

NOTICE CUM ADDENDUM



NOTICE :Declaration of Dividend in Taurus Dynamic Income Fund, an open-end Income Scheme

Notice is hereby given that the Trustees of Taurus Mutual Fund have approved the declaration of dividend in the Dividend Plan of Taurus Dynamic Income Fund as under:

Name of the Scheme / Plan	Amount of Dividend (₹)	Record Date	NAV as on 30.08.2011
Taurus Dynamic Income Fund - Dividend Plan	₹ 0.225/- per unit	09.09.2011	10.55

Pursuant to the payment of dividend, the NAV of the dividend plan of the Scheme will fall to the extent of payout, and statutory levy, if any. The above dividend will be subject to the availability of distributable surplus in the dividend plan of the Scheme on the record date.

All unitholders under the Dividend Plan of the above mentioned Scheme, whose names appear on the register of unitholders on the aforesaid record date, will be entitled to receive the dividend.

ADDENDUM :Taurus Investment Trust Co. Ltd, the Trustee to Taurus Mutual Fund has decided that, if the dividend amount payable to the Unitholders under the Dividend Payout Option of Taurus Dynamic Income Plan, is less than the threshold limit of ₹ 250, then such dividend amount will be compulsorily & automatically reinvested in the Scheme with effect from September 9, 2011 ("Effective Date").

From the Effective Date, the dividend distributed (net of tax deducted at source, wherever applicable) for an amount equal to or less than the threshold limit will be reinvested in the Scheme/Plan by issuing additional Units of the Scheme at the prevailing ex-dividend Net Asset Value on the record date. There shall be no Exit Load on the dividend so reinvested.

The dividends so reinvested shall constitute a constructive payment of dividends to the Unit Holders and a constructive receipt of the same amount from each Unit holder for reinvestment in Units.

The aforesaid provisions shall be applicable on a prospective basis from the Effective Date in respect of dividend payouts in Taurus Dynamic Income Fund.

All other terms and conditions of the Scheme Information Document Key Information Memorandum will remain unchanged.

This addendum shall form an integral part of the Scheme Information Document, Statement of Additional Information & Key Information Memorandum of Taurus Dynamic Income Fund as amended from time to time.

Place: **Mumbai**

For **Taurus Asset Management Company Ltd.**

Date: **September 5, 2011**

Authorised Signatory

Statutory Details: Taurus Mutual Fund has been constituted as a Trust under the Indian Trust Act, 1882.

Sponsor: HB Portfolio Ltd., **Trustee:** Taurus Investment Trust Company Limited, **Investment Manager:**

Taurus Asset Management Company Ltd. **Scheme Nature & Objective:** Taurus Dynamic Income Fund is an open - end income scheme. Scheme objective is to generate optimal returns with high liquidity through active management of the portfolio by investing in Debt and Money Market Instruments. **Asset Allocation:** Debt Instruments of Maturity more than 1 year*: 1%-100%, Money Market Instrument including CBLO, debentures with residual maturity of less than 1 year: 0-99%.(The scheme will not invest in securitised debt.) **Load**

Structure: Entry Load - NIL, Exit Load: 1.00% if exited up-to 90 days from the date of allotment and NIL if exited after 90 days from the date of allotment **Application Form:** Key Information Memorandum cum Application Form is available with the offices of the Fund, designated points of transactions of Karvy Computershares Pvt. Ltd., R&T Agents. Forms can also be downloaded from the website of the Fund.

NAV disclosure: Daily Risk Factors: All investments in mutual funds and securities are subject to market risks and the NAV of the Scheme may go up or down depending upon the factors and forces affecting the securities market. There can be no assurance that the Scheme's investment objective will be achieved. The past performance of the Mutual Fund is not indicative of the future performance of the Scheme. The Sponsor is not responsible or liable for any loss resulting from operation of the Scheme beyond the initial contribution of ₹2 Lacs made towards setting up the Mutual Fund. **Taurus Dynamic Income Fund is only the name of the Scheme and does not in any manner indicate the quality of the Scheme or its future prospects or returns. There is no guarantee or assurance as to any return on investment of the unitholders.** The investments made by the Scheme are subject to external risk on transfers, pricing, trading volumes, settlement risks, etc. of securities. **Please read the Scheme Information Document, Statement of Additional Information and Key Information Memorandum carefully before investing.**

TAURUS ASSET MANAGEMENT COMPANY LIMITED

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Head Office: Ground Floor, AML Centre-1, 8 Mahal Industrial Estate, Mahakali Caves Road, Andheri (E), Mumbai - 400 093.

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application form may be obtained from our Website: www.taurusmutualfund.com