

# TAURUS TIMES



OCTOBER 2008

Monthly Report

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## FROM THE CEO'S DESK

### Dear Investor,

The markets saw the worst decline during the month with the Nifty down 26% due to weak global sentiments, continued selling by FII's, lower than expectation corporate earnings growth and poor IIP data. Diwali brought in the much needed cheer. The strong sentiment on muhurat trading at the fag month-end followed by fireworks in global markets saw the Sensex and Nifty end positive after five consecutive weekly losses. Markets across the globe rallied from their oversold positions buoyed by optimism of a rate cut by various central banks globally.

RBI has recently taken multi-fold liquidity infusion measures and with inflation on a constant decline, we expect the mood for equity markets to slowly turn positive over the next 3-6 months. We expect further liquidity infusion measures by the RBI going ahead. Having said that, the markets are expected to be range-bound in the short term as markets will closely watch the effects of recent policy actions of major central banks on the global economy. Domestically corporate earnings, inflation and policy/reform measures will be closely watched over the next one or two quarters.

On the Fixed Income side, the liquidity situation remained tight for most of the month with the outflows from the banking system turning to an all time high. The borrowings from the RBI by banks went upto Rs. 90,000 crore during the month reflecting this extreme tightness. RBI has responded with a cut in the Cash Reserve Ratio and also the Repo Rate, which brought some cheer to the fixed-income markets. Inflation continued its downward spiral during the month. We believe that the RBI will use all the levers available to manage the liquidity situation going ahead. This entails a good opportunity for investors to lock-in the current higher yields through FMP's and play the easy monetary policy over the next 3 to 6 months by investing in Gilt funds.

We still reiterate that for a long term investor or for an investor with sustainable money, it is a good time to keep investing through SIPs because stocks are available at very attractive valuations and with patience, the rewards will be much more than in normal circumstances.

In line with the above argument, we continue to hire quality people and strengthen ourselves for the future upside.

Warm Regards,



**Waqar Naqvi**  
Chief Executive

# TAURUS STARSHARE

AN OPEN-ENDED EQUITY SCHEME WITH A FOCUS ON MARKET CAP STOCKS

## SCHEME FEATURES

### Investment objective:

To provide capital appreciation by investing in equity & equity related securities. The scheme's investment strategy is oriented towards investing in a mix of large, mid & small cap stocks through a research based approach.

### 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*
	6 Months	-53.50	-46.90
	1 Year	-60.36	-53.04
	3 Years	4.61	4.65
	5 Years	20.86	13.23
	Since Inception	6.71	5.78

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

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Crompton Greaves Ltd.	12.46	HCL Technologies Ltd.	1.03
Jaiprakash Associates Ltd.	10.43	Adani Enterprises Ltd.	0.95
Aditya Birla Nuvo Ltd.	4.33	Core Projects And Technologies Ltd	0.89
Larsen & Toubro Ltd.	3.97	Amtek Auto Ltd.	0.81
Punjab National Bank	2.45	IDBI Bank Ltd	0.73
Tata Steel Ltd.	2.16	Cipla Ltd.	0.73
Reliance Industries Ltd.	2.07	Ranbaxy Laboratories Ltd.	0.65
Reliance Capital Ltd.	2.02	Reliance Communications Ltd.	0.53
GTL Ltd.	1.98	Uflex Ltd.	0.53
NTPC Ltd.	1.93	Ultratech Cement Ltd.	0.50
India Cements Ltd.	1.89	Everonn Systems India Limited	0.48
Indraprastha Gas Ltd.	1.83	KEC International Ltd.	0.45
Cesc Ltd.	1.65	Alps Industries Ltd.	0.44
Financial Technologies India	1.52	Axis Bank Limited	0.37
Satyam Computers Ltd.	1.48	Parsmath Developers Limited	0.28
Housing Development & Infrastr Ltd	1.48	Megasoft Limited	0.24
G. E. Shipping	1.45	Dish TV India Limited	0.24
ICICI Bank Ltd.	1.38	Rajesh Exports Ltd.	0.23
Oil & Natural Gas Corporation Ltd.	1.30	Wire And Wireless India Limited	0.13
JSW Steel Ltd.	1.18	Facor Steels Limited	0.11
Reliance Petroleum Ltd.	1.17	Mcleod Russell India Limited	0.10
Balrampur Chini Mills Ltd.	1.14	Wellwin Industry Ltd.	0.07
Sterlite Industries Ltd.	1.13	Total Equity	75.07
Aban Offshore Ltd.	1.13	Cash CBLO & Others	24.93
DLF Limited	1.05	<b>TOTAL</b>	<b>100.00</b>

**Fund Manager's Comment:** \*The exposure in 2 scrips i.e. JP Associates and Crompton Greaves is about 23% of the total assets of the scheme. Higher exposure has been kept on account of growth prospects in these 2 scrips which may result in improvement in market price of these scrips as well as in the NAV of the scheme.

## QUANTITATIVE INDICATORS

Standard Deviation: 11.19%

Portfolio Beta: 1.11

Sharpe Ratio\*: 0.13

R Squared: 0.85

Total Expense Ratio^: 1.83%

Annual Portfolio Turnover Ratio\*\*: 0.27 times

The above measures have been calculated by taking month end NAV for a 3 year period from 31st October '05 to 31st October '08.

\*Risk-Free rate based on last three month T-Bill cut-off 7.39%

^Averages calculated based on monthly expense ratios.

\*\*Portfolio turnover ratio has been computed as the ratio of the lower of purchase or sales divided by average AUM for the last rolling 12 months.

## FUND DATA

As on 31st October, 2008

**Date of Allotment:** Jan 29, 1994.

**Net Asset Value (NAV):** Rs. 26.07 per Unit.

**Assets Under Management:** Rs. 88.9504 Cr.

**Minimum Application Amount:** Rs. 1000/- & multiples of Re. 1/- thereof.

**NAV Calculation:** All business days.

**Fund Manager:** R.K. Gupta has been managing this fund since 1999 and has over 16 years experience in fund management, equity research & operations.

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

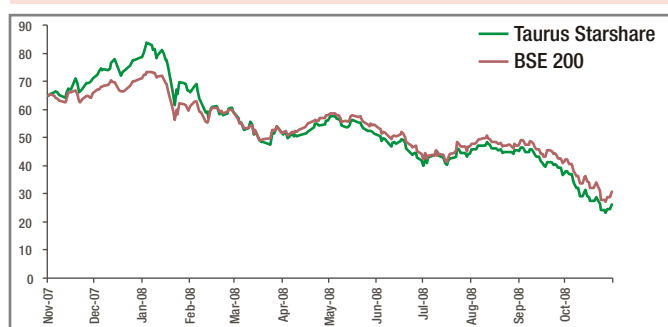
## LOAD STRUCTURE

w.e.f. July 15, 2008

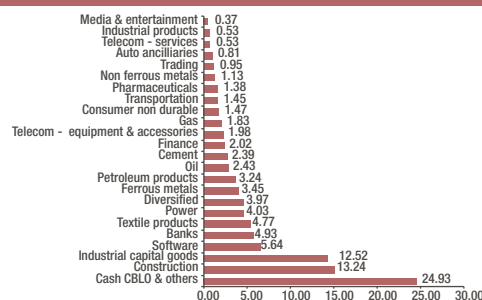
Amount in Rs Crores	Entry Load	Exit Load as % Period in months	
		0 - 6	> 6 < 12
Less than 2 Cr	2.25%	1.00%	0.50%
2 Cr and above but less than 5 Cr	0.00%	0.50%	0.00%
5 Cr and above	0.00%	0.00%	0.00%
Any amount by SIP	2.25%	1.00%	1.00%

Switch: Equity to Equity / ELSS - Entry / Exit Load NIL and Equity to Liquid / Debt - Entry / Exit Load as per Load structure of the scheme.

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



## SECTOR ALLOCATION



**RISK FACTOR:** Mutual fund investments are subject to market risks. Please read the offer document of the scheme carefully before investing.

# TAURUS DISCOVERY FUND

AN OPEN-ENDED EQUITY FUND WITH MID CAP AND SMALL CAP FOCUS

## SCHEME FEATURES

### Investment objective:

To provide capital appreciation by identification of low priced stocks through price discovery mechanism. The scheme's investment strategy is mainly oriented towards mid cap stocks.

### 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*
	6 Months	-61.96	-46.90
	1 Year	-62.95	-53.04
	3 Years	-8.42	4.65
	5 Years	9.02	13.23
	Since Inception	-0.74	5.75

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

Name of the scrip	% to Net Assets
Great Offshore Limited	8.35
Shiv-Vani Oil & Gas Exploration Services Limited	5.88
Webel SL Energy Systems Ltd.	5.49
ABG Shipyard Ltd.	4.74
MARG Limited	4.45
Nakoda Textiles Industries Limited	3.74
Entertainment Network India Limited	3.55
Housing Development & Infrastr Ltd	3.45
Welspun Guj Stahl Rohren Ltd	3.29
Shyam Star Gems Limited	3.29
Uflex Ltd	2.89
Apar Industries Ltd.	2.54
Gayatri Projects Limited	2.43
Indraprastha Gas Limited	2.41
Usha Martin Ltd.	2.04
Bharat Forge Ltd.	1.93
Deccan Chronicle Holdings Ltd.	1.74
Gujarat Nre Coke Ltd.	1.71
Emco Ltd	1.62
Sujana Towers Limited	1.18
Total Equity	66.74
Cash CBLO & Others	33.26
<b>TOTAL</b>	<b>100.00</b>

**Fund Manager's Comment :** Taurus Discovery Fund is a capital appreciation fund that invests in companies that show high earnings and revenue growth compared to industry peers and are available at low to reasonable PEG ratios and attractive returns on equity. Also invest in low P/E and P/BV stocks.

## QUANTITATIVE INDICATORS

Standard Deviation: 12.10%

Portfolio Beta: 1.18

Sharpe Ratio\*: -0.16

R Squared: 0.81

Total Expense Ratio^: 2.28

Annual Portfolio Turnover Ratio\*\*: 0.83 times.

The above measures have been calculated by taking the month end NAV for a 3 year period from 31st October '05 to 31st October '08.

\*Risk-Free rate based on last three month T-Bill cut-off 7.39%

^Averages are calculated based on monthly expense ratios.

\*\*Portfolio turnover ratio has been computed as the ratio of the lower of purchase or sales divided by average AUM for the last rolling 12 months.

## FUND DATA

As on 31st October, 2008

**Date of Allotment:** Sep 5, 1994.

**Net Asset Value (NAV):** Rs. 9.00 per Unit.

**Assets Under Management:** Rs. 17.1778 Cr.

**Minimum Application Amount:** Rs. 1000/- & multiples of Re. 1/- thereof.

**NAV Calculation:** All business days.

**Fund Manager:** Nitish Ojha has been managing this fund since April 2007 and has over 10 years experience in equities and equity research.

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

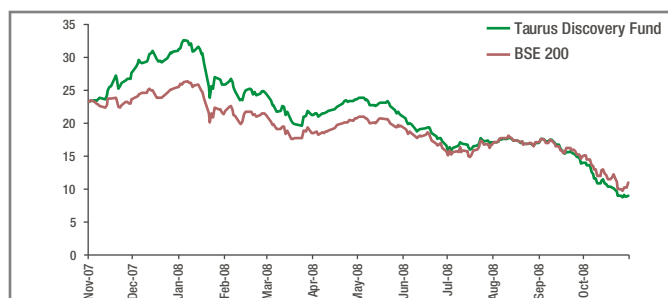
## LOAD STRUCTURE

w.e.f. July 15, 2008

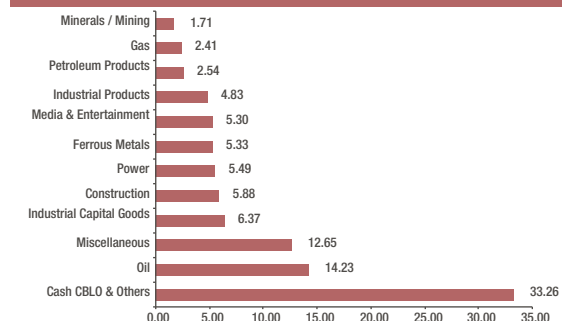
Amount in Rs Crores	Entry Load	Exit Load as % Period in months	
		0 - 6	> 6 < 12
Less than 2 Cr	2.25%	1.00%	0.50%
2 Cr and above but less than 5 Cr	0.00%	0.50%	0.00%
5 Cr and above	0.00%	0.00%	0.00%
Any amount by SIP	2.25%	1.00%	1.00%

Switch: Equity to Equity / ELSS - Entry / Exit Load NIL and Equity to Liquid / Debt - Entry / Exit Load as per Load structure of the scheme.

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



## SECTOR ALLOCATION



**RISK FACTOR:** Mutual fund investments are subject to market risks. Please read the offer document of the scheme carefully before investing.

# TAURUS BONANZA FUND

AN OPEN-ENDED EQUITY SCHEME WITH A LARGE CAP FOCUS

## SCHEME FEATURES

### Investment objective:

To provide capital appreciation by investing in equity & equity related instruments mainly of large cap stocks.

### 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*
	6 Months	-47.91	-46.90
	1 Year	-55.65	-53.04
	3 Years	1.68	4.65
	5 Years	12.71	13.23
	Since Inception	6.84	8.42

Past performance may or may not be sustained in future.

Bonus in the ratio of 1:3 in October 2003

Dividend - 25% in July, 2006

### \*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

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
State Bank Of India	8.77	Mahanagar Telephone Nigam Ltd.	1.89
Reliance Industries Ltd.	8.61	Reliance Communications Ltd	1.88
Bharat Heavy Electricals Ltd.	7.00	Wockhardt Ltd.	1.76
Crompton Greaves Ltd.	6.25	Sun Pharmaceutical Industries Ltd.	1.33
Larsen & Toubro Ltd.	4.01	Bharti Airtel Ltd.	1.19
Jaiprakash Associates Ltd.	3.81	ITC Ltd	0.94
Punj Lloyd Ltd.	3.49	ICRA Ltd.	0.93
Beml Limited	3.30	Oil & Natural Gas Corporation Ltd.	0.82
Mahindra & Mahindra Ltd.	3.19	Bharat Petroleum Corporation Ltd.	0.70
Tata Steel Ltd.	3.08	Associated Cement Companies Ltd.	0.64
Grasim Industries Ltd.	2.58	Others	0.23
Wipro Ltd.	2.57	Total Equity	75.36
Cipla Ltd.	2.24	Cash CBLO & Others	24.64
Reliance Infrastructure Limited	2.22	<b>TOTAL</b>	<b>100.00</b>
Aban Offshore Ltd.	1.95		

**Fund Manager's Comment :** RBI has recently taken multi-fold liquidity infusion measures and with inflation on a constant decline; we expect the mood for equity markets to slowly turn positive over the next 3-6 months. Having said that, the markets are expected to be range-bound in the short term as markets will closely watch the effects of recent policy actions of major central banks on the global economy. Domestically corporate earnings, inflation and policy/reform measures will be closely watched over the next one or two quarters.

Our strategy will be to invest in sectors relatively less impacted by global turmoil and in large-cap companies with good business model, strong balance sheet, cash generation ability. We will maintain good level of cash to enter into these companies at the right time.

## QUANTITATIVE INDICATORS

Standard Deviation: 10.21%

Portfolio Beta: 1.04

Sharpe Ratio\*: -0.08

R Squared: 0.93

Total Expense Ratio^: 1.90%

Annual Portfolio Turnover Ratio\*\*: 0.29 times

The above measures have been calculated by taking the month end NAV for a 3 year period from 31st October '05 to 31st October '08.

\*Risk-Free rate based on last three month T-Bill cut-off 7.39%

^Averages calculated based on monthly expense ratios.

\*\*Portfolio turnover ratio has been computed as the ratio of the lower of purchase or sales divided by average AUM for the last rolling 12 months.

## FUND DATA

As on 31st October, 2008

**Date of Allotment:** Feb 28, 1995.

**Net Asset Value (NAV):** Rs. 22.23 (D), 22.23 (G) per unit.

**Assets Under Management:** Rs. 24.5295 Cr.

**Minimum Application Amount:** Rs. 1000/- & multiples of Re. 1/- thereof.

**NAV Calculation:** All business days.

**Fund Manager:** Prasanna Pathak has been managing this fund since October 2008 & has around 5 years of experience in equity research & fund management.

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

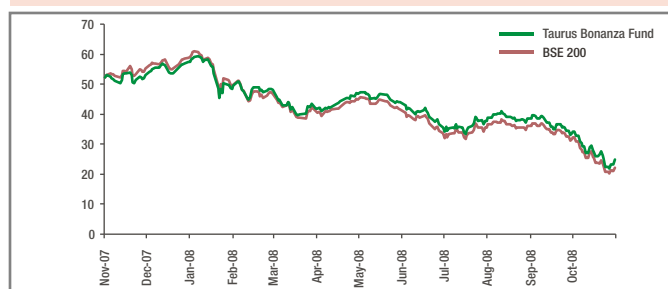
## LOAD STRUCTURE

w.e.f. July 15, 2008

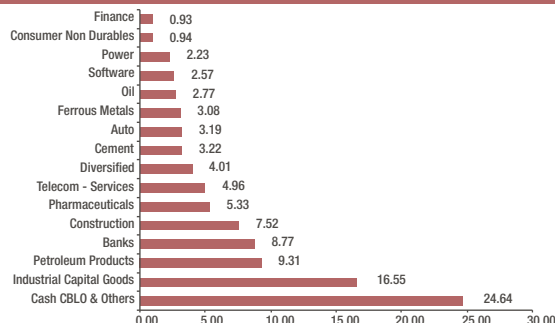
Amount in Rs Crores	Entry Load	Exit Load as % Period in months	
		0 - 6	> 6 < 12
Less than 2 Cr	2.25%	1.00%	0.50%
2 Cr and above but less than 5 Cr	0.00%	0.50%	0.00%
5 Cr and above	0.00%	0.00%	0.00%
Any amount by SIP	2.25%	1.00%	1.00%

Switch: Equity to Equity / ELSS - Entry / Exit Load NIL and Equity to Liquid / Debt - Entry / Exit Load as per Load structure of the scheme.

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



## SECTOR ALLOCATION



**RISK FACTOR:** Mutual fund investments are subject to market risks. Please read the offer document of the scheme carefully before investing.

# TAURUS TAX SHIELD

AN EQUITY LINKED SAVING SCHEME (ELSS)

## SCHEME FEATURES

### Investment objective:

To provide long term capital appreciation, besides tax benefits, by investing predominantly in a portfolio of equity and equity related securities.

### Liquidity:

Sale on all business days. As per Income Tax Laws, redemption facility available after 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 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 maximum of Rs. 5 Lakhs.

PERFORMANCE	Period	Returns (%)	
		NAV	BSE 200*
	6 Months	-35.70	-46.90
1 Year	-35.02	-53.04	
3 Years	-0.36	4.65	
5 Years	14.14	13.23	
Since Inception	6.51	9.99	

Past performance may or may not be sustained in future.  
11% dividend in September, 2003. 16% dividend in February, 2004.  
35% dividend in December, 2005.

### \*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

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Voltas Ltd.	3.68	Rural Electrification Corp Ltd	2.24
ITC Ltd	3.63	Gujarat Nre Coke Ltd.	2.09
Mangalore Refinery & Petrochem. Ltd.	3.28	Asian Paints Ltd.	1.79
Reliance Industries Ltd.	3.21	Electrosteel Castings Ltd.	1.64
Reliance Capital Ltd.	3.17	NTPC Ltd.	1.58
Jaiprakash Associates Ltd.	3.16	Punjab National Bank	1.57
Siemens Ltd.	3.10	IFCI Limited	1.56
3I Infotech Ltd.	3.08	J K Cements Ltd	1.53
Net 4 India Limited	2.95	GAIL (india) Ltd.	1.20
PVR Ltd.	2.75	Infosys Technologies Ltd.	0.91
Axis Bank Limited	2.64	Hero Honda Motors Ltd.	0.70
Jay Engineering Works Limited	2.59	Oriental Bank Of Commerce	0.68
Sun Pharmaceutical Industries Ltd.	2.47	Others	1.15
Bharti Airtel Ltd.	2.46	Total Equity	67.90
Jaiprakash Hydro Power Limited	2.41	Cash CBLO & Others	32.10
IDFC Ltd.	2.38	<b>TOTAL</b>	<b>100.00</b>
Idea Cellular Limited	2.29		

**Fund Manager's Comment :** RBI has recently taken multi-fold liquidity infusion measures and with inflation on a constant decline; we expect the mood for equity markets to slowly turn positive over the next 3-6 months. Having said that, the markets are expected to be range-bound in the short term as markets will closely watch the effects of recent policy actions of major central banks on the global economy. Domestically corporate earnings, inflation and policy / reform measures will be closely watched over the next one or two quarters.

Our strategy will be to invest in sectors relatively less impacted by global turmoil and in companies with good business model, strong balance sheet, cash generation ability and Focus will be on long-term value generation. We will maintain good level of cash to enter into these companies at the right time.

**RISK FACTOR:** Mutual fund investments are subject to market risks. Please read the offer document of the scheme carefully before investing.

## QUANTITATIVE INDICATORS

Standard Deviation: 11.10%

Portfolio Beta: 1.05

Sharpe Ratio\*: -0.09

R Squared: 0.76

Total Expense Ratio^: 2.49%

Annual Portfolio Turnover Ratio\*\*: 0.68 times

The above measures have been calculated by taking the month end NAV for a 3 year period from 31st October '05 to 31st October '08.

\*\*Risk-Free rate based on last three month T-Bill cut-off 7.39%

^Averages calculated based on monthly expense ratios.

\*\*Portfolio turnover ratio has been computed as the ratio of the lower of purchase or sales divided by average AUM for the last rolling 12 months.

## FUND DATA

As on 31st October, 2008

**Date of Allotment:** Mar 31, 1996.

**Net Asset Value (NAV):** Rs. 15.92 (D), 15.92 (G) per Unit.

**Assets Under Management:** Rs. 10.6711 Cr.

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

**NAV Calculation:** All business days.

**Fund Manager:** Prasanna Pathak has been managing this fund since October 2008 & has around 5 years of experience in equity research & fund management.

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

## LOAD STRUCTURE

w.e.f. July 15, 2008

Entry Load*	Exit Load
2.25% (Including Systematic Investment Plan)	Nil

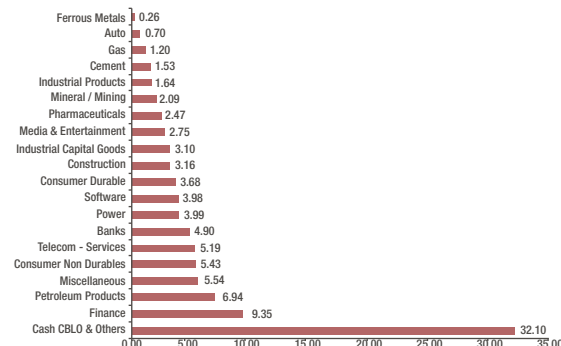
\* In direct application, there is no entry load.

Switch: Taurus Tax Shield to other scheme after lock in period, Entry / Exit load will be applicable.

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



## SECTOR ALLOCATION



# TAURUS INFRASTRUCTURE FUND

AN OPEN-ENDED EQUITY THEMATIC FUND

## SCHEME FEATURES

### Investment objective:

To provide capital appreciation and income distribution to unit holders by investing only in identified sectors associated with infrastructure theme like transport, telecom, power, petroleum, steel etc. with some investment in debt and money instrument.

### 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*
	3 Months	-36.13	-34.50
	6 Months	-54.13	-46.90
	1 Year	-62.30	-53.04
	Since Inception	-28.12	-14.00

Past performance may or may not be sustained in future.

### \*Benchmark Index

Note: (1) 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. (2) Scheme became open-end wef April 2, 2007.

## PORTFOLIO

Name of the scrip	% to Net Assets
ICSA India Ltd.	7.75
Power Grid Corporation Ltd.	6.64
Mahindra & Mahindra Ltd.	6.47
Moser Baer India Ltd.	6.22
Reliance Infrastructure Limited	4.79
Reliance Industries Ltd.	4.51
Jaiprakash Associates Ltd.	4.34
Infrastructure Development Finance Company Ltd.	3.85
Mangalore Refinery & Petrochemicals Ltd.	3.47
Reliance Communications Ltd	2.85
Aban Offshore Ltd.	2.76
GMR Infrastructure Limited	2.72
Hindalco Industries Ltd.	2.64
Man Industries India Ltd.	2.63
Larsen & Toubro Ltd.	2.21
Kec International Ltd.	2.15
Voltamp Transformers Ltd.	2.10
Nitin Fire Protection Industries Li	1.99
Greaves Cotton Ltd.	1.89
BEML Limited	1.82
Idea Cellular Limited	1.76
Bharat Heavy Electricals Ltd.	1.76
Associated Cement Companies Ltd.	1.58
Bharati Shipyard Ltd.	1.44
Punj Lloyd Ltd.	1.44
Birla Corporation Ltd.	1.42
NTPC Ltd.	1.28
Reliance Power Limited	0.86
Rolta India Ltd.	0.83
Jaiprakash Hydro Power Limited	0.83
Gail (India) Ltd.	0.78
Total Equity	87.76
Cash CBLO & Others	12.24
<b>Total</b>	<b>100.00</b>

**Amortization of initial issue expenses:** The New Fund Offer expenses were met out of entry load and expenses over and above entry load were met by the AMC.

**RISK FACTOR:** Mutual fund investments are subject to market risks. Please read the offer document of the scheme carefully before investing.

## QUANTITATIVE INDICATORS

Standard Deviation: 12.85%

Portfolio Beta: 1.05

Sharpe Ratio\*: -0.87

R Squared: 0.89

Total Expense Ratio^: 1.94%

Annual Portfolio Turnover Ratio\*\*: 0.65 times

The above measures have been calculated by taking month end NAV from 2nd Apr '07 to 31st October '08.

\*Risk-Free rate based on last three month T-Bill cut-off 7.39%

^Averages calculated based on monthly expense ratios.

\*\*Portfolio turnover ratio has been computed as the ratio of the lower of purchase or sales divided by average AUM for the last rolling 12 months.

## FUND DATA

As on 31st October, 2008

**Date of Allotment:** Mar 5, 2007.

**Net Asset Value (NAV):** Rs. 5.78 (D), 5.78 (G) per unit.

**Assets Under Management:** Rs. 10,9383 Cr.

**Minimum Application Amount:** Rs. 1000/- & multiples of Re. 1/- thereof.

**NAV Calculation:** All business days.

**Fund Manager:** R.K. Gupta has been managing this fund since 2007 (Inception) and has over 16 years experience in fund management, equity research & operations.

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

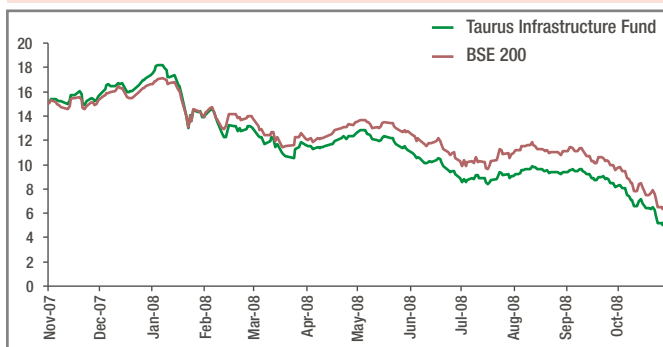
## LOAD STRUCTURE

w.e.f. July 15, 2008

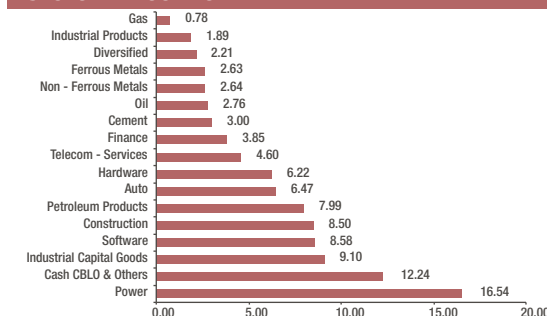
Amount in Rs Crores	Entry Load	Exit Load as % Period in months	
		0 - 6	> 6 < 12
Less than 2 Cr	2.25%	1.00%	0.50%
2 Cr and above but less than 5 Cr	0.00%	0.50%	0.00%
5 Cr and above	0.00%	0.00%	0.00%
Any amount by SIP	2.25%	1.00%	1.00%

Switch: Equity to Equity / ELSS - Entry / Exit Load NIL and Equity to Liquid / Debt - Entry / Exit Load as per Load structure of the scheme.

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



## SECTOR ALLOCATION



# TAURUS LIQUID FUND

## AN OPEN-ENDED LIQUID SCHEME

### SCHEME FEATURES

#### Investment objective:

To generate steady and reasonable income with low risk and high level 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	2.45	2.24
	6 Months	4.26	3.98
	1 Year	7.22	7.71
	Since Inception	6.51	7.43

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

#### \*Benchmark Index:

Note: (1) 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. (2) The scheme became open-end w.e.f September 4, 2006.

DIVIDEND HISTORY	Dividend Details		
	Date	NAV	Dividend
5-Jul-08	10.0000	10.0024	0.01323
12-Jul-08	10.0000	10.0041	0.01395
19-Jul-08	10.0000	10.0190	0.00760
26-Jul-08	10.0000	10.0140	0.00260
2-Aug-08	10.0000	10.0114	0.00250
9-Aug-08	10.0000	10.0114	0.00250
16-Aug-08	10.0000	10.0114	0.00260
23-Aug-08	10.0000	10.0114	0.00270
30-Aug-08	10.0000	10.0114	0.00250
6-Sep-08	10.0000	10.0114	0.00270
13-Sep-08	10.0000	10.0114	0.00259
20-Sep-08	10.0000	10.0114	0.00272
27-Sep-08	10.0000	10.0114	0.00270
4-Oct-08	10.0000	10.0114	0.00288
11-Oct-08	10.0000	10.0114	0.00296
18-Oct-08	10.0000	10.0114	0.00267
25-Oct-08	10.0000	10.0114	0.11192

### FUND DATA

As on 31st October, 2008

**Date of Allotment:** Aug 31, 2006.

**Net Asset Value (NAV):** Rs. 10.0114 (D), 11.4656 (G) per unit.

**Assets Under Management:** Rs. 56.6089 Cr.

**Minimum Application Amount:** Rs. 1000/- & multiples of Re. 1/- thereof.

**Fund Manager:** Kumar Nathani has recently joined as Fund Manager. He has over 12 years of experience in fund management of the income scheme.

**Fund Manager's Comment:** The liquidity situation remained tight for most of the month with the outflows from the banking system turning to all time high. The borrowings from the RBI by banks went upto Rs. 90,000 crore during the month reflecting this extreme tightness. The RBI has responded with cut in Cash Reserve Ratio and also the Repo Rate. Also, an indirect cut in the SLR has also been provided to the tune of 1%. Though the liquidity would improve to some extent it may only be a temporary respite if the dollar demand remains and hence this would once again suck out the liquidity from the system.

### QUANTITATIVE INDICATORS

Average Maturity: 0.27 years.

Modified Duration: 0.27 years.

Total Expense Ratio<sup>^</sup>: 0.36%

<sup>^</sup>Averages calculated based on monthly expense ratios.

### PORTFOLIO

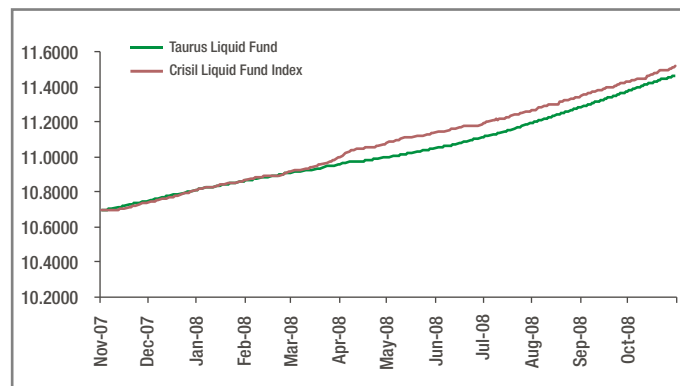
Name of the scrip	% to Net Assets
Short Term Money Market Instruments	38.35
Export Import Bank of India	24.79
Canara Bank	17.31
Jammu & Kashmir Bank	8.82
NABARD	8.25
State Bank of Mysore	1.75
Cash & Cash Receivables	0.73
<b>TOTAL</b>	<b>100.00</b>

### LOAD STRUCTURE

Entry Load	Exit Load
Nil	Nil

Switch over load from Taurus Liquid Fund to other schemes of the Fund: Applicable Entry/Exit loads of the schemes.

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



**RISK FACTOR:** Mutual fund investments are subject to market risks. Please read the offer document of the scheme carefully before investing.

# TAURUS INCOME FUND

## AN OPEN-ENDED BOND SCHEME

### SCHEME FEATURES

#### Investment objective:

The objective of the scheme is to maximize income through investment in a basket of debts, bonds, debentures, government securities and money market instruments etc. of varying maturities while maintaining safety and liquidity.

#### 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 Composite Bond Fund Index*
	6 Months	3.06	0.10
	1 Year	5.61	2.99
	3 Years	4.71	4.17
	5 Years	4.99	3.49
	Since Inception	6.06	5.34

Past performance may or may not be sustained in future.

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

#### \*Benchmark Index from April 1, 2002

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.

### FUND DATA

As on 31st October, 2008

**Date of Allotment:** Aug 18, 2001.

**Net Asset Value (NAV):** Rs. 14.8238 (D), 15.2814 (G) per unit.

**Assets Under Management:** Rs. 0.3628 Cr.

**Minimum Application Amount:** Rs. 1000/- & multiples of Re. 1/- thereof.

**Fund Manager:** Kumar Nathani has recently joined as a Fund Manager. He has over 12 years of experience in fund management of the income scheme.

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

### QUANTITATIVE INDICATORS

Average Maturity: NA

Modified Duration: NA

Total Expense Ratio<sup>^</sup>: 1.56%

<sup>^</sup>Average calculation based on monthly expense ratio since April 2007.

### LOAD STRUCTURE

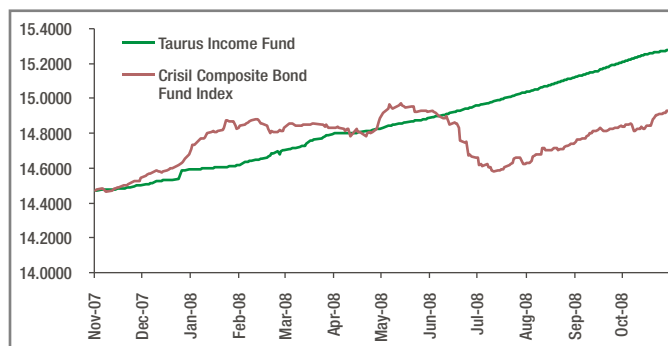
Entry Load	Exit Load
Nil	0-3 months -0.25% >3 months Nil

Switch Debt to other schemes, applicable Entry/ Exit load of the scheme.

### PORTFOLIO

Name of the scrip	% to Net Assets
Short Term Money Market Instruments	88.15
Cash & Cash Receivables	11.85
<b>TOTAL</b>	<b>100.00</b>

### NAV movement in the last one year vis-a-vis Crisil Composite Bond Fund Index



**RISK FACTOR:** Mutual fund investments are subject to market risks, please read offer document of the scheme carefully before investing.

# TAURUS GILT FUND

AN OPEN-ENDED GILT SCHEME

## SCHEME FEATURES

### Investment objective:

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

### 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	1.18	6.42
	1 Year	3.69	9.47
	3 Years	1.91	7.20
	5 Years	2.14	5.39
	Since Inception	4.73	7.43

Past performance may or may not be sustained in future.

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

### \*Benchmark Index from April 1, 2002

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.

## FUND DATA

As on 31st October, 2008

**Date of Allotment:** Aug 18, 2001.

**Net Asset Value (NAV):** Rs. 13.2931 (D), 13.5636 (G) per unit.

**Assets Under Management:** Rs. 0.1195 Cr.

**Minimum Application Amount:** Rs. 1000/- & multiples of Re. 1/- thereof.

**Fund Manager:** Kumar Nathani has recently joined as a Fund Manager. He has over 12 years of experience in fund management of the income scheme.

## QUANTITATIVE INDICATORS

Average Maturity: NA

Modified Duration: NA

Total Expense Ratio<sup>^</sup>: 1.39%

<sup>^</sup>Average calculation based on monthly expense ratio since April 2007.

## LOAD STRUCTURE

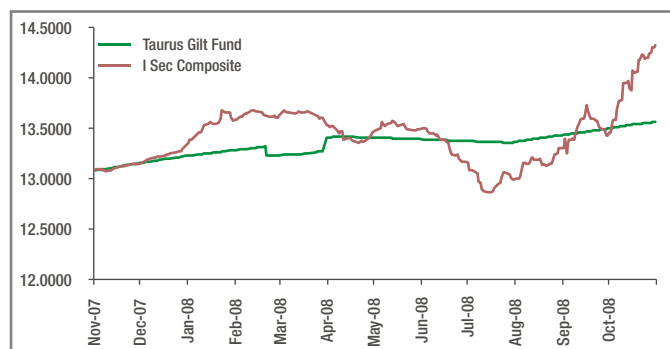
Entry Load	Exit Load
Nil	0-3 months -0.25% >3 months Nil

Switch: Debt to other schemes, applicable Entry / Exit load of the scheme.

## PORTFOLIO

Name of the scrip	% to Net Assets
Short Term Money Market Instruments	91.97
Cash & Cash Receivables	8.03
<b>TOTAL</b>	<b>100.00</b>

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



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- **Cochin:** 0484-3047227- 231/ 0484 - 3047230/231, 9995445175 • **Coimbatore:** 9843750502 • **Delhi:** 011-23321756-631 / 23717593, 9958802729
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- e-mail: [info@taurusmutualfund.com](mailto:info@taurusmutualfund.com) • [www.taurusmutualfund.com](http://www.taurusmutualfund.com)

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 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 scheme beyond the initial contribution of Rs.2 Lacs made towards setting up of the mutual fund. Libra Tax Shield 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 offer documents of the scheme carefully before investing.