

# TAURUS TIMES

MONTHLY REPORT • AUGUST 2010

Money is just like honey...



if invested systematically!

Just as a disciplined bee collects nectar over a period of time, only to one day find a honeycomb filled with a sizable amount of valuable honey, imagine, if we were to invest our hard earned money systematically, how sweet would the returns be?

All it takes is your commitment and perseverance.

**Taurus Mutual Fund** with its expertise offers the perfect solution; **Taurus Systematic Investment Plans (TSIP)**, a disciplined approach towards investing your money irrespective of the highs and lows of the market.

**So invest systematically to make money as sweet as honey** 🍯

At Taurus success is a journey and not a destination.

## Benefits of TSIP

Allows you to invest small fixed sum of money at regular intervals - light on the wallet

SIP makes volatility work in your favour - reduces risk

Benefit of Rupee Cost Averaging - get more units at lower NAV, less units at higher NAV

Power of compounding comes into play - the early you start higher are the returns

Small amounts invested regularly grow into a significant amount in due course of time - small drops make an ocean

Imparts time-tested discipline to investing - key to financial success



To start SIP SMS TSIP 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: 0512-3061824 • 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](mailto:customercare@taurusmutualfund.com)

  
**TAURUS**  
Mutual Fund

[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 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 unitholders. The investments made by the schemes are subject to external risks on transfers, pricing, trading volumes, settlement, etc. of securities. Please read the Scheme Information Document/Statement of Additional Information/Key Information Memorandum carefully of all the schemes before investing.

# HOUSE OF TAURUS

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## FROM THE CEO'S DESK

Dear Investor,

India's GDP growth for Q1 FY11 at 8.8% was on the expected lines and lent credence to the view that we are on track to end the fiscal with a GDP growth of 8.5 to 8.6%. With rain gods smiling on India, monsoon is expected to be near normal across the country with few pockets experiencing excess rains and few others deficient rains. With expectation of good harvests and international prices of crude oil remaining low, inflation is expected to gradually taper down. Corporate India continues to witness robust growth. Even though RBI had indicated a calibrated approach towards increasing policy rates, with two hikes already affected in July'10 we feel that the Central Bank may shy away from increasing the policy rates at the next quarterly review meeting on 16th September.



The FII's continued to be net buyers of Indian equities. With net buying of USD 2.5 bn during August, their cumulative net investment in calendar 2010 has already crossed USD 12.9 bn. In spite of this, Indian stock markets moved in a narrow range and ended the month with marginal gains. The sentiment to a great extent continued to be influenced by the US events. The opinion is divided on the US economy -with one set of analysts believing that US has moved out of recession and has embarked on a recovery path while other set of economists still look at the specter of double dip recession. The recent pronouncements of Mr. Bernanke lead one to believe that Fed is in no hurry to follow the 'exit route' and may keep interest rates low for at least another two / three quarters. Global markets including India seem to be getting swayed by the daily/weekly/ monthly announcements of US Housing / Employment / Job data. These uncertainties also led to global investors seeking the safe haven of gold and the yellow metal once again ended the month with its price close to all time high. I believe that it is only a matter of time before some of the emerging markets including India start performing on the basis of their inherent strengths.

We believe that it's a good time to be invested in India and investors with foresight & patience will reap handsome rewards. It will be in the investors own interest to allocate a portion of his long-term investment corpus to Indian equities in a systematic gradual manner. Mutual Funds offer the millions of Middle Class investors in India a convenient medium to save & invest as per his/her ability and plan a rewarding & comfortable retirement. All our equity funds are doing well and have improved their relative ranking on the performance parameters. As of August end, our ELSS fund - Taurus Tax Shield has regained the top slot not only in the last 1, 2, 3 months but also continues to be the top performing tax saving fund in the 3 years time-frame. Our recently launched Taurus MIP Advantage has reopened for ongoing subscriptions and the mix of three asset classes - debt, equity & gold distinguishes it from a normal MIP, making it an ideal recipe to cater to those investors who look forward to returns higher than offered by fixed income instruments and are ready to take moderate risk. Our Fixed Income team continues to deliver superior returns in all our debt schemes with a suitable portfolio mix without taking undue credit & duration risk.

The Govt. tabled the Direct Tax Code Bill in the Parliament and is likely to come into effect from April 1, 2012. It is a welcome step to rationalise & simplify the tax structure even though many of the bold measures proposed in the original bill have been watered down. It's unfortunate that ELSS does not figure in the tax saving instruments. It was the only tool available to the investors to get a tax break with exposure to equity along with potential for higher returns. Proposal to impose Dividend Distribution Tax of 5% on dividends from equity mutual funds is another dampener. The proposal to continue with a tax free status for long term capital gains on equity mutual funds is the bright spot.

With greetings & best wishes for the festivals of Eid & Gannesh Chaturthi.

Kind regards,

Yours truly,

A handwritten signature in black ink, appearing to read 'Waqar Naqvi'.

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	27.19	19.29
	3 Years	3.97	7.42
	5 Years	16.99	17.86
	Since Inception	10.99	9.64

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 August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	5.06	Sintex Industries Ltd	2.53
Pantaloon Retail India Limited	4.65	HCL Technologies	2.51
Infosys Technologies Ltd.	4.64	Coromandel Fertilizers Limited	2.38
Jain Irrigation Systems Limited	4.35	Titan Industries	2.32
ICICI Bank Ltd.	4.35	Thermax India Limited	2.30
Oil & Natural Gas Corporation Ltd.	4.32	Bharat Heavy Electricals Limited	2.30
ITC Ltd.	4.22	Onmobile Global Limited	2.25
Rallis India Limited	3.99	Larsen & Toubro Ltd.	2.20
Apollo Tyres Ltd.	3.98	Gail (India) Limited	2.15
IDFC Ltd.	3.94	Motherson Sumi Systems Limited	1.80
Tata Motors Limited	3.71	Apollo Hospitals Enterprise Ltd.	1.63
Financial Technologies India Ltd.	3.69	Adani Exports Limited	1.01
Tata Chemicals Limited	3.32	Tata Steel Limited	0.67
Housing Development Finance Corpo	3.21	India Infoline Limited	0.54
Kotak Mahindra Bank Ltd.	3.15	Greaves Cotton Ltd.	0.27
Mahindra & Mahindra Ltd	3.00	<b>Total - Equity</b>	<b>95.81</b>
DLF Limited	2.73	Cash & Others	4.19
State Bank of India	2.65	<b>TOTAL</b>	<b>100.00</b>

**Fund Manager's Comment:** Conscious efforts were taken to reduce the turnover. Among the top 10 stocks, ONGC and ICICI Bank outperformed the market while RIL underperformed the market. Key Addition is Apollo Tyre and Tata Chemicals. Government deregulation continued during the month in form of the shifting from analogue to digital network by 2013. This makes us confident of the government's intention towards a strong competitive play in the economy. Submission of the DTC attracted a mixed views but lower tax on the hands of individuals will help to push the domestic demand. We continue to remain invested in the companies with focus on the domestic demand.

## FUND DATA

As on 31st August 2010

Date of Allotment: Jan 29, 1994.

Dividend Option introduced on Jan 1, 2009.

Net Asset Value (NAV) Rs.: 39.73 (D), 56.42 (G) per unit.

AAUM: Rs. 172.45 Cr.

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

Sharpe Ratio: 1.17 Standard Deviation: 16.34 Alpha: 9.2

Beta: 0.77

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

## LOAD STRUCTURE

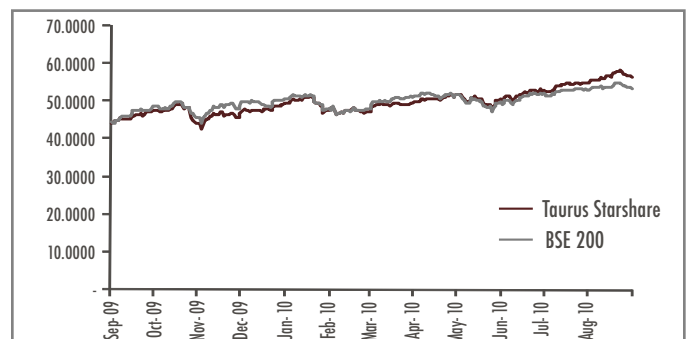
Entry Load - NIL

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

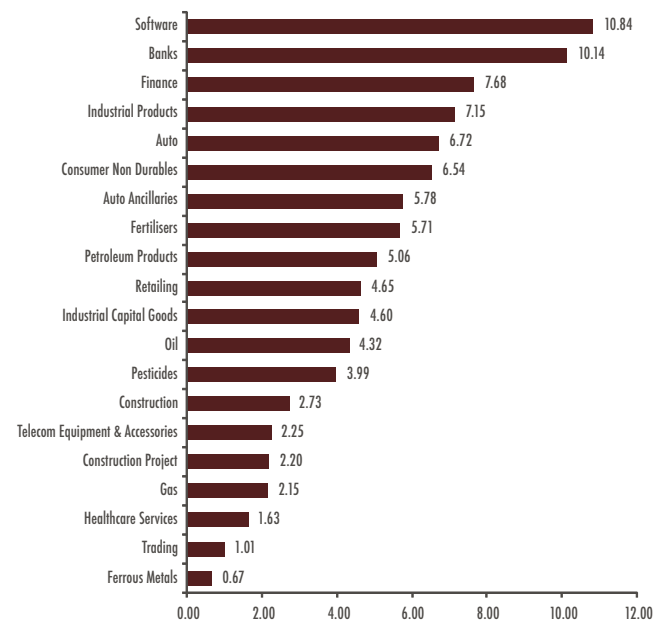
- 1% if exited before 1 year
- Nil if exited after 1 year

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, its 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	21.14	19.29
	3 Years	7.99	7.42
	Since Inception	11.95	13.67

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

Re. 1 per unit dividend in Aug. 2010.

## PORTFOLIO

As on 31st August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Gujarat State Petronet Limited	6.03	Hathway Cable And Datacom Ltd.	3.37
Apollo Tyres Ltd	5.86	Mercator Lines Limited	3.22
Hindalco Industries Ltd	5.20	IDFC Ltd.	2.93
Adani Exports Limited	5.02	Larsen & Toubro Ltd.	2.90
Gammon India Limited Face Value 2	4.98	Gail (India) Limited	2.74
Mundra Port & Special Economic Zone Ltd.	4.82	Jain Irrigation Systems Limited	2.73
Reliance Infrastructure Limited	4.58	GMR Infrastructure Limited	2.66
Reliance Industries Limited	4.36	Tata Steel Limited	2.28
Mcnally Bharat Engineering Co.	4.11	Bharat Heavy Electricals Limited	2.05
GVK Power And Infrastructure Ltd.	4.00	Kirloskar Oil Engines Ltd.	1.89
Power Finance Corporation	3.75	Hindustan Dorr Oliver Ltd.	1.01
Greaves Cotton Ltd.	3.75	<b>Total - Equity</b>	<b>91.18</b>
Srei Infrastructure Fin Limited	3.52	Cash & Others	8.82
Financial Technologies India Ltd.	3.42	<b>TOTAL</b>	<b>100.00</b>

**Fund Manager's Comment:** The fund continued to fare well the Infrastructure and diversified to equity category. Efforts were taken during the month to bring down the turn-over ratios. Key addition includes GSPL and Adani Enterprise. As the monsoon season is near to end we expect the growth in the infrastructure project and expect more order to flow to the players. Most of the companies in the sector have strengthened their balance sheet and are well equipped for timely completion of the projects. We continue to maintain our reference portfolio companies with strong execution track and visibility of revenue growth in near future.

## FUND DATA

As on 31st August 2010

Date of Allotment: Mar 5, 2007.

Net Asset Value (NAV) Rs.: 13.92 (D), 14.84 (G) per unit.

AAUM: Rs. 26.80 Cr.

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

Sharpe Ratio: 1.12 Standard Deviation: 16.59 Alpha: 9.02

Beta: 0.75

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

## LOAD STRUCTURE

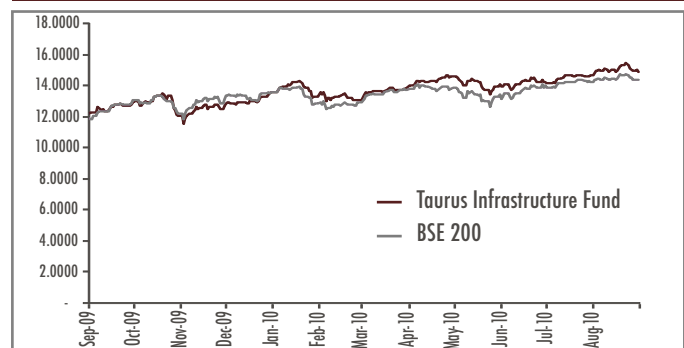
Entry Load - NIL

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

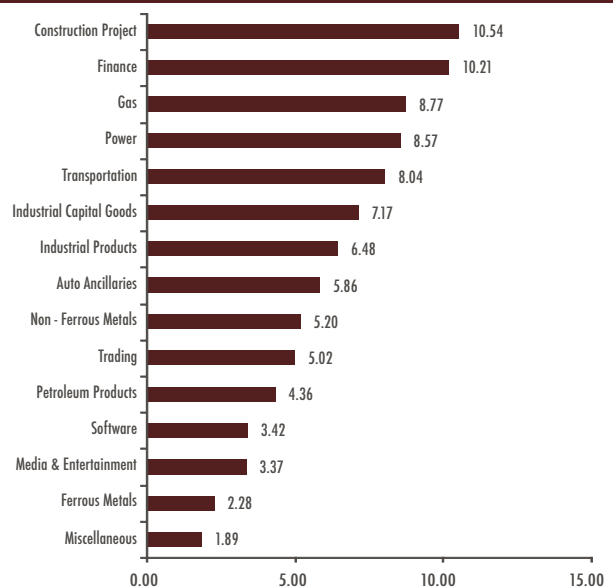
- 1% if exited before 1 year
- Nil if exited after 1 year

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	10.36	3.61
	6 Months	18.00	6.74
	1 Year	39.70	13.38
	Since Inception	85.66	47.85

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 August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Rallis India Ltd.	8.44	Adani Exports Limited	4.16
Divis Laboratories Limited	7.69	Gammon India Limited	4.14
Navneet Publications India Limited	6.50	Hindustan Zinc Limited	3.96
Apollo Hospitals Enterprise Ltd	5.54	Mundra Port & Special Economic Zone	3.94
HCL Technologies	5.16	Jain Irrigation Systems Limited	3.82
Oil & Natural Gas Corporation Ltd.	5.15	Reliance Infrastructure Limited	3.72
Greaves Colton Ltd.	5.04	IRB Infrastructure Developers Ltd.	1.73
Reliance Industries Limited	5.02	Kirloskar Oil Engines Ltd.	0.39
Titan Industries	4.85	<b>Total - Equity</b>	<b>92.92</b>
GVK Power And Infrastructure Ltd.	4.82	Cash & Others	7.08
Ipca Labs Ltd.	4.57	<b>TOTAL</b>	<b>100.00</b>
Thermax India Limited	4.28		

**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. Among the top 10 holdings, Rallis India and Navneet Publications outperformed and Divis Lab underperformed the market. Given the limited universe of the investment the stock selection is the key factor in the performance. We continue to invest in the companies with strong cash generation model and high asset turnover ratio.

## FUND DATA

As on 31st August 2010

Date of Allotment: April 6, 2009

Net Asset Value (NAV) Rs.: 17.88 (D), 23.86 (G), 23.85 (B) per unit.

AAUM: Rs. 25.38 Cr.

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

Sharpe Ratio: 2.08 Standard Deviation: 15.19 Alpha: 23.11

Beta: 0.66

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

## LOAD STRUCTURE

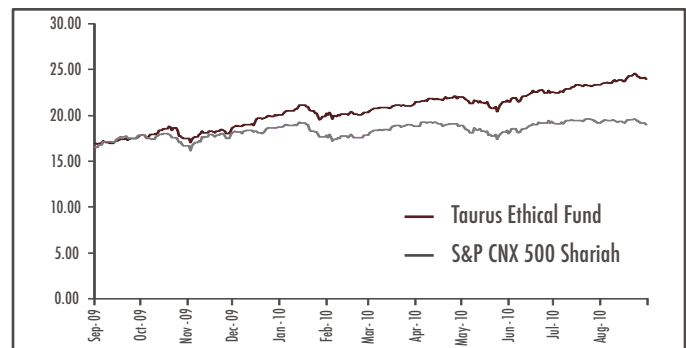
Entry Load - NIL

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

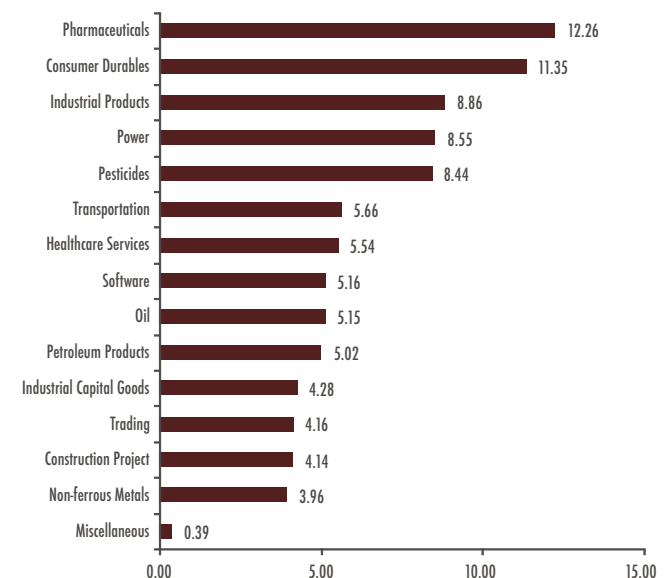
- 1% if exited before 1 year
- Nil if exited after 1 year

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.

### 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	26.85	19.29
	3 Years	21.49	7.42
	5 Years	12.42	17.86
	Since Inception	12.58	14.05

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 August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Aurobindo Pharma Ltd.	5.15	Telecom - Equipment & Accessories	2.79
Reliance Industries Limited	4.97	Network 18 Media & Investments Limited	2.76
Voltas Limited	4.53	Shriram Transport Finance Co. Ltd.	2.74
Indian Hotel Ltd.	4.37	Hathway Cable And Datacom Limited	2.73
State Bank of India	4.27	Divis Laboratories Limited	2.71
Tata Chemicals Limited	4.06	LIC Housing Finance Ltd.	2.24
Infosys Technologies Ltd.	3.73	Titan Industries	2.00
Mahindra & Mahindra Ltd.	3.69	Kotak Mahindra Bank Ltd.	1.96
Bajaj Auto Limited New	3.48	Hindalco Industries Ltd.	1.96
Oil & Natural Gas Corporation Ltd.	3.46	Housing Development Finance Corporation	1.87
United Spirits Ltd.	3.37	Bharat Heavy Electricals Limited	1.69
ITC Ltd.	3.20	Apollo Hospitals Enterprise Ltd.	1.49
Spicejet Limited	3.16	Rallis India Limited	1.08
Bharat Petroleum Corp Ltd.	3.09	Tata Power Company Limited	0.84
Pantaloon Retail India Limited	3.03	Gail (India) Limited	0.52
Greaves Cotton Ltd.	2.96	<b>Total - Equity</b>	<b>95.70</b>
Larsen & Toubro Ltd.	2.94	Cash & Others	4.30
ICICI Bank Ltd.	2.85	<b>TOTAL</b>	<b>100.00</b>

**Fund Manager's Comment:** The fund continues to be in the top quartile in the 3 yrs time-frame in the ELSS category. The number of stock reduced to 33. The fund continues to be well-diversified with exposure to a large number of sectors and stocks. Among the top 10 stocks, Aurobindo and SBI Outperformed the market while RIL and Voltas underperformed the market. Key Additions are Indian Hotels and Tata Chemicals. The Indian economy is on firm footing as far as the long term scenario is concerned. GOI's plan to increase expenditure and thrust to agriculture will be a major driver for this. We continue to believe on the domestic demand growth and increasing in the discretionary expenditure. We remain overweight on sectors dependent on the domestic demand.

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

## FUND DATA

As on 31st August 2010

Date of Allotment: Mar 31, 1996.

Dividend Option introduced on May 6, 2008.

Net Asset Value (NAV) Rs.: 21.59 (D), 36.42 (G) per unit.

AAUM: Rs. 57.46 Cr.

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

Sharpe Ratio: 1.28 Standard Deviation: 16.84 Alpha:10.97

Beta: 0.83

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

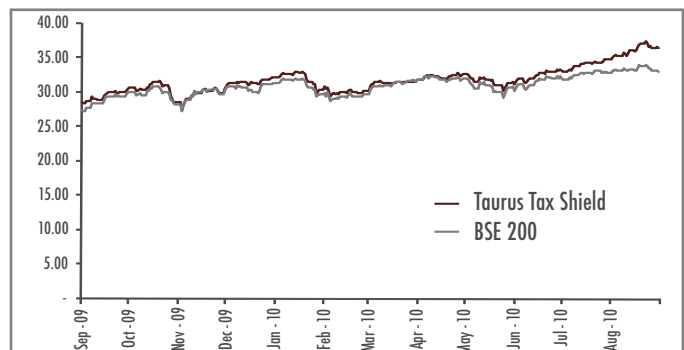
## LOAD STRUCTURE

Entry Load - NIL

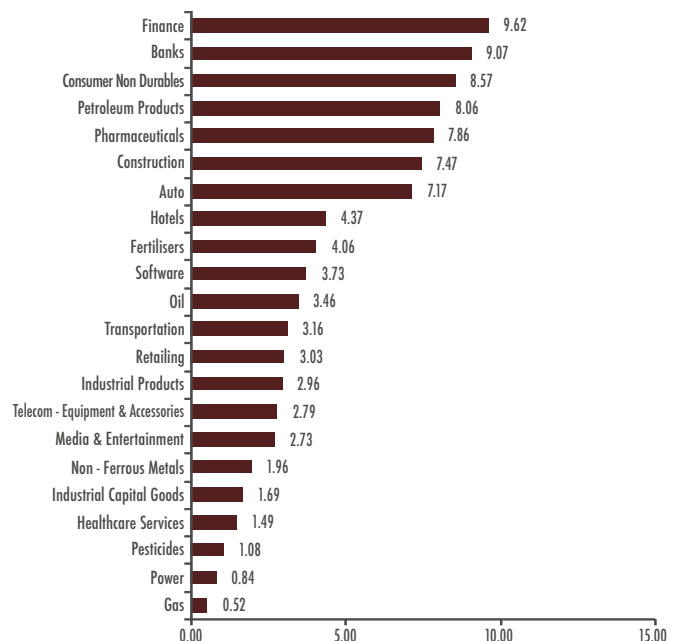
Exit Load - Up to any amount (Including SIP application): NA

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 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	1.41	0.65
	Since Inception	3.11	0.92

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 August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	9.80	Punjab National Bank	0.99
Infosys Technologies Ltd.	8.24	Cipla Limited	0.97
ICICI Bank Ltd.	6.87	Kotak Mahindra Bank Ltd.	0.91
Larsen & Toubro Ltd.	5.52	Cairn India Limited	0.90
ITC Ltd.	5.30	Reliance Infrastructure Limited	0.88
Housing Development Finance Corpn.	5.16	Sun Pharmaceuticals Limited	0.83
HDFC Bank	4.72	Jaiprakash Associates Ltd.	0.79
State Bank of India	4.49	DLF Limited	0.69
Oil & Natural Gas Corporation Ltd.	2.84	Steel Authority of India Ltd.	0.68
Tata Consultancy Services Limited	2.69	Siemens Ltd.	0.66
Bharti Airtel Limited	2.51	Unitech Ltd.	0.66
Bharat Heavy Electricals Limited	2.40	Reliance Communications Limited	0.65
Axis Bank Limited	2.14	Ambuja Cements Ltd.	0.65
Tata Motors Limited	2.03	Bharat Petroleum Corp Ltd.	0.58
Tata Steel Limited	2.01	HCL Technologies	0.57
Hindustan Unilever Limited	1.74	ACC Ltd.	0.55
Mahindra & Mahindra Ltd	1.68	Reliance Capital Limited	0.54
Jindal Steel & Power Limited	1.68	Ranbaxy Laboratories Ltd.	0.47
National Thermal Power Corporation	1.58	Power Grid Corporation of India Ltd.	0.39
Sterlite Ind	1.51	Idea Cellular Limited	0.36
Hindalco Industries Ltd.	1.36	Reliance Power Limited	0.35
Gail (India) Limited	1.31	ABB Limited	0.26
IDFC Ltd.	1.29	Suzlon Energy Limited	0.24
Wipro Limited	1.27	<b>Total - Equity</b>	<b>98.11</b>
Tata Power Company Limited	1.25	Cash & Others	1.89
Hero Honda Motors Ltd Fv 2 (New)	1.09	<b>TOTAL</b>	<b>100.00</b>
Maruti Suzuki India Ltd.	1.05		

**Fund Manager's Comment:** The performance of the scheme closely remains in line with the performance of the Nifty Index. Q1 FY11 GDP at 8.8% is in line with expectation and was visible in the RBI's recent monetary policy document. Nifty being consist of good companies from across the sector is well poised to reap this benefit. We believe the fund is well equipped to become a capital appreciation tool for the investors who are looking to add diversification to their investment portfolio.

## FUND DATA

As on 31st August 2010

Date of Allotment: June 19, 2010

Net Asset Value (NAV) Rs.: 10.31 (D), 10.31 (G) per unit.

AAUM: Rs. 3.07 Cr.

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

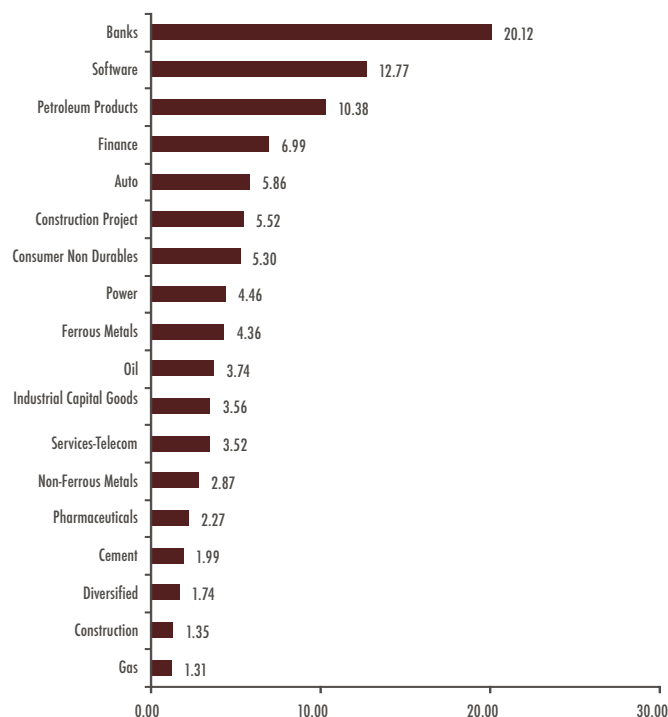
## LOAD STRUCTURE

Entry Load - Nil

Exit Load - 1% if redeemed/switched out within 15 days from the date of allotment. Nil after 15 days.

SIP Exit Load- 1% redeemed/switched out within 15 days from the date of allotment. Nil after 15 days. Applicable to each installment.

## EQUITY SECTOR ALLOCATION



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

# 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	16.35	17.05
	3 Years	0.90	7.00
	5 Years	13.06	18.12
	Since Inception	12.34	12.00

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 August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	6.07	GMR Infrastructure Limited	2.58
Infosys Technologies Ltd.	5.18	Tata Consultancy Services Limited	2.41
ICICI Bank Ltd.	4.80	Kotak Mahindra Bank Ltd.	2.13
United Spirits Ltd.	4.73	Financial Technologies India Ltd.	2.09
ITC Ltd.	4.38	Maruti Suzuki India Ltd.	2.08
Housing Development Finance Corporation	4.33	Hindalco Industries Ltd.	2.05
DLF Limited	3.83	Indian Hotel Ltd.	2.04
Larsen & Toubro Ltd.	3.62	Piramal Healthcare Limited	1.96
Oil & Natural Gas Corporation Ltd.	3.53	Bharat Heavy Electricals Limited	1.94
Divis Laboratories Limited	3.46	Tata Motors Limited	1.88
Ranbaxy Laboratories Ltd.	3.36	Sun Pharmaceuticals Limited	1.58
HDFC Bank	3.29	Motherson Sumi Systems Limited	1.15
Pantaloon Retail India Limited	3.08	Gujarat State Petronet Limited	1.14
State Bank of India	3.02	Tata Steel Limited	1.03
Mahindra & Mahindra Ltd.	2.96	<b>Total - Equity</b>	<b>93.79</b>
Grasim Industries Ltd.	2.83	Cash & Others	6.21
Thermax India Limited	2.63	<b>TOTAL</b>	<b>100.00</b>
Reliance Infrastructure Limited	2.63		

**Fund Manager's Comment:** The fund is brought in line with its benchmark index-BSE100. The churn ratio of the portfolio continued to be low during the month. Total number of scheme remains at 32. Among the top 10 stocks, ICICI Bank and Ranbaxy outperformed the market while RIL underperformed the market. Key additions include Hindalco and Indian Hotels. With the market entering into nervous zone on the back of the fragile global recovery we build up the portfolio with a focus on stocks with strong earning and sustainable performance. Being a large cap focus fund we expect the scheme to be a good option to take exposure in the broader market.

## FUND DATA

As on 31st August 2010

Date of Allotment: Feb 28, 1995.

Dividend Option introduced on May 6, 2008.

Net Asset Value (NAV) Rs.: 42.26 (D), 41.99 (G) per unit.

AAUM: Rs. 35.44 Cr.

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

Sharpe Ratio: 0.71 Standard Deviation: 17.2 Alpha: 0.67

Beta: 0.9

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

## LOAD STRUCTURE

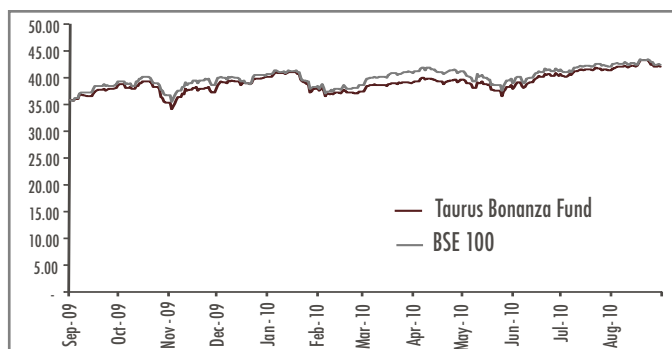
Entry Load - NIL

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

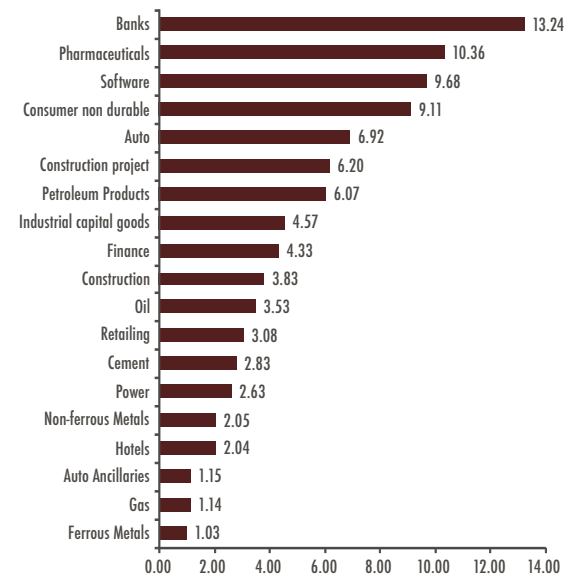
- 1% if exited before 1 year
- Nil if exited after 1 year

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	33.25	41.88
	3 Years	(2.88)	12.81
	5 Years	2.80	18.82
	Since Inception	3.34	8.94

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 August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Aurobindo Pharma Ltd.	5.78	Piramal Healthcare Limited	3.46
Voltas Limited	5.61	Onmobile Global Limited	3.23
Apollo Tyres Ltd.	5.04	Jain Irrigation Systems Limited	3.01
Divis Laboratories Limited	5.00	Gammon India Limited	2.89
United Spirits Ltd.	4.98	Bajaj Auto Finance	2.45
Kotak Mahindra Bank Ltd.	4.86	Rallis India Limited	2.33
Indian Hotel Ltd.	4.79	Titan Industries	2.30
Piramal Glass Limited	4.75	LIC Housing Finance Ltd.	2.10
Thermax India Limited	4.59	Spicejet Limited	1.95
Mercator Lines Limited	4.38	Motherson Sumi Systems Limited	1.41
Hathway Cable And Datacom Limited	4.33	Kirloskar Oil Engines Ltd.	0.31
Pantaloon Retail India Limited	4.27	<b>Total - Equity</b>	<b>92.01</b>
Network 18 Media & Investments Limited	4.24	Cash & others	7.99
Financial Technologies India Ltd.	3.96	<b>TOTAL</b>	<b>100.00</b>

**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. Among the top holdings, Apollo Tyre and Bajaj Auto Finance outperformed the market. Key additions include Apollo Tyre and Bajaj Auto Finance. The mid cap and small cap indices continue to outperform the benchmark on the back of strong traction in earning growth and a good visibility of business environment. We continue to invest in companies with strong business track, which are available at huge discount to the peers.

## FUND DATA

As on 31st August 2010

Date of Allotment: Sep 5, 1994.

Net Asset Value (NAV) Rs.: 16.93 (D), 16.91 (G) per unit.

AAUM: Rs. 26.55 Cr.

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

Sharpe Ratio: 1.49 Standard Deviation: 17.21 Alpha:15.29

Beta: 0.82

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

NAV Calculation: All business days.

Fund Manager: Mr. Sadanand Shetty

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

## LOAD STRUCTURE

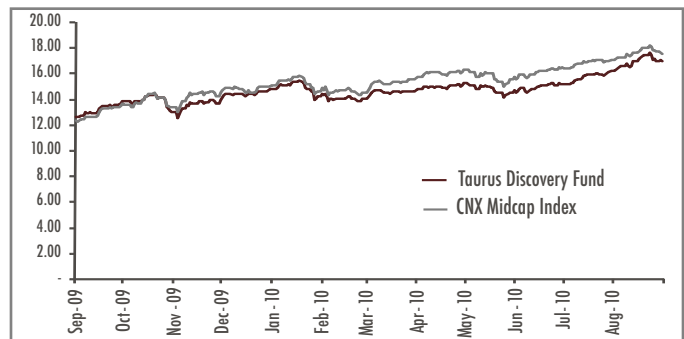
Entry Load - NIL

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

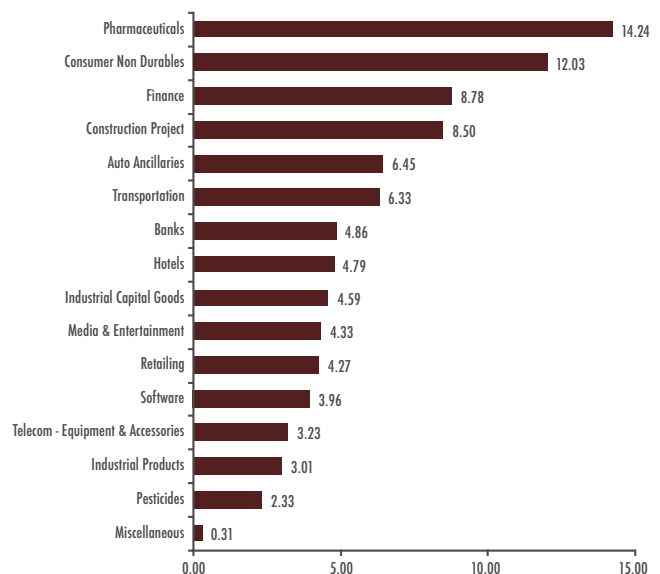
- 1% if exited before 1 year
- Nil if exited after 1 year

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
<b>Short Term Bond Fund</b>	12.5%+ 7.5% surcharge+ 3% cess	20%+ 7.5% surcharge+ 3% cess	12.5%+ 7.5% surcharge+ 3% cess
<b>Total Tax</b>	13.841%	22.145%	13.841%
<b>Money Market and Liquid Schemes</b>	25%+ 7.5% surcharge+ 3% cess	25%+ 7.5% surcharge+ 3% cess	25%+ 7.5% surcharge+ 3% cess
<b>Total Tax</b>	27.681%	27.681%	27.681%

PERFORMANCE	Period	Returns (%)			Crisil Liquid Fund Index*
		NAV			
		Retail	Institutional	Super Institutional	
	3 Months	1.38	1.40	1.43	1.33
	6 Months	2.64	2.69	2.74	2.33
	1 Year	4.92	5.00	5.15	3.80
	Since Inception	5.40	5.55	5.75	4.91

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"> <li>• Retail Plan: Nil</li> <li>• Institutional Plan: Nil</li> <li>• Super Institutional Plan: Nil</li> </ul>

Switch: Exit Load NIL.

**Fund Manager's Comment:** Liquidity situations improved in the month of August. The Assets under Management (AUM) of the scheme decreased marginal during the month. We positioned the portfolio being keeping in mind the expected attrition in AUM in the coming month with allocation to bank assets and cash component forming a sizeable (55%) of our AUM. This has also led to a reduction in our average maturity of the portfolio. 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 August 2010

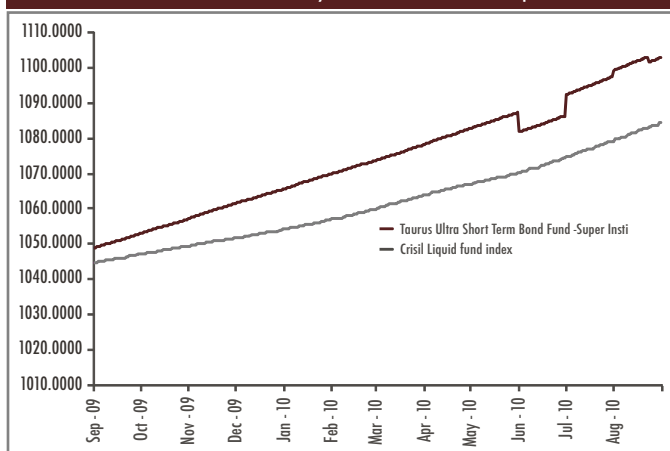
CRISIL Rated AAfF Fund, CARE Rated AAfF Fund  
 Date of Allotment: December 1, 2008.  
 Net Asset Value (NAV):  
 Retail Rs.: 1,001.5388 (D), 1,096.4890 (G), 1,001.9541 (W) per unit.  
 Institutional Rs.: 1,001.5377 (D), 1,099.1499 (G), 1,001.9594 (W) per unit.  
 Super Institutional Rs.: 1,001.5374 (D), 1,102.7701 (G), 1,000.7628 (W) per unit.  
 Average Maturity Period: 0.20 years.  
 AAUM: Rs. 1,107.40 Cr.  
 Retail: Sharpe Ratio: 13.81 Standard Deviation: 0.08 Alpha: 1.15  
 Institutional: Sharpe Ratio: 14.48 Standard Deviation: 0.08 Alpha: 1.23  
 Super Institutional: Sharpe Ratio: 17.03 Standard Deviation: 0.08 Alpha: 1.38  
 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. Rahul Pal & Mr. Pankaj Jain (Co - Fund Manager)  
 Registrar & Transfer Agent: M/s. Karvy Computershare Private Ltd.

## PORTFOLIO

As on 31st August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
CD	Rating	Television Eighteen India Ltd.	A1+ 2.31
State Bank of Patiala	P1+ 18.02	Fullerton India Credit Co. Ltd.	A1+ 2.24
Central Bank of India	P1+ 2.36	<b>TOTAL CP</b>	<b>24.24</b>
Punjab National Bank	Pr1+ 2.36	<b>NCD</b>	<b>Rating</b>
Allahabad Bank Ltd	A1+ 2.36	Deccan Chronicle Holdings Limited	Pr1+ 4.77
Canara Bank	P1+ 2.36	Edelweiss Capital Ltd.	P1+ 4.73
State Bank of Travancore	P1+ 2.32	Naman Finance & Investment Pvt Ltd.	A1+ 2.38
State Bank of Mysore	A1+ 2.32	India Infoline Investment Serv Ltd.	A1+ 2.37
Bank of Baroda	A1+ 2.31	Kotak Mahindra Primus Ltd.	P1+ 2.36
<b>TOTAL CD</b>	<b>34.41</b>	Fullerton India Credit Co. Ltd.	La+ 1.89
CP	Rating	<b>TOTAL NCD</b>	<b>18.49</b>
Religare Finvest Limited	A1+ 5.89	FD	
Future Capital Holdings Limited	Pr1+ 4.71	Royal Bank of Scotland	0.76
J M Financial Products Private Ltd.	P1+ 4.41	CBLO Transaction	21.45
Future Capital Financial Ser Ltd.	Pr1+ 2.35	Cash & Cash Receivables	0.66
Raymond Ltd.	Pr1+ 2.31	<b>TOTAL</b>	<b>100.00</b>

## 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	1.38	1.33
	6 Months	2.55	2.33
	1 Year	4.20	3.80
	3 Years	5.25	6.16
	Since Inception	5.41	6.41

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 August 2010

Name of the scrip	Rating	% to Net Assets
<b>CD</b>		
Punjab National Bank	Pr1+	12.53
State Bank of Patiala	A1+	5.06
State Bank of Hyderabad	A1+	5.06
Allahabad Bank Ltd	P1+	5.03
Axis Bank Limited	P1+	2.51
ICICI Bank Ltd	A1+	2.50
<b>Total CD</b>		<b>32.69</b>
<b>CP</b>		
Indiabulls Securities Limited	P1+	7.59
ECL Finance Limited	A1+	5.06
Shree Renuka Sugars Limited	A1+	5.05
Religare Securities Limited	P1+	5.05
Religare Finvest Limited	A1+	2.53
IVRCL Infra And Projects Ltd Fv Inr 2	F1+	2.52
Housing Development Finance Corporation	A1+	2.50
Birla Global Finance Limited	A1+	2.09
<b>Total CP</b>		<b>32.38</b>
<b>NCD</b>		
Deccan Chronicle Holdings Limited	Pr1+	5.08
<b>Total NCD</b>		<b>5.08</b>
CBLO Transaction		29.41
Cash & Cash Receivables		0.43
<b>TOTAL</b>		<b>100.00</b>

**Fund Manager's Comment:** Liquidity situations improved in the month of August. The Assets under Management (AUM) of the scheme also increased during the month. We positioned the portfolio being keeping in mind the expected attrition in AUM in the coming month with allocation to bank assets and cash component forming a sizeable (60%) of our AUM. This has also led to a reduction in our average maturity of the portfolio. 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 August 2010

### CRISIL Rated AAAF Fund

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

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

**Net Asset Value (NAV) Rs.:** 1,001.1946 (D), 1,234.8831 (G) per unit.

**Institutional Rs.:** 1,000.0401 (D), 1,031.3732 (G) per unit.

**Super Institutional Rs.:** 1,000.0114 (D), 1,010.2761 (G), 1000.6865 (W) per unit.

**Average Maturity Period:** 0.07 years.

**AAUM:** Rs. 654.19 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. 1lakh per application and thereafter in multiples of Rs. 1000/-.

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

**Sharpe Ratio:** 2.42 **Standard Deviation:** 0.14 **Alpha:** 0.34

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

**NAV Calculation:** All business days.

**Fund Manager:** Mr. Pankaj Jain

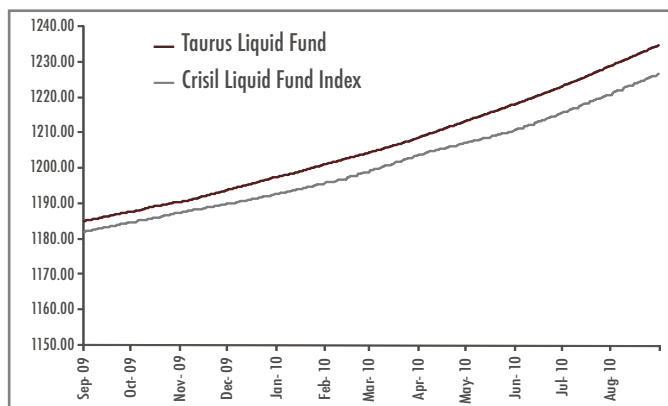
**Registrar & Transfer Agent:** M/s. Karvy Computershare Private Ltd.

## 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

**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	2.86	2.50
	1 Year	4.58	5.00
	3 Years	3.50	7.40
	5 Years	3.65	6.70
	Since Inception	5.31	5.78

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

Rs. 12 per unit dividend in July 2010.

Re. 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. The low risk strategy would be continued till we see some clarity on the direction of the interest rates and the stance of the monetary policy in September. We would continue to have a judicious mix of assets in order to deliver consistent optimal performance.

## FUND DATA

As on 31st August 2010

Date of Allotment: Aug 18, 2001.

Net Asset Value (NAV) Rs.: 1,528.6811 (D), 1,596.3436 (G) per unit.

AAUM: Rs. 272.61 Cr.

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

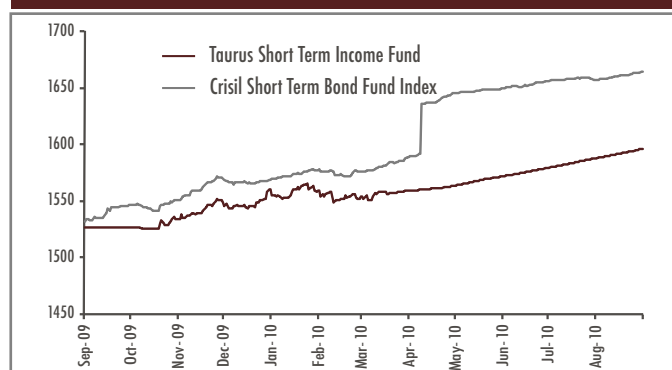
Switch: Debt to debt/Equity - relevant exit load applicable as mentioned above.

## PORTFOLIO

As on 31st August 2010

Name of the scrip	% to Net Assets	
<b>CD</b>		
Yes Bank Limited	A1+	9.67
Corporation Bank	PR1+	9.66
Dhanalaxmi Bank Ltd.	PR1+	9.65
IDBI Bank Limited	A1+	9.40
Canara Bank	P1+	4.80
Punjab National Bank	PR1+	4.80
<b>Total CD</b>		<b>47.99</b>
<b>CP</b>		
Reliance Capital Limited	A1+	9.67
Tata Motors Limited	P1+	9.59
India Infoline Limited	A1+	8.70
Future Capital Holdings Limited	PR1+	5.64
Fullerton India Credit Co. Ltd.	A1+	2.01
<b>Total CP</b>		<b>35.61</b>
<b>NCD</b>		
Fullerton India Credit Co. Ltd.	LAA+	11.84
Reliance Capital Limited	AAA	3.97
<b>Total NCD</b>		<b>15.81</b>
CBLO Transaction		0.16
Cash & Cash Receivables		0.44
<b>TOTAL</b>		<b>100.00</b>

## 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

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

# 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	0.95	2.93
	1 Year	1.33	6.03
	3 Years	2.59	7.98
	5 Years	1.72	7.15
	Since Inception	3.80	6.82

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:** The scheme continues to maintain cash because of its low Asset under Management.

## FUND DATA

As on 31st August 2010

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

**Net Asset Value (NAV) Rs.:** 13.7309 (D), 14.0123 (G) per unit.

**AAUM:** Rs. 0.01 Cr.

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

**Sharpe Ratio:** -7.18    **Standard Deviation:** 0.31    **Alpha:** -2.23

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

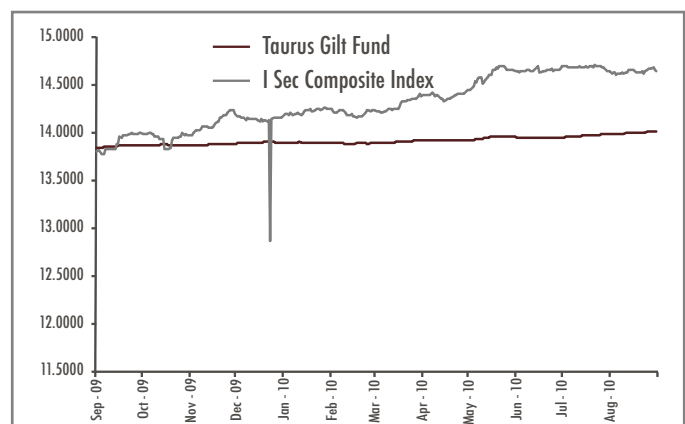
Switch: Debt to debt/Equity - relevant exit load applicable as mentioned above.

## PORTFOLIO

As on 31st August 2010

Name of the scrip	% to Net Assets
CBLO	101.37
Cash & Cash Receivables	-1.37
<b>TOTAL</b>	<b>100.00</b>

## 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 Landed fund Index & 25% Price of Gold
	Since Inception	0.71%	1.52%

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 August 2010

Name of the scrip	% to Net Assets	Name of the scrip	% to Net Assets
Reliance Industries Limited	1.48	Gammon India Limited	0.50
Tata Chemicals Limited	1.46	<b>Total - Equity</b>	<b>22.38</b>
Indian Hotel Ltd.	1.43	<b>DEBT</b>	
IDFC Ltd.	1.34	<b>Certificate of Deposit</b>	
Gujarat State Petronet Limited	1.12	Canara Bank CD	14.08
Reliance Infrastructure Limited	1.08	Punjab National Bank	14.08
Hathway Cable And Datacom Limited	1.04	State Bank of Patiala	5.66
ICICI Bank Ltd.	1.01	<b>Corporate Bond</b>	
Piramal Healthcare Limited	1.01	IDBI	0.24
Voltas Limited	0.99	<b>Commercial Paper</b>	
Hindalco Industries Ltd.	0.98	Fullerton India Credit Co Ltd	11.03
Maruti Suzuki India Ltd.	0.94	Future Capital Holdings	11.02
GMR Infrastructure Limited	0.90	<b>Floating Rate Note</b>	
Ranbaxy Laboratories Ltd.	0.89	Kotak Mah Bank Ltd	0.58
Bajaj Auto Finance	0.86	<b>Government Bond</b>	
Spicejet Limited	0.85	7.80% GOI	5.75
Larsen & Toubro Ltd.	0.85	<b>Gold</b>	
Kotak Mahindra Bank Ltd.	0.84	<b>Exchange Traded Funds</b>	
Apollo Tyres Ltd.	0.82	Gold Benchmark Etf (Gold Bees)	6.57
Aurobindo Pharma Ltd.	0.77	Cash & Cash Receivables	5.94
Bajaj Auto Limited New	0.69	<b>TOTAL</b>	<b>100.00</b>
Greaves Cotton Ltd.	0.52		

**Fund Manager's Comment:** The scheme maintained a high allocation to money market instruments having low maturity, and also had an exposure to the benchmark 10 year GOI. 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 August 2010

Date of Allotment: August 6, 2010

Dividend Option introduced on Jan 1, 2009.

Net Asset Value (NAV) Rs.: 10.0715 (D), 10.0715 (G) per unit.

AAUM: Rs. 74.33 Cr.

Minimum Investment Amount:

- a) Growth option: Rs. 5000/- & multiples of Rs. 1000/- there of
  - b) Dividend option: Rs. 25000/- & multiples of Rs. Rs. 1000/- there of
  - c) Additional purchase: Rs. 1000/- & multiples of Rs. 1000/- there of
- NAV Calculation: All business days.

Fund Manager: Mr. Rahul Pal (Debt) & Mr. Sadanand Shetty (Equity & Gold ETF's)

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

- i A Switch-Out/Withdrawal under SWP will also attract an exit load like any redemption.
- ii In case of SIP / STP, the above criteria for Exit Load will be applicable for each installment.
- iii Exit load is applicable for all the options under the Scheme by applying First in First Out basis

## EQUITY SECTOR ALLOCATION

