39
Bharat Electronics Ltd.	3.12	Bajaj Electricals Limited	1.30
Nava Bharat Ventures Limited	3.12	Siemens Ltd.	1.21
Tata Steel Ltd.	3.06	Financial Technologies India	1.09
Mercator Lines Limited	3.05	Kirloskar Industries Ltd.	0.60
Reliance Infrastructure Limited	2.87	Total - Equity	88.09
HEG Ltd.	2.75	Cash & Others	11.91
Power Finance Corporation Limited	2.57	TOTAL	100.00
Ashok Leyland Ltd.	2.29		

Fund Manager's Comment: The fund continued to fare well in the Infrastructure and diversified equity category. The IIP for the month of March reported at 13.5% and for FY10 at 10.5% which is encouraging. We believe the continued government thrust on the infrastructure space with partnership from the private sector will result in strong order book growth for Infra companies. Our portfolio is well placed to capture this bullishness with a favourable risk reward ratio.

FUND DATA

As on 31st May 2010

Date of Allotment: Mar 5, 2007.

Net Asset Value (NAV) Rs.: 14.05 (D), 14.01 (G) per unit.

AAUM: Rs. 27.76 Cr.

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

Sharpe Ratio: 1.98 Standard Deviation: 40.36 Alpha: 30.45

Beta: 1.18

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

NAV Calculation: All business days.

Fund Manager: Mr. Mohit Mirchandani

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

LOAD STRUCTURE

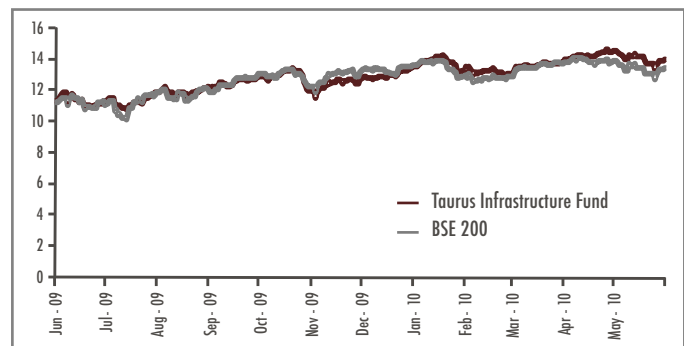
Entry Load - NIL

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

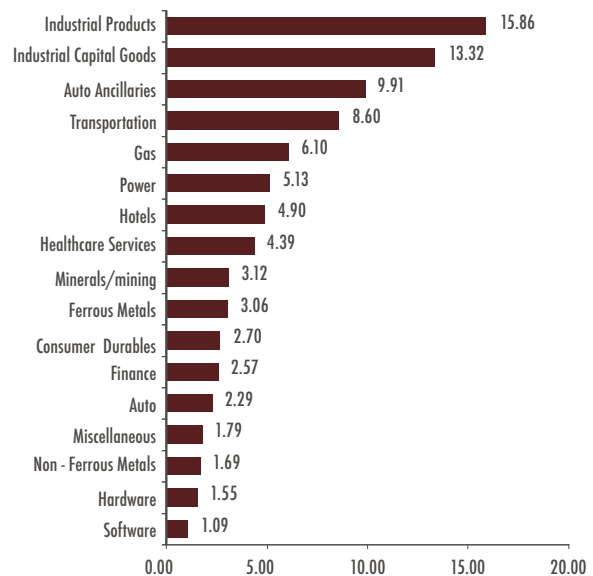
- 1% if exited before 1 year
- Nil if exited after 1 year

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

	NAV	S&P CNX 500 Shariah Index*
3 Months	6.92	3.02
6 Months	18.34	2.81
1 Year	40.31	21.16
Since Inception	95.13	56.18

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

Rs. 2 per unit dividend in Feb. 2010, Re. 1 per unit dividend in September 2009, Rs. 1.5 per unit dividend in July 2009.

PORTFOLIO

As on 31st May 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Navneet Publications (India) Ltd.	6.48	Biocon Limited	2.32
Rallis India Ltd.	6.40	Motherson Sumi Systems Ltd.	2.26
Divis Laboratories Ltd.	6.07	Reliance Infrastructure Limited	2.22
Apollo Hospitals Enterprise	5.36	Hero Honda Motors Ltd.	2.05
Amara Raja Batteries Limited	4.57	Tech Mahindra Ltd.	2.02
Jain Irrigation Systems Ltd.	4.38	Havells India Limited	1.63
Bharat Electronics Ltd.	4.37	Thermax India Ltd.	1.32
Greaves Cotton Ltd.	4.32	Gujarat Gas Co. Ltd.	1.18
Siemens Ltd.	4.26	Monsanto India Limited	1.13
Indraprastha Gas Limited	4.03	GVK Power & Infrastructure Ltd.	0.88
Titan Industries Ltd.	3.86	Alstom Projects India Ltd.	0.52
Mundra Port & Special Eco Zone Ltd	3.73	Kirloskar Engines India Ltd.	0.41
Hindustan Zinc Ltd.	3.59	Kirloskar Industries Ltd.	0.13
IRB Infrastructure Developers Ltd.	3.59	Total - Equity	91.47
Castrol India Limited	3.41	Cash & Others	8.53
Exide Industries Ltd.	2.63	TOTAL	100.00
Sesa Goa Ltd.	2.34		

Fund Manager's Comment: A concentrated portfolio has helped since inception of the fund and we will continue to adopt the same strategy especially in the wake of limited universe available for investing. Given the limited universe for investment the stock selection is the key factor in the performance. We continue to invest in the companies with strong growth in the revenue and sustainable operational margins. Return ratios are the key differentiator for stock selection for this particular scheme.

FUND DATA

As on 31st May 2010

Date of Allotment: April 6, 2009

Net Asset Value (NAV) Rs.: 16.21 (D), 21.62 (G), 21.61 (B) per unit.

AAUM: Rs. 23.53 Cr.

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

NAV Calculation: All business days.

Fund Manager: Mr. Mohit Mirchandani

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

LOAD STRUCTURE

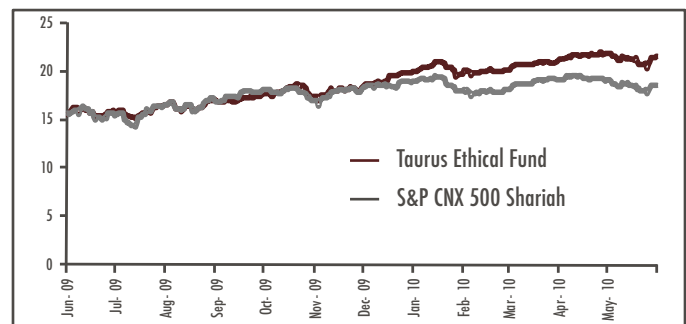
Entry Load - NIL

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

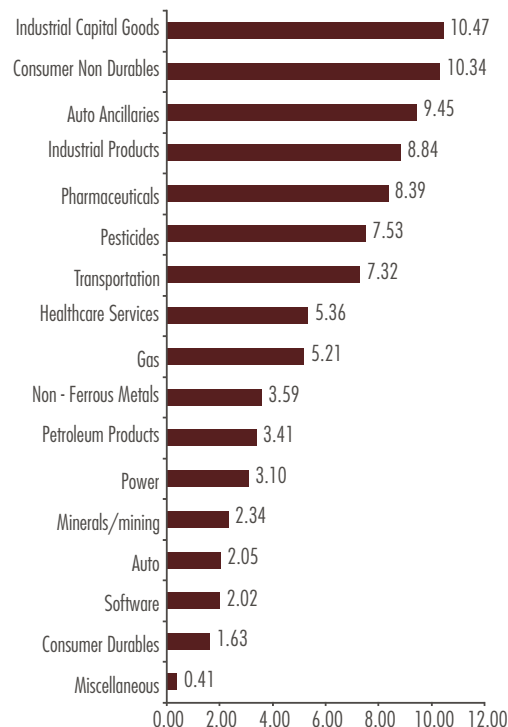
- 1% if exited before 1 year
- Nil if exited after 1 year

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.

Personal Accident Death Insurance Cover

Available to individual / HUF investors upto five times of investment subject to a maximum of Rs. 5 Lakhs.

PERFORMANCE	Period	Returns (%)	
		NAV	BSE 200*
	1 Year	20.24	21.27
	3 Years	18.24	6.81
	5 Years	16.98	19.32
	Since Inception	11.70	13.77

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

PORTFOLIO

As on 31st May 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Ltd.	4.57	Pantaloen Retail (India) Ltd.	1.66
Mahindra & Mahindra Ltd.	3.40	Bilcare Limited	1.64
ITC Ltd.	3.34	Rallis India Ltd.	1.59
Infosys Technologies Ltd.	3.31	Tata Chemicals Ltd.	1.53
Indraprastha Gas Limited	3.30	Housing Development Finance Cor Ltd.	1.45
State Bank of India	3.28	Union Bank of India	1.41
Larsen & Toubro Ltd.	3.22	Chambal Fertilisers & Chemicals Ltd.	1.22
Hindustan Dorr Oliver Ltd	3.10	Power Finance Corporation Limited	1.15
Greaves Cotton Ltd.	2.95	Bharat Petroleum Corporation Ltd.	1.14
Bharat Electronics Ltd.	2.87	Petronet Lng Ltd.	1.12
Titan Industries Ltd.	2.78	Voltas Ltd.	1.00
IRB Infrastructure Developers Ltd.	2.69	Spicejet Limited	0.99
Exide Industries Ltd.	2.34	Reliance Infrastructure Limited	0.98
Onmobile Global Limited	2.24	Sun TV Network Limited	0.95
Jubilant Organosys Limited	2.15	Allied Digital Services Limited	0.93
Divis Laboratories Ltd.	2.08	Oil & Natural Gas Corporation Ltd.	0.91
Bharat Heavy Electricals Ltd.	2.02	Bharti Airtel Ltd.	0.90
Jain Irrigation Systems Ltd.	1.99	South Indian Bank Ltd.	0.87
HEG Ltd.	1.97	Usha International Limited	0.58
Biocon Limited	1.96	Tata Power Co. Ltd.	0.53
Gail (India) Ltd.	1.93	Aurobindo Pharma Ltd.	0.50
AIA Engineering Ltd.	1.87	Aditya Birla Nuvo Ltd.	0.49
Reliance Capital Ltd.	1.85	Shriram Transport Finance Co Ltd.	0.40
ICICI Bank Ltd.	1.81	Total - Equity	90.38
United Spirits Ltd.	1.78	Cash & Others	9.62
Apollo Hospitals Enterprise	1.67	TOTAL	100.00

Fund Manager's Comment: The fund continues to be in the top quartile in the 3 yr time-frame in the ELSS category. The fund continues to be well-diversified with exposure to a large number of sectors and stocks. The Indian economy has reported a GDP growth rate of 7.4% during FY10 and is expected to post 8%+ growth in the current fiscal. As the 12th five year plan is in its last phase we expect the infrastructure spending in the economy to boost up. This will augur well for the sectors like BFSI, Industrial products and Capital goods in the medium to long term period. Our portfolio is aligned to optimally capitalize the bullishness in these sectors.

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

FUND DATA

As on 31st May 2010

Date of Allotment: Mar 31, 1996.

Dividend Option introduced on May 6, 2008.

Net Asset Value (NAV) Rs.: 18.74 (D), 31.62 (G) per unit.

AAUM: Rs. 47.60 Cr.

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

Sharpe Ratio: 1.74 Standard Deviation: 32.61 Alpha: 12.21

Beta: 1.06

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

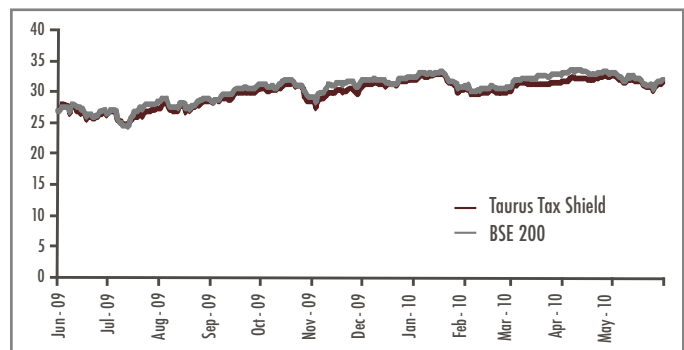
LOAD STRUCTURE

Entry Load - NIL

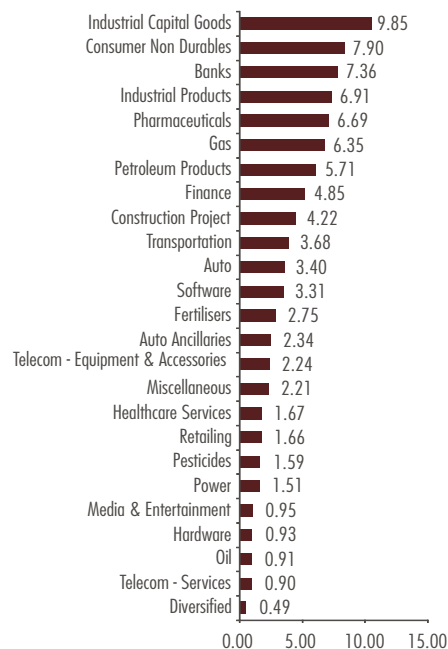
Exit Load - Up to any amount (Including SIP application): NA

Switch: 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



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	9.54	18.54
	3 Years	1.34	6.57
	5 Years	16.12	20.20
	Since Inception	11.92	11.75

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 - Rs. 2.5 per unit in July, 2006 from growth option

PORTFOLIO

As on 31st May 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Ltd.	6.10	Tata Consultancy Services Ltd.	2.21
ITC Ltd.	4.95	Exide Industries Ltd.	2.14
State Bank of India	4.46	Ranbaxy Laboratories Ltd.	2.09
Greaves Cotton Ltd.	4.39	Tata Chemicals Ltd.	2.07
Infosys Technologies Ltd.	4.32	Reliance Infrastructure Limited	1.93
Housing Development Finance Cor Ltd.	4.03	Ashok Leyland Ltd.	1.54
ICICI Bank Ltd.	3.93	Thermax India Ltd.	1.50
Mahindra & Mahindra Ltd.	3.41	Oil & Natural Gas Corporation Ltd.	1.48
Larsen & Toubro Ltd.	3.39	Allied Digital Services Limited	1.33
HDFC Bank Ltd.	3.03	Power Finance Corporation Limited	1.11
Bharat Heavy Electricals Ltd.	3.00	Castrol India Limited	1.07
Indraprastha Gas Limited	2.97	Financial Technologies India	1.05
Reliance Capital Ltd.	2.89	Steel Authority of India Ltd.	1.03
Biocon Limited	2.85	Bharti Airtel Ltd.	0.88
Crompton Greaves Ltd.	2.76	Tata Power Co. Ltd.	0.61
Gail (India) Ltd.	2.65	Total - Equity	88.69
Divis Laboratories Ltd.	2.58	Cash & Others	11.31
United Spirits Ltd.	2.55	TOTAL	100.00
Pantaloon Retail (India) Ltd.	2.37		

Fund Manager's Comment: The process of building-up a core portfolio continued during the month. Portfolio alignment continued during the month as we reviewed our strategy to the different sectors. We have scaled up our weight in the BFSI space as we expect strong revival in credit growth and relatively stable interest rate environment. After the recent fall we believe the large cap will see revival and our portfolio is well positioned to take that advantage.

FUND DATA

As on 31st May 2010

Date of Allotment: Feb 28, 1995.

Dividend Option introduced on May 6, 2008.

Net Asset Value (NAV) Rs.: 38.76 (D), 38.51 (G) per unit.

AAUM: Rs. 33.43 Cr.

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

Sharpe Ratio: 1.41 Standard Deviation: 33.37 Alpha: 1.23

Beta: 1.1

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

LOAD STRUCTURE

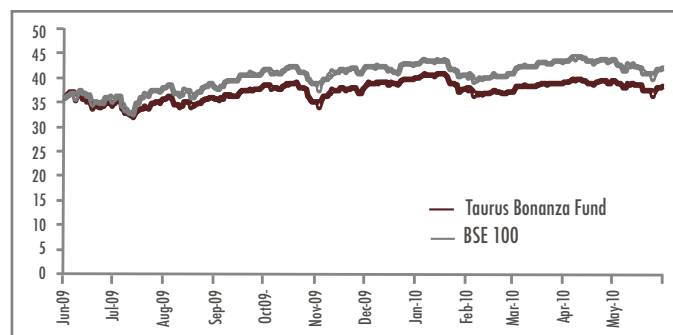
Entry Load - NIL

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

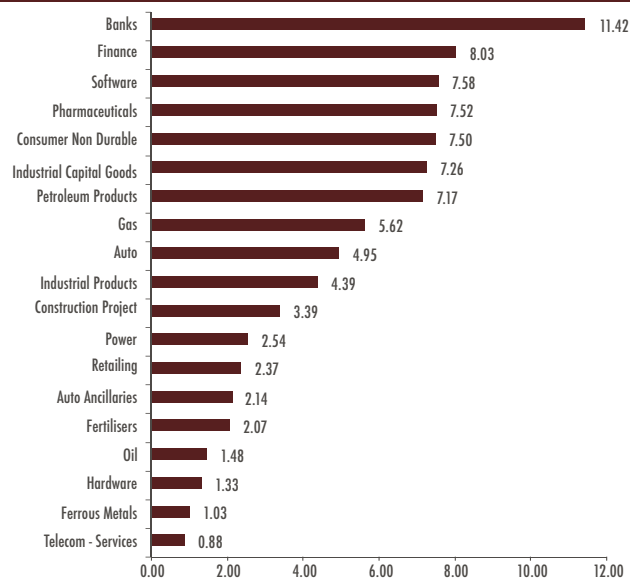
- 1% if exited before 1 year
- Nil if exited after 1 year

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 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	24.59	44.58
	3 Years	(4.75)	11.17
	5 Years	7.07	20.45
	Since Inception	2.44	8.32

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 May 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Exide Industries Ltd.	4.73	Thermax India Ltd.	1.65
Ashok Leyland Ltd.	4.54	Indraprastha Gas Limited	1.64
Greaves Cotton Ltd.	4.35	ING Vysya Bank Ltd.	1.57
Biocon Limited	3.99	Dena Bank	1.53
AIA Engineering Ltd.	3.96	IRB Infrastructure Developers Ltd	1.50
Bharat Electronics Ltd.	3.69	Divis Laboratories Ltd.	1.43
Rallis India Ltd.	3.27	JSW Steel Ltd.	1.38
Jain Irrigation Systems Ltd.	3.03	Bilcare Limited	1.36
Aurobindo Pharma Ltd.	2.93	Indian Hotels Co. Ltd.	1.35
Ranbaxy Laboratories Ltd.	2.90	Opto Circuits Ltd.	1.30
Tata Chemicals Ltd.	2.86	Union Bank of India	1.29
Lupin Ltd.	2.46	Federal Bank Ltd.	1.24
Network 18 Media And Investments Ltd.	2.29	Volta Ltd.	0.99
Madhucon Projects Ltd.	2.23	Titan Industries Ltd.	0.97
Jubilant Organosys Limited	2.22	Apollo Hospitals Enterprise	0.94
Crompton Greaves Ltd.	2.17	Shriram Transport Finance Co Ltd.	0.76
United Spirits Ltd.	2.08	Hindustan Petroleum Corporation Ltd.	0.51
State Bank of India	1.95	Piramal Healthcare Limited	0.51
Mahindra Holidays & Resorts Ind Ltd.	1.95	Kirloskar Engines India Ltd.	0.36
Gail (India) Ltd.	1.94	Kirloskar Industries Ltd.	0.12
Onmobile Global Limited	1.90	Total - Equity	87.41
Pantaloon Retail (India) Ltd.	1.88	Cash & others	12.59
HEG Ltd.	1.71	TOTAL	100.00

Fund Manager's Comment: During the month, the fund adopted a more focussed approach with reduced stock count. Also, the fund was brought more in-line with the benchmark index. The benefits of the same will be felt in the coming months. The mid Cap and small cap stocks look attractive because of improvement in their balance sheet quality and the earning momentum. The increased visibility and sustainability on the growth front should result in re rating of space. We continue to invest in the select mid cap stocks with a strong visibility and improvement in the overall quality of the business.

FUND DATA

As on 31st May 2010

Date of Allotment: Sep 5, 1994.

Net Asset Value (NAV) Rs.: 14.64 (D), 14.62 (G) per unit.

AAUM: Rs. 23.55 Cr.

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

Sharpe Ratio: 1.79 Standard Deviation: 36.15 Alpha: 16.8

Beta: 1.15

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

LOAD STRUCTURE

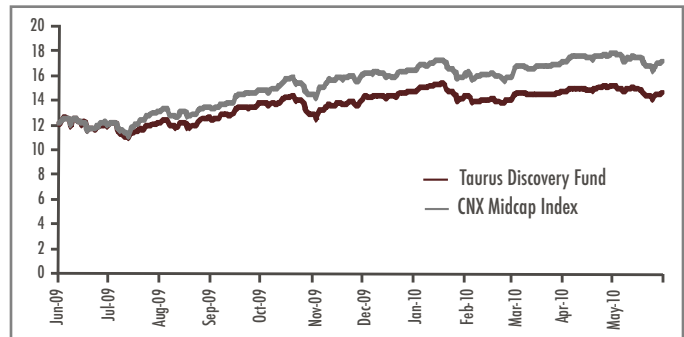
Entry Load - NIL

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

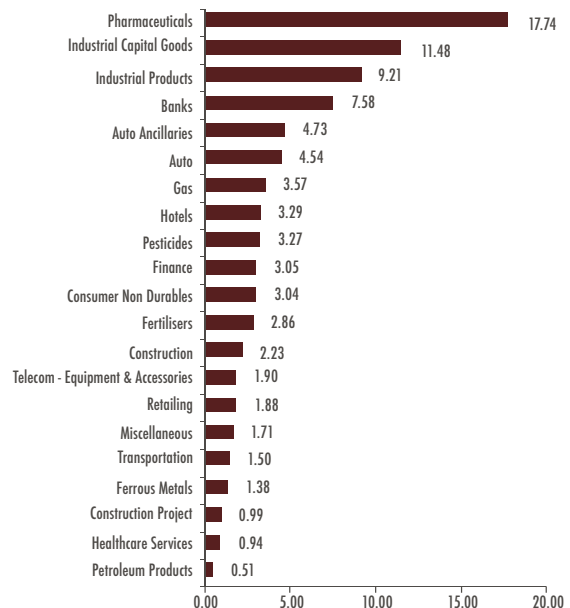
- 1% if exited before 1 year
- Nil if exited after 1 year

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	1.24	1.27	1.30	0.99
	6 Months	2.30	2.34	2.43	1.75
	1 Year	4.72	4.82	5.05	3.11
	Since Inception	5.37	5.52	5.74	4.83

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 tightened in May. The LAF numbers turned negative by the end of the month, compared the average of Rs. 42K in the first fortnight on account of outflows due on 3G auctions. Money market rates went up in May on account of fears of liquidity crunch due to 3G auction amount going out of the banking system temporarily. The money market yields hardened across the board by around 30-40 bps. The short end rates are likely to remain tight during the first half in June, as the advance tax outflow would put further pressure on the tight liquidity.



FUND DATA

As on 31st May 2010

CRISIL Rated AAfF Fund, CARE Rated AAfF Fund

Date of Allotment: December 1, 2008.

Net Asset Value (NAV):

Retail Rs.: 1,001.5375 (D), 1,081.5517 (G), 1,001.7550 (W) per unit.

Institutional Rs.: 1,001.5374 (D), 1,083.9269 (G), 1,001.7583 (W) per unit.

Super Institutional Rs.: 1,001.5373 (D), 1,087.2230 (G), 1,001.7662 (W) per unit.

Average Maturity Period: 0.27 years.

AAUM: Rs. 2,448.06 Cr.

Retail: Sharpe Ratio: 9.13 Standard Deviation: 0.09 Alpha: 0.8

Institutional: Sharpe Ratio: 10.15 Standard Deviation: 0.09 Alpha: 0.91

Super Institutional: Sharpe Ratio: 12.01 Standard Deviation: 0.1 Alpha: 1.15

Minimum Application Amount:

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

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

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

Additional Subscription Amount:

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

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

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

Fund Manager: Mr. Pankaj Jain

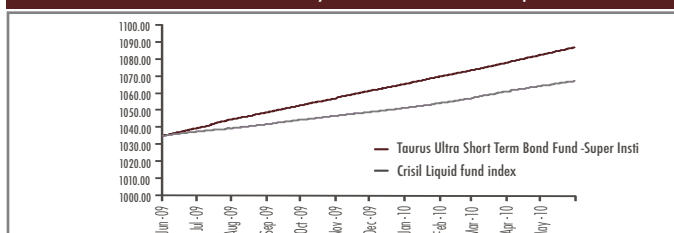
Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

PORTFOLIO

As on 31st May 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
CD's	Rating	Future Capital Holding	PR1+ 0.92
State Bank of Hyderabad	A1+ 8.01	India Infoline Ltd.	A1+ 0.49
State Bank of Patiala	P1+ 6.90	Sundaram Fasteners Ltd	P1+ 0.40
ICICI Bank Ltd	A1+ 5.39	TOTAL CP's	25.26
State Bank of Patiala	A1+ 3.94	DPC's	Rating
Punjab National Bank	PR1+ 3.01	Religare Finvest Ltd.	A1+ 2.02
State Bank of Mysore	A1+ 2.01	Motherson Sumi Systems	A1+ 1.61
State Bank of Travancore	P1+ 1.01	Kalpataru Power Transmission	PR1+ 1.01
Canara Bank	PR1+ 1.00	Kalpataru Power Transmission	PR1+ 1.01
Oriental Bank of Commerce	P1+ 1.00	Shree Cement Ltd.	PR1+ 1.01
Axis Bank Ltd	P1+ 0.99	Motherson Sumi Systems	A1+ 0.81
Bank of Baroda	A1+ 0.98	TOTAL DPC's	7.46
Corporation Bank	P1+ 0.98	NCD's	Rating
Dhanalaxmi Bank	PR1+ 0.97	9.10% Deccan Chronicle Holdings Ltd.	PR1+ 2.03
IDBI Bank Ltd	A1+ 0.95	4.65% Edelweiss Cap	P1+ 2.02
Canara Bank	P1+ 0.40	4.4% Alkem Laboratories Ltd.	P1+ 2.02
Yes bank Ltd	A1+ 0.37	7.90% Fullerton India Credit Co Ltd.	LAA+ 2.01
TOTAL CD's	37.90	4.22% Kesoram Industries Ltd.	PR1+ 1.01
CP's	Rating	8.1% India Infoline Invest Ser Ltd.	A1+ 1.01
Religare Finvest Ltd.	A1+ 3.41	4.1% Bajaj Auto Finance Ltd.	P1+ 1.01
Religare Securities Ltd.	P1 1.98	7.50% First Leasing Co of India Ltd.	PR1+ 1.01
Shree Renuka Sugars	A1+ 1.98	4.1% CESC Ltd.	PR1+ 1.01
Indiabulls Securities Ltd.	P1+ 1.86	4.65% Magma Fincorp Ltd.	PR1+ 1.01
JM Financial Products Pvt Ltd.	P1+ 1.85	7.4% First Leasing Co of India Ltd.	PR1+ 1.01
Birla Global Finance Company Ltd.	A1+ 1.82	6.95% Kotak Mahindra Prime Ltd.	P1+ 1.00
Fullerton India Credit Co Ltd.	A1+ 1.52	5.6% Transport Corp of India Ltd.	A1+ 0.81
JM Financial Services	P1+ 1.11	8.15% Reliance Capital Ltd	CAREAAA 0.40
Indiabulls Securities Ltd.	P1+ 1.01	4.25% Hero Cycles Ltd	P1+ 0.40
ICICI Sec Primary Dealership Ltd.	P1+ 1.01	TOTAL NCD's	17.75
Punj Lloyd Ltd.	PR1+ 1.00	CBLO	5.41
ICICI Home Finance Ltd.	A1+ 1.00	Cash & Cash Receivables	3.58
IVRCL Infrastructures Projects Ltd	F1+(IND) 0.99	4.25% Balrampur Chini Mills Ltd.	A1+ 1.61
Housing Dev Fin Corp Ltd.	A1+ 0.98	Corporate Loan Sec SR XXIX Trust	
Raymond Ltd.	PR1+ 0.98	2006 -SR C PTC	F1+(SO) 1.01
Tata Motors Ltd.	P1+ 0.97	TOTAL	100.00

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



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

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

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	1.15	0.99
	6 Months	2.03	1.75
	1 Year	3.60	3.11
	3 Years	5.11	6.16
	Since Inception	5.40	6.48

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 May 2010

Name of the scrip	Rating	% to Net Assets
CBLO		32.22
SBI Cards & Payment Services	P1+	13.40
State Bank of Hyderabad	A1+	13.38
State Bank of Bikaner & Jaipur	P1+	13.35
JM Financial Services	P1+	12.06
Usha Martin Ltd. Nmb+75Bps	PR1+	8.06
Future Capital Holding	PR1+	7.48
Cash & Cash Receivables		0.05
TOTAL		100.00

Fund Manager's Comment: Liquidity situation tightened in May. The LAF numbers turned negative by the end of the month, compared the average of Rs. 42K in the first fortnight on account of outflows due on 3G auctions. Money market rates went up in May on account of fears of liquidity crunch due to 3G auction amount going out of the banking system temporarily. The money market yields hardened across the board by around 30-40 bps. The short end rates are likely to remain tight during the first half in June, as the advance tax outflow would put further pressure on the tight liquidity.



FUND DATA

As on 31st May 2010

CRISIL Rated AA Af Fund

Date of Allotment: Aug 31, 2006.

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

Net Asset Value (NAV) Rs.: 1,001.1768 (D), 1,218.0777 (G) per unit.

Institutional Rs.: 1,017.1725 (G) per unit.

Super Institutional Rs.: 1,000.0108 (D), 1,009.9557 (G) per unit.

Average Maturity Period: 0.05 years.

AAUM: Rs. 177.67 Cr.

Minimum Application Amount:

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

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

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

Additional Subscription Amount:

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

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

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

Sharpe Ratio: -3.21 Standard Deviation: 0.11 Alpha: -0.34 Beta: -0.01

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

NAV Calculation: All business days.

Fund Manager: Mr. Pankaj Jain

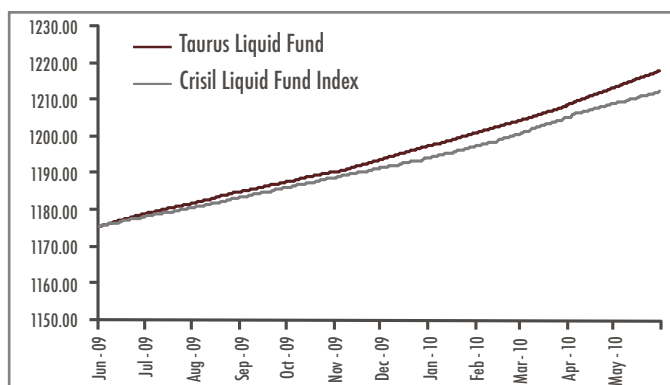
Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

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

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	1.53	2.38
	1 Year	2.82	4.89
	3 Years	3.09	7.84
	5 Years	3.29	6.81
	Since Inception	5.28	5.85

*Benchmark index change from 9th April, 2010.

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.

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

Fund Manager's Comment: Indian Bond yields traded on a bullish note in the first half of May, in line with the world markets, on concerns over European debt crisis and the higher than expected bidding revenues from 3G for the government. Towards the end of month bonds pared some of its gains on profit booking. The benchmark paper closed at 8.67%, 5 bps lower compared to last month.

For the month of June, the traders would keep a watch of European developments, where problems are acting sticky and contagious. The auction of broadband access may again be a positive surprise pushing the yields down further. The 10 year AAA yields may hover around 8.50%-8.70% with a downward risk.

FUND DATA

As on 31st May 2010

Date of Allotment: Aug 18, 2001.

Net Asset Value (NAV) Rs.: 1,524.7944 (D), 1,571.8267 (G) per unit.

AAUM: Rs. 42.65 Cr.

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

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):

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

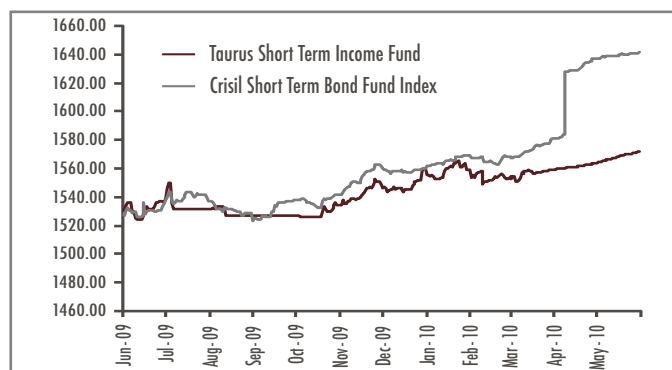
Switch: Debt to debt/Equity - relevant exit load applicable as mentioned above.

PORTFOLIO

As on 31st May 2010

Name of the scrip	% to Net Assets
Yes Bank Ltd. CD	20.20
Future Capital Holdings CP	15.45
Oriental Bank of Commerce Ltd. CD	13.38
Godrej Industries Ltd. CP	13.37
JK Lakshmi Cement Ltd. CP	13.36
India Infoline Ltd. CP	12.47
Andhra Bank CD	6.68
Indiabulls Securities Ltd. CP	4.80
CBLO	0.15
Cash & Cash Receivables	0.14
TOTAL	100.00

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



Face Value changed from Rs.10 to Rs.1000 w.e.f. 26th Apr., 2010. Historical NAV adjusted as per new Face value of Rs. 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	0.52	3.13
	1 Year	1.78	3.92
	3 Years	2.42	8.95
	5 Years	1.55	7.58
	Since Inception	3.86	7.03

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.

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

Fund Manager's Comment: G-Sec yields traded on a bullish note in the first half of May, in line with the world markets, on concerns over European debt crisis and the higher than expected bidding revenues from 3G for the government. Towards the end of month G-Sec pared some of its gains on profit booking. The benchmark paper closed at 7.56%, 22 bps lower compared to last month.

For the month of June, the traders would keep a watch of European developments, where problems are acting sticky and contagious. The auction of broadband access may again be a positive surprise pushing the yields down further. The 10 year benchmark G-Sec yields may hover around 7.35%-7.60% with a downward risk.

FUND DATA

As on 31st May 2010

Date of Allotment: Aug 18, 2001.

Net Asset Value (NAV) Rs.: 13.6693 (D), 13.9494 (G) per unit.

AAUM: Rs. 0.01 Cr.

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

Sharpe Ratio: -6.88 Standard Deviation: 0.31 Alpha: -2.1

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

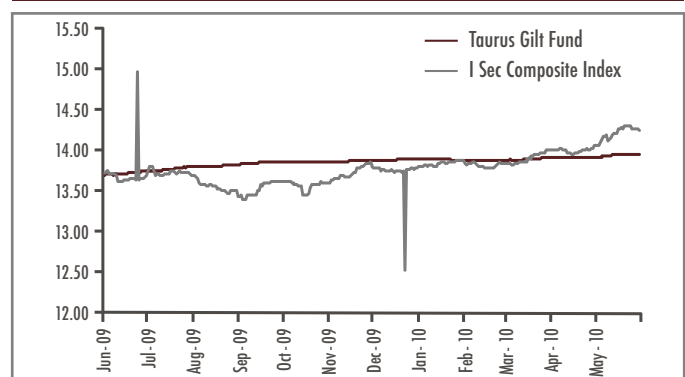
Switch: Debt to debt/Equity - relevant exit load applicable as mentioned above.

PORTFOLIO

As on 31st May 2010

Name of the scrip	% to Net Assets
Cash & Cash Receivables	100.00
TOTAL	100.00

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



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Step 2
Calculate your financial goals
using TSIP calculator

Step 3
To Invest SMS
TSIP to 575758

Taurus Systematic Investment Plan (TSIP) is a method of investing regularly in installments as per your financial goals. Over a period of time, your investment averages the market highs and lows and gives you competitive returns.

Benefits of SIP

- Allows you to invest fixed sum of money at regular intervals.
- Rupee Cost Averaging - get more units at lower NAV, less units at higher NAV.
- Imparts time-tested discipline to investing.
- Greater power of compounding.

To calculate your SIP amount



visit www.taurusmutualfund.com
go to 'Tools' and use the TSIP Calculator.

It's that easy!



Statutory Details: Taurus Mutual Fund has been constituted as a Trust under the Indian Trust Act, 1882. Sponsor: HB Portfolio Limited, Trustee: Taurus Investment Trust Company Limited, Investment Manager: Taurus Asset Management Company Limited

Risk Factors: All investments in mutual funds and securities are subject to market risks and the NAV of the schemes may go up or down depending upon the factors and forces affecting the securities market. There can be no assurance that schemes' investment objectives will be achieved. The past performance of the Mutual Fund is not indicative of the future performance of the schemes. The Sponsor is not responsible or liable for any loss resulting from the operation of the schemes beyond the initial contribution of Rs.2 Lacs made towards setting up of the Mutual Fund. The names of the schemes, do not in any manner indicate the quality of the schemes or their future prospects or returns. There is no guarantee or assurance as to any return on investment of the unit holders. The investments made by the schemes are subject to external risks on transfers, pricing, trading volumes, settlement, etc. of securities. **Please refer to the Scheme Information Document/Statement of Additional Information/Key Information Memorandum of all the schemes before investing.**