

**Notice - cum - Addendum to the Scheme Information Document, Statement of Additional Information & Key Information Memorandum - cum - Application Form of all the open ended schemes of Taurus Mutual Fund.**

**1 Introduction of new facilities under Systematic Investment Plan (SIP) & Systematic Transfer Plan (STP) -**

- **Taurus OptiSIP\***
- **Taurus OptiSTP\***

w.e.f. **September 28, 2011**, two new facilities will be added - Taurus OptiSIP and Taurus OptiSTP which will be applicable to all open-ended schemes of Taurus Mutual Fund as given below:

**Taurus Starshare**

An Open-end Equity Scheme With A Focus On Multi Cap Stocks

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.

**Taurus Infrastructure Fund**

An Open-end Equity Thematic Scheme

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

**Taurus Ethical Fund**

An Open-end Equity Oriented Scheme

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.

**Taurus Tax Shield**

An Open-end Equity Linked Saving Scheme (ELSS)

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

**Taurus Nifty Index Fund**

An Open-ended Index Linked Equity Scheme

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.

**Taurus Bonanza Fund**

An Open-end Equity Scheme With A Large Cap Focus

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.

**Taurus Discovery Fund**

An Open-end Equity Scheme With A Focus On Multi Cap Stocks

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.

**Taurus Ultra Short Term Bond Fund**

An Open-end Debt Scheme

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.

**Taurus Liquid Fund**

An Open-end Liquid Scheme

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.

**Taurus Short Term Income Fund**

An Open-end Bond Scheme

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.

**Taurus Gilt Fund**

An Open-end Gilt Scheme

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.

**Taurus MIP Advantage**

An Open - Ended Income Scheme

(\*Monthly Income is not assured and is subject to availability of distributable surplus.

The term 'Advantage' has been used in terms of asset allocation and not in terms of returns/yield. )

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

**Taurus Dynamic Income Fund**

An Open Ended Income Scheme

Investment Objective: To generate optimal returns with high liquidity through active management of the portfolio by investing in Debt and Money Market Instruments. However, there is no assurance or guarantee that the objectives of the scheme will be realized and the scheme does not assure or guarantee any returns.

**A) Taurus OptiSIP** - will allow investors a chance to define a minimum and maximum installment amount and based on a simple formula\*, a variable monthly installment amount will get calculated. The **Taurus OptiSIP** installment will be calculated based on the portfolio value on T-5 days before the installment date. Irrespective of the formula\* amount, the maximum and minimum investment will be limited by the maximum & minimum installment amounts as chosen by the investor initially.

i) **Taurus OptiSIP Formula\*** - A = Fixed Minimum Installment amount

B = Fixed Maximum Installment amount

C = [(A \* Current no. of installment) - Account value of investments via OptiSIP as on 5th day (T-5) before the monthly installment date]

ii) **Taurus OptiSIP Installment amount** = C, provided it is not less than A or more than B, else it will be A or B respectively. The following tabular example will further clarify the above

Scenario	A [Fixed Min Inst. Amt.]	B [Fixed Max Inst. Amt.]	C [OptiSIP Formula value]	OptiSIP Installment amount
1	5000	7000	4800.12	A = 5000
2	5000	7000	7200.45	B = 7000
3	5000	7000	6500.67	C = 6500.67

**B) Taurus OptiSTP** - This will work on the usual principle of first choosing a Source & a Transfer scheme. It will allow investors a chance to define a minimum and maximum transfer installment amount and based on a simple formula\*, a variable installment amount will get calculated as per the frequency chosen by the investor. The **OptiSTP** installment will be calculated based on the portfolio value as on the transfer installment date. Irrespective of the formula\* amount, the maximum and minimum investment will be limited by the maximum & minimum installment amounts as chosen by the investor initially.

ii) **Taurus OptiSTP Formula\*** - A = Fixed Minimum Installment amount

B = Fixed Maximum Installment amount

C = [(A \* Current no. of installment) - Account value of investments via OptiSTP as on the transfer installment date]

iii) **Taurus OptiSTP Installment amount** = C, provided it is not less than A or more than B, else it will be A or B respectively. The following tabular example will further clarify the above

Scenario	A [Fixed Min Inst. Amt.]	B [Fixed Max Inst. Amt.]	C [OptiSTP Formula value]	OptiSTP Installment amount
1	5000	7000	4800.12	A = 5000
2	5000	7000	7200.45	B = 7000
3	5000	7000	6500.67	C = 6500.67

\*The Trustee reserves the right to change the terms and conditions of this facility at a larger date on a prospective basis. The Trustee reserves the right to withdraw the OptiSIP/OptiSTP facility. All other terms and conditions of SIP and STP facilities will remain unchanged.

**2. Changes to the list of Official Points of Transactions of Karvy Computershare Pvt. Ltd., Registrar & Transfer Agent of the Fund.**

Old Address	New Address	w.e.f.
<b>Karvy Computershare Pvt. Ltd.</b> Shop No. II, 2nd Floor, Jewel Arcade, (Above Oriental Insurance Ltd) Layam Road, Cochin - 682 011 Tel: +91 0484 - 4010273	<b>Karvy Computershare Pvt. Ltd.</b> Building Nos.39, Ali Arcade ,1st floor, Near Nantis Junction, Kizhva Road, Panampili Nagar, Cochin - 682 036 Tel: +91 09633303547	<b>Sept 28, 2011</b>
Old Address	New Address	w.e.f.
<b>Karvy Computershare Pvt. Ltd.</b> Sadoday Arcade, Above Top N Town, Dharampath, Nagpur - 440 001  Branch Contact No: 0712- 6618581	<b>Karvy Computershare Pvt. Ltd.</b> Plot No.2/1, House No. 102/1, Mangaldeep Apartment, Mata Mandir Road, Opp. Khandelwal Jewellers, Dharampath, Nagpur -440010  Contact No: 0712-6610513/ 09371160726.	<b>Sept 28, 2011</b>

This addendum forms an integral part of the Scheme Information Document, Statement of Additional Information & Key Information Memorandum-cum-Application Form of the schemes of Taurus Mutual Fund.

Place: **Mumbai** For **Taurus Asset Management Company Ltd.**  
Date: **Sept 28, 2011.** Authorised Signatory

**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 ₹2 Lacs made towards setting up of the Mutual Fund. **The names of the scheme, 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 - cum - Application Form carefully before investing.**