



TRUSTEE: Taurus Investment Trust Company Ltd. • **INVESTMENT MANAGER:** Taurus Asset Management Company Ltd.

Annual Report 2006-07



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TRUSTEES REPORT FOR THE FINANCIAL YEAR 2006-07

Dear Unitholders,

We take pleasure in presenting 13th Annual Report and Audited Accounts of various schemes of Taurus Mutual Fund for the year ended March 31, 2007.

Economic Scenario

The economic balance between Asian & European countries and United States of America is entering into a new dimension. The U.S.A, though continues to dominate the world market but their currency is under pressure. The fear of recession is looming large on the U.S Economy and may review the present rate of interest shortly.

Indian Economy continued to show good performance in the year 2006-07 coupled with manageable inflation rate. Corporate results were also quite satisfactory. The Indian growth story is now being talked amongst the wealthy nations of the world which has resulted in heavy inflows of foreign currency.

The year under review saw more than US\$ 45 billion being added to the country's forex reserves. It attracted total foreign investment of US\$ 24.7 billion out of which 71% had come from direct source and rest through portfolio which comprises mainly ADRs/GDRs and FIIs.

The year 2006-07 will be remembered not only in India but across the world on account of various reasons such as mergers and acquisitions of large overseas companies by Indian Corporates, appreciation of Indian rupee against the dollar, decent returns from the Indian capital market etc.

The year 2006-07 has also witnessed extreme volatility, particularly in the months of May and June 2006 when there was steep fall not only in the Indian market but across the globe. However, the recovery was equally sharp, particularly, in the Indian market which increased the confidence of the investors in the growth story of India. The industrial growth in the first quarter of 2007-08 indicates that growth story may continue in times to come inspite of pressure on the operating profit margins; particularly, in the export oriented units.

The year 2007-08 will definitely be a year for the stocks related to infrastructure sector, the rate of inflation has also come down below 4% and Indian rupee is trading around Rs.41/- per US\$. Interest rate scenario is more or less stable followed by good monsoon. We are quite hopeful that the growth story of the India will continue to attract large FII as well as FDI money.

MUTUAL FUND – A NEW INVESTMENT TOOL

The financial year 2006-07 has been quite significant for the Mutual Fund Industry in terms of launch of new schemes and fund mobilization in the NFOs. During this period, 440 new schemes were launched as against 190 in the previous year. The amount mobilized in NFOs was Rs.1,40,298 crs. as against Rs.70,583 crs. in the previous year. This is a record in itself which indicates that Mutual Fund Schemes are being accepted by the Indian investors as a new investment tool.

The Indian Mutual Fund Industry has still to organize systems to adequately mobilize investments from semi-urban and rural areas. Efforts need to be made to capture this growing income source and generate interest in the minds of investors from these areas. The fact is that unitholders of most of the Funds are currently either corporate investors or high net worth investors of big cities. It is a paradoxical situation that the special purpose vehicle, which was designed for the small and retail investors, has been more effectively utilized by the larger corporates / investors.

Though industry is showing robust growth, it still has a challenge before it – a challenge to reach out to retail investors and to position the Mutual Fund products as long-term investment avenues for the household sector.

TAURUS MUTUAL FUND– AT A GLANCE

During the year under review, following developments had taken place in the Fund;

- Dividend of 25% was announced in Bonanza Exclusive Growth Scheme – Open.
- Taurus Liquid Fund was launched and an amount of Rs.115.68 Crs. was mobilized during the NFO period.
- Taurus Infra-tips, an open end equity thematic scheme was launched and amount of Rs.43.39 Crs. was mobilized during the NFO period.
- Three new branches at Chennai, Kolkata and Madurai were opened to serve the investors in a better way.

Taurus Mutual Fund has also shown good performance in the first quarter of 2007-08 i.e. between 1st April to 29th June 2007. All equity schemes have outperformed their benchmark index which is evident from the following table:

Date	Star-share	Discovery	Libra Tax Shield	Bonanza Ex. Growth	BSE-200	BSE 30
	Net Asset Values (NAVS)				Index	
30-Mar-07	37.28	14.50	15.80	32.27	1556.72	12979.66
29-Jun-07	45.79	18.14	20.03	37.92	1804.81	14650.51
% Change	22.83	25.10	26.77	17.51	15.94	12.87
%Return on annualized basis	91.57	100.68	107.37	70.23		

At present, Taurus Mutual Fund is managing following eight open-end schemes:

Equity Oriented Schemes

- The Starshare
- Discovery Stock Fund
- Bonanza Exclusive Growth Scheme - open
- Taurus INFRA-Tips

Equity Linked Saving Schemes

- Libra Tax Shield

Income Schemes

- Libra Bond Fund
- Libra Gilt Fund
- Taurus Liquid Fund

PERFORMANCE OF THE SCHEMES

The performance of the individual scheme during the year is reviewed hereunder:

Taurus The Starshare

This is an open-end equity growth scheme with objective to achieve long term capital appreciation by investing pre-determinedly in equity oriented securities. During the year under review, efforts were made to reduce over concentration in the holdings of some stocks, which is quite evident

TAURUS MUTUAL FUND

from the portfolio of the scheme given in Annexure I. The cash so released from sale of these shares has been used for diversifying the portfolio which now comprises of large cap, mid cap and small cap stocks. This strategy has helped in reducing the volatility to a large extent.

The investment style continues to be a combination of long term investment which provides stability and short-term investment which is being used for getting better returns. The performance of the scheme during the period is given below:

NAV on 31.03.06	NAV on 31.03.07	%age Change	BSE 200 on 31.03.06	BSE 200 on 31.03.07	%age Change
34.17	37.28	9.10	1412.62	1556.72	10.20

Discovery Stock Fund

This is an open-end equity growth scheme. The investment objective of the scheme is to identify and select low priced stocks through price discovery mechanism, which would include:

- Undervalued stocks offering opportunities for growth potential.
- Low priced stocks with decent dividend yield.
- Stocks where lower side risk is minimum.
- Stocks of turnaround cases with potential for improvement.

In other words, the investment strategy for this scheme is to invest predominantly in midcap/small cap stocks only. At times, when market takes correction, NAV of the scheme can decline, which can provide an investment opportunity to those investors who are interested in mid cap stocks. The performance of the scheme during the period is given below:

NAV on 31.03.06	NAV on 31.03.07	%age Change	BSE 200 on 31.03.06	BSE 200 on 31.03.07	%age Change
15.51	14.50	(6.51)	1412.62	1556.72	10.20

Bonanza Exclusive Growth Scheme-Open

This is an open-ended growth scheme with investment objective to provide long-term capital appreciation. The portfolio of the scheme is well diversified under various sectors and pre-dominantly in the large cap stocks only. Most of the investment in this scheme comprises of shares whose market capitalization is more than Rs.10,000 Crs. As such, scheme is highly liquid with zero per cent illiquid securities.

A dividend of 25% was also announced in the scheme in the month of August 2006. The performance of the scheme during the period is given below:

NAV on 31.03.06	NAV on 31.03.07	%age Change	BSE 200 on 31.03.06	BSE 200 on 31.03.07	%age Change
35.61	32.67	(1.49)*	1412.62	1556.72	10.20

*After accounting for dividend of 25%

Libra Tax Shield

Libra Tax Shield is an open-end equity linked tax saving scheme with endeavour to provide tax benefit and long term capital appreciation by investing in a portfolio of equity and equity-linked securities. Being a tax saving scheme, there is a lock-in period of 3 years from the date of investment.

Further, investment upto Rs.1 lac in Libra Tax Shield scheme is eligible for deduction U/s 80 C of I.T Act. The performance of the scheme during the period is given below:

NAV on 31.03.06	NAV on 31.03.07	%age Change	BSE 200 on 31.03.06	BSE 200 on 31.03.07	%age Change
18.64	15.80	(15.24)	1412.62	1556.72	10.20

There is no illiquid security in the scheme. Investors can take the benefit of Systematic Investment Plan (SIP), which was introduced last year wherein unitholder can invest fixed sum every month or every quarter by purchasing additional units of the scheme at the applicable NAV.

Taurus INFRA-Tips

This is an open-end equity thematic scheme launched on February 05, 2007. The basic theme of the scheme is "Infrastructure". The words "TIPS" depict some of the sectors which form important ingredients in the Infrastructure sector i.e. 'T' – Transport, Telecom, 'I'-Industrial Manufacturing - Engineering, 'P'- Power, Petroleum, 'S'-Shipping, Steel etc.. The scheme became open end on 2nd April 2007. The following investment strategy has been kept for this scheme.

- Maximum exposure in a sector not > 7-8%
- Bottom-up approach for stock selection
- Maximum exposure in any particular stock not > 2-3% of net assets at the time of investment
- With the appreciation in price, maximum exposure in any particular stock not to exceed 5-6%

This strategy has paid good dividend and the performance of the scheme in the first three months is given below:

Date	Net Asset Values (NAVS)
30-Mar-07	10.00
29-Jun-07	11.02
% Change in NAV	10.20
% Return on annualized basis	40.91

Libra Bond Fund

The scheme was launched in July, 2001 as an open-end bond scheme with investment objective to maximize income through a basket of debt, bonds, debentures, government securities and money market instruments etc. of varying maturities while maintaining safety and liquidity.

The initial investment strategy for the scheme adopted was to invest in securities of long-term maturity, which was later reduced to medium term maturity securities. The performance of the scheme is given below:

NAV on 31.03.06	NAV on 31.03.07	%age Change	Crisil Composite Bond Fund Index on 31.03.06	Crisil Composite Bond Fund Index on 31.03.07	%age Change
13.2356	14.2240	7.47	1248.87	1295.33	3.72

Libra Gilt Fund

The scheme was launched in July 2001 as an open-end gilt scheme with investment objective to provide risk free returns to investors through investment in securities issued by Central Government or State Governments or any security unconditionally guaranteed by Government of India. In this scheme, there are two options for the investors (a) Growth Option and (b) Dividend option.

The performance of the scheme is given below:

NAV on 31.03.06	NAV on 31.03.07	%age Change	I-Sec Composite Index on 31.03.06	I-Sec Composite Index on 31.03.07	%age Change
12.5445	12.8696	2.59	3574.65	3776.37	5.64

TAURUS MUTUAL FUND

Taurus Liquid Fund

Taurus Liquid Fund was launched in August 2006 only.

NAV on 04.09.06	NAV on 31.03.07	%age Change	Crisil Liquid Fund Index on 04.09.2006	Crisil Liquid Fund Index on 31.03.07	%age Change
10.0062	10.3472	3.41	1240.75	1285.85	3.63

INVESTOR SERVICES

During the year, the Fund has put its best foot forward in terms of redressal of investor grievances addressing each and every individual investor complaint. The data, is given below:

Schemes	Investor Complaints			
	Received in Previous Year	Received During the	Redressed During the	Out- standing 31.03.07
Taurus the Starshare	398	229	229	NIL
Discovery Stock Fund	181	64	64	NIL
Libra Tax Shield	11	4	4	NIL
Libra Bond Fund	1	2	2	NIL
Libra Gilt Fund	0	0	0	NIL
BONANZA Exclusive Growth Scheme-Open	27	48	48	NIL
Taurus Liquid Fund	0	0	0	NIL
Total	618	347	347	NIL

* Taurus INFRA-Tips scheme became open-ended w.e.f. 02.04.2007

Internal Controls & Systems

In terms of SEBI's Regulations for Mutual Funds, Taurus Asset Management Company Limited (TAMCO) is the Investment Manager for all the schemes of Taurus Mutual Fund and Taurus Investment Trust Company Limited (TITCO) is acting as the Trustees.

The Asset Management Company

TAMCO has been appointed as the Investment Manager of Taurus Mutual Fund by the Trustees in terms of SEBI Regulations for Mutual Funds. As such, TAMCO is responsible for managing the schemes on day-to-day basis and is required to take all reasonable steps and exercise due diligence and care in all its investment decisions. The Trustees liability is discharged on TAMCO's performing its duties in good faith and after due diligence and care.

The company has in place an adequate system of internal controls which provide reasonable assurance with regard to maintaining proper financial records, preserving economy and efficiency of operations, safe-guarding assets against unauthorized uses or losses and compliance with applicable laws and regulations etc. External Auditors also advise on these system aspects.

There are seven Directors on the Board of the Company, out of which four are independent Directors. The Board is assisted by a team of senior officials representing Accounts, Audit, Marketing, Administration, Research and Investment etc.

In an endeavour to attaining the standards of good corporate governance, following Committees have been constituted comprising mostly of Independent Directors.

Investment Committee

Investment Committee meets every month to review the investment / disinvestments made by the Fund based on in-house research. For this purpose, Committee is obtaining Management Information Reports for all the trade transactions done during the month, movement in the NAVs and performance of various schemes against the benchmark index i.e. BSE-200, I-Sec Composite Index, Crisil Composite Bond Fund Index and Crisil Liquid Fund Index, which have been identified by the Board of Trustees for evaluating the performance of various schemes on an on-going basis. The committee also reviews the details of outstanding corporate actions submitted by the custodian of the schemes, overall activities of the Fund on monthly basis, portfolios of all the schemes etc. The composition of the Investment Committee and the details of meetings attended by the Directors are given below: -

Sl. No.	Names of Directors	Category	No. of meetings attended during 2006-07
1.	Mr. J P Kundra	Independent, Non executive	12
2.	Mr. M G Gupta	Independent, Non executive	12
3.	Mr. P Murari	Independent, Non executive	6
4.	Mr. R K Gupta	Non-independent, executive	12
5.	Mr. Vijay Sood*	Non-independent, Non-executive	0

* Mr. Vijay Sood has joined the Company w.e.f. 26.04.2007

Audit Committee

The Company had constituted an Audit Committee to review the reports of Internal Auditors as well as Statutory Auditors to discuss their findings, suggestions and other related matters. Audit Committee also reviews the financial results of various schemes and other related matters referred to by the Board from time to time.

The composition of the Audit Committee and the details of meetings attended by the Directors are given below:

Sl. No.	Names of Directors	Category	No. of meetings attended during 2006-07
1	Mr. M G Gupta	Independent, Non executive	6
2	Maharaj Jai Singh	Independent, Non executive	6
3	Mr. R K Gupta	Non-independent, executive	6
4	Mr. Vijay Sood *	Non-independent, Non executive	0

* Mr. Vijay Sood has joined the Company w.e.f. 26.04.2007

Board of Directors

The Company has a non-executive Chairman complying with SEBI regulations of 50% Independent Directors.

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The composition of Board and details of the meetings attended by the Directors are given below:

Sl. No.	Names of Directors	Category	No. of Board meetings attended during 2006-07
1	Mr. J P Kundra	Independent, Non executive	6
2	Mr. M G Gupta	Independent, Non executive	6
3	Mr. P Murari	Independent, Non executive	4
4	Maharaj Jai Singh	Independent, Non executive	6
5	Mr. Lalit Bhasin	Non-independent, Non executive	5
6	Mr. R K Gupta	Non-independent, Executive	6
7	Mr. Vijay Sood *	Non-independent, Non executive	0

* Mr. Vijay Sood has joined the Company w.e.f. 26.04.2007

SHAREHOLDING PATTERN OF THE AMC

The shareholding pattern of Taurus Asset Management Company Ltd. (the Investment Manager of the Fund) as on March 31, 2007 is as under:

Shareholders' Names	Equity Shareholding (%)
H B Portfolio Ltd.	50.000
RRB Securities Ltd.	29.880
H B Stockholdings Ltd.	20.119
Others	00.001
Total	100.000

Trust Company

In terms of the provisions of Trust Deed, Taurus Investment Trust Company Limited (TITCO) is the Trustee Company which is administering the Mutual Fund and monitoring the operations of the Asset Management Company. The Trustees have also appointed Independent Internal Auditors for all the schemes managed by Taurus Mutual Fund to support the Trustees with a reasonable assurance that the Fund and Investment Manager have complied with the various investment restrictions, reporting requirements and that Fund has adequate internal control systems.

There are six Directors on the Board of Company out of which four are Independent Directors. Trustees have also constituted an Audit Committee of the Independent Trustees pursuant to the circular MFD/CIR/010/024/2000 dated January 17, 2000 of SEBI. The scope of the Audit Committee is to periodically review the internal audit systems and the recommendations of the internal and statutory auditors. The Audit Committee also meets internal auditors and statutory auditors of each scheme to discuss their findings, suggestions and other related matters.

The composition of Audit Committee and details of meetings attended by the Directors are given below: -

Sl. No.	Names of Directors	Category	No. of meetings attended during 2006-07
1	Mr. G N Tandon	Independent, Non executive	6
2	Mr. K N Goyal	Independent, Non executive	6
3	Mr. L K Malhotra	Independent, Non executive	5

Board of Directors

The Board of Trustees has a non-executive Chairman complying with SEBI's Regulations of having 2/3rd Independent Directors. The

composition of Board of Directors and details of meetings attended by the Directors are given below: -

Sl. No.	Names of Directors	Category	No. of meetings attended during 2006-07
1	Mr. K N Goyal	Independent, Non executive	6
2	Mr. Harbhjan Singh	Independent, Non executive	5
3	Mr. G N Tandon	Independent, Non executive	6
4	Mr. Lalit K Malhotra	Independent, Non executive	5
5	Mr. K N Malhotra	Non-independent, Non executive	5
6	Mr. H C Bhasin	Non-independent, Non executive	6

FUTURE OUTLOOK

The Fund is presently managing eight open-end schemes. Trustees are of the view that the Fund should make efforts to further improve the performance of other schemes also like Starshare which has been performing very well, has far outperformed the benchmark index and is appearing regularly in various magazines and publications amongst top five best performing funds. Trustees may also consider launching new schemes at appropriate times.

DISCLOSURES

- Taurus Investment Trust Company Limited is the Trustee of the Taurus Mutual Fund. The Trustees have exclusive ownership of the Trust Fund and are vested with the general power of superintendence, direction and management of the affairs of the Trust. The Trustees need to ensure that the Asset Management Company and the custodians appointed in terms of the Trust Deed fulfill the functions assigned to them from time to time, subject to the Trust Deed, the SEBI Mutual Funds Regulations, 1996, and other laws in force.
- The sponsors are not responsible or liable for any loss resulting from the operations of the schemes beyond the initial contribution of Rs.2 lacs made towards setting up of the Mutual Fund.
- The price and redemption value of the units and income from them can go up as well as down with the fluctuations in the market values of its underlying investments.
- The prospective historical per unit statistics in accordance with para 6 (1) of the XI schedule appear after schedules to the scheme account.
- Full portfolio of the schemes has been published in the newspapers on 30th October, 2006 and on 30th April 2007.
- On written request, present and prospective unitholders / investors can obtain copy of the Trust Deed, the Annual Report (at a price) and the text of the relevant scheme.

ACKNOWLEDGEMENT

Mr. P K Kaul, Ex-Chairman of the Board passed away on February 28, 2007. The Directors condole the sad demise of Mr. Kaul and record their deep appreciation of the valuable advice and counsel provided by him towards the growth and sound management of Taurus Mutual Fund.

For their continued help, assistance and co-operation, the Trustees express their gratitude to the Securities and Exchange Board of India, AMFI, Registrar & Transfer Agent, Custodians, Banks and the Board of Directors and employees and staff of Taurus Asset Management Co. Ltd.

FOR & ON BEHALF OF BOARD OF TRUSTEES

Date : June 30, 2007
Place : New Delhi

K.N. GOYAL
CHAIRMAN

AUDITORS ' REPORT - BONANZA EXCLUSIVE GROWTH SCHEME-OPEN

To the Board of Trustees

Taurus Investment Trust Company Limited

1. We have audited the attached Balance Sheet of Taurus Mutual Fund –Bonanza Exclusive Growth Scheme-Open as at 31st March 2007 and the Revenue Account for the year ended 31st March 2007 annexed thereto. These financial statements are the responsibility of the Board of Trustees of Taurus Mutual Fund and management of Taurus Asset Management Company Ltd (the "management"). Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit. The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of the Scheme.

2. In our opinion and to the best of our information and according to the explanations given to us;

i. The Balance Sheet and the Revenue Account together with the notes thereon give the information required by the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and

amendments thereto, as applicable and give respectively a true and fair view of the state of affairs of Taurus Mutual Fund-Bonanza Exclusive Growth Scheme-Open as on 31st March 2007 and its net Surplus for the year ended on that date.

ii. The Balance Sheet as on 31st March 2007 and the Revenue Account for the year ended on that date, together with the notes thereon, have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable.

iii. The methods used to value

a) Thinly traded/non traded securities in accordance with the guidelines for valuation of securities for Mutual Funds issued by SEBI

b) Unlisted equity shares in accordance with the guidelines for valuation of unlisted equity shares for Mutual Funds issued by SEBI

as on March 31, 2007 as determined by Taurus Asset Management Company Ltd as per policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.

Amit Goel
Partner
For and on behalf of
P. Bholusaria & Co.
Chartered Accountants

Place: New Delhi
Dated: 30th June 2007

BALANCE SHEET OF BONANZA EXCLUSIVE GROWTH SCHEME -OPEN AS AT 31ST MARCH 2007

	Schedule	As at 31.03.2007 Amount (Rs.)	As at 31.03.2006 Amount (Rs.)
LIABILITIES			
Unit Capital	A	126,610,706.18	129,709,828.17
Reserves & Surplus	B	281,968,409.47	332,135,759.11
Loans		—	—
Current Liabilities and Provisions	C	5,147,716.49	4,859,623.61
		413,726,832.14	466,705,210.89
ASSETS			
Investments	D	394,100,266.75	458,389,773.09
Deposits		—	—
Other Current Assets	E	19,626,565.39	8,315,437.80
Fixed Assets		—	—
Deferred Revenue Expenditure		—	—
		413,726,832.14	466,705,210.89
Significant Accounting Policies & Notes to Accounts	J		

REVENUE ACCOUNT OF BONANZA EXCLUSIVE GROWTH SCHEME-OPEN FOR THE YEAR ENDED 31ST MARCH 2007

	Schedule	For the Year ended 31.03.2007 Amount (Rs.)	For the Year ended 31.03.2006 Amount (Rs.)
INCOME			
Dividend		7,190,562.95	5,505,924.05
Interest	F	1,836,910.93	737,361.25
Profit on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		103,905,811.35	59,154,345.87
Net change in unrealised gain/loss in value of Investments		—	186,410,634.39
		112,933,285.23	251,808,265.56
EXPENSES			
Management, Trusteeship Fees, Administrative & Other Operating expenses	G	10,779,998.35	6,650,847.71
Loss on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		—	—
Net change in unrealised gain/loss in value of Investments		93,637,798.20	—
		104,417,796.55	6,650,847.71
Surplus for the year		8,515,488.68	245,157,417.85
Opening Balance in Revenue Reserve Brought Forward		427,352,341.74	242,936,133.99
Less : Dividend/Income Distribution during the year (Refer Note No. 29 of Schedule J)		(40,812,533.94)	—
Transfer from / (to) Income Equalisation Account		(5,936,835.29)	(60,741,210.10)
Balance transferred to Revenue Reserve		389,118,461.19	427,352,341.74
Significant Accounting Policies & Notes to Accounts	J		

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

This is the Balance Sheet & Revenue Account referred to in our report of even date

For and on behalf of
P. Bholusaria & Co.
Chartered Accountants

Amit Goel
Partner
Place : New Delhi
Date : June 30, 2007

For Taurus Investment Trust Company Limited

K.N.Goyal
Director
G.N. Tandon
Director

For and on behalf of Taurus Asset Management Company Limited

J.P.Kundra
Director
M.G.Gupta
Director
Deepa Varshnei
Vice President
(Accounts)
R K Gupta
Fund Manager &
Managing Director

TAURUS MUTUAL FUND
SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF BONANZA EXCLUSIVE GROWTH SCHEME-OPEN

		Amount in Rupees	
		As at 31.03.2007	As at 31.03.2006
SCHEDULE 'A' : UNIT CAPITAL			
12,661,070.618 units (Previous Year)	126,610,706.18		129,709,828.17
12,970,982.817 units of Rs.10/- each fully paid up	<u>126,610,706.18</u>		<u>129,709,828.17</u>
SCHEDULE 'B' : RESERVES & SURPLUS			
Unit Premium Reserve			
Balance at the commencement of the year	(95,216,582.63)	(102,760,444.79)	
Discount / Premium on units repurchased/sold during the year	(17,870,304.38)	(53,197,347.94)	
Transfer from / (to) Income Equalisation Account	5,936,835.29	60,741,210.10	
	<u>(107,150,051.72)</u>	<u>(95,216,582.63)</u>	
Revenue Reserve			
Balance at the commencement of the year	427,352,341.74	242,936,133.99	
Surplus for the year	8,515,488.68	245,157,417.85	
Less : Dividend /Income Distribution during the year (Refer Note No. 29 of Schedule J)	(40,812,533.94)	—	
Transfer from / (to) Income Equalisation Account	(5,936,835.29)	(60,741,210.10)	
	<u>389,118,461.19</u>	<u>427,352,341.74</u>	<u>332,135,759.11</u>
	<u>281,968,409.47</u>		<u>332,135,759.11</u>
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities			
Sundry Creditors	1,032,007.99	804,593.22	
Contract for Purchase of Investments	—	587,045.00	
Payable to TAMCO Ltd (Including Management Fees payable)	370,026.35	483,275.90	
Tax deducted at source payable	114,376.00	122,532.00	
Security Transaction Tax payable	170,931.00	43,465.00	
Service Tax payable	40,517.19	8,289.57	
Entry/Exit Load payable	—	2,189,703.55	
Redemption Warrants payable	431,491.67	431,491.67	
Unclaimed Dividend	2,836,649.51	—	
Audit fee payable	132,570.00	132,429.00	
Custodian Fee payable	19,146.78	56,798.70	4,859,623.61
	<u>5,147,716.49</u>	<u>4,859,623.61</u>	
SCHEDULE 'D' : INVESTMENTS			
(Refer Note 1(b) of schedule J)			
Equity Shares	384,947,573.55	437,956,013.25	
Debentures/Bonds (Privately Placed)	—	—	
Debentures/Bonds (Listed/ Awaiting Listing)	3,864,705.20	4,117,812.00	
Government Securities	4,089,300.00	4,220,275.00	
Collateralised Borrowing & Lending Obligation (CBLO)	1,198,688.00	12,095,672.84	
	<u>394,100,266.75</u>	<u>458,389,773.09</u>	
SCHEDULE 'E' : OTHER CURRENT ASSETS			
Balance with Banks in Current Accounts	8,763,196.26	3,407,245.81	
Contract for sale of investment	10,289,032.10	9,139,799.12	
Less: Provision for doubtful receivables	(5,495,000.00)	(5,495,000.00)	3,644,799.12
Dividend Receivable	277,346.00	144,000.00	
Accrued Interest on debentures/bonds	177,853.43	177,853.43	
Accrued interest on CBLO	—	407.67	
Debt Redemption Receivable	23,750,000.00	23,750,000.00	
Less: Provision for doubtful receivables	(23,750,000.00)	(23,750,000.00)	—
Amount Receivable from other schemes	298,507.46	497,371.63	
Amount due from brokers and others	44,169.00	44,169.00	
Less: Provision for doubtful receivables	(44,169.00)	(44,169.00)	—
Advance against expenses	—	27,550.00	
Share Application Money (pending Allotment)	2,499,420.00	—	
Margin Money for Derivative Trading / CBLO	2,816,210.14	416,210.14	
	<u>19,626,565.39</u>	<u>8,315,437.80</u>	
SCHEDULE 'F' : INTEREST ON			
Deposits with Scheduled Banks	37,396.26	—	
Debentures/Bonds/ Government Securities	689,650.74	689,650.00	
Collateralised Borrowing & Lending Obligation (CBLO)	1,109,863.93	1,836,910.93	47,711.25
	<u>1,836,910.93</u>	<u>1,836,910.93</u>	<u>737,361.25</u>
SCHEDULE 'G' : MANAGEMENT, TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES			
Management Fee	6,327,348.25	4,671,387.80	
Registrar Charges	766,964.53	736,493.58	
Custodian Fee	345,048.74	302,597.34	
Trusteeship Fee	110,200.00	110,200.00	
Advertisement Expenses	129,452.57	58,217.79	
Printing & Stationary	51,187.84	199,441.51	
Postage & Courier Charges	103,706.17	172,056.80	
Legal & Professional Charges	28,183.34	91,484.21	
Insurance	29,427.37	123,620.00	
Sebi Annual Fees	15,400.00	44,150.00	
Brokerage & Commission	2,597,074.67	—	
Auditors Remuneration	140,450.00	140,300.00	
Other Operating Expenses	135,554.87	898.68	6,650,847.71
	<u>10,779,998.35</u>	<u>10,779,998.35</u>	<u>6,650,847.71</u>
Perspective Historical Per Unit Statistics			
	As at 31.3.2007	As at 31.3.2006	As at 31.3.2005
Per Unit Particulars			
A) Face Value	10.00	10.00	10.00
B) Net Asset Value, per unit	32.27	35.61	18.26
C) Gross Income			
i) Income other than Profit on sale of investment	0.62	0.48	0.38
ii) Income from Profit on inter scheme sale/ transfer of investments (net)	—	—	—
iii) Income from Profit on sale of investment to third party) (net)	7.52	4.56	5.08
iv) Net change in Unrealised gain/loss in value of investments	—	14.37	0.11
v) Transfer to Revenue Account from past years' reserve.	—	—	—
vi) Gross Income [Total of (i) to (v)]	8.14	19.41	5.57
D) Total Expenses			
i) Aggregate of Expenses, write off, amortisation and charges	0.95	0.51	0.32
ii) Net change in Unrealised gain/loss in value of investments	3.27	—	—
iii) Total Expenses [Total of (i) and (ii)]	4.22	0.51	0.32
E) Net Income [(C)-(D)]	3.92	18.90	5.25
F) Unrealised appreciation/(depreciation) in value of investments	20.99	22.24	6.02
G) (1) Trading Price/NAV			
i) Highest during the year	43.68	35.82	19.55
ii) Lowest during the year	23.56	18.04	9.79
(2) Price Earning Ratio			
	NA	NA	NA
H) Per unit ratio of expenses to average net assets by %	2.40%	1.83%	1.78%
I) Per unit ratio of gross income to average net assets by %	4.05%	69.25%	30.61%
(including net changes in unrealised gain/ loss in value of investments)			

AUDITORS' REPORT - LIBRA TAX SHIELD

To the Board of Trustees

Taurus Investment Trust Company Limited

1. We have audited the attached Balance Sheet of Taurus Mutual Fund –Libra Tax Shield Scheme as at 31st March 2007 and the Revenue Account for the year ended 31st March 2007 annexed thereto. These financial statements are the responsibility of the Board of Trustees of Taurus Mutual Fund and management of Taurus Asset Management Company Ltd (the "management"). Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit. The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of the Scheme.

2. In our opinion and to the best of our information and according to the explanations given to us;

i. The Balance Sheet and the Revenue Account together with the notes thereon (particularly Note No. 16 of Schedule J) give the information required by the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable, and also give

respectively a true and fair view of the state of affairs of Taurus Mutual Fund-Libra Tax Shield Scheme as on 31st March 2007 and its net Deficit for the year ended on that date.

ii. The Balance Sheet as on 31st March 2007 and the Revenue Account for the year ended on that date, together with the notes thereon, have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable.

iii. The methods used to value

a) Thinly traded/non traded securities in accordance with the guidelines for valuation of securities for Mutual Funds issued by SEBI

b) Unlisted equity shares in accordance with the guidelines for valuation of unlisted equity shares for Mutual Funds issued by SEBI

as on March 31, 2007 as determined by Taurus Asset Management Company Ltd as per policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.

Amit Goel

Partner

For and on behalf of

P. Bholusaria & Co.

Chartered Accountants

Place: New Delhi

Dated: 30th June 2007

BALANCE SHEET OF LIBRA TAX SHIELD AS AT 31ST MARCH, 2007

	Schedule	As at 31.03.2007 Amount (Rs.)	As at 31.03.2006 Amount (Rs.)
LIABILITIES			
Unit Capital	A	27,655,323.93	28,964,301.35
Reserves & Surplus	B	16,033,048.43	25,033,534.47
Loans		—	—
Current Liabilities and Provisions	C	82,159.95	53,216.86
		43,770,532.31	54,051,052.68
ASSETS			
Investments	D	42,069,346.33	51,791,673.55
Deposits		—	—
Other Current Assets	E	1,701,185.98	2,259,379.13
Fixed Assets		—	—
Deferred Revenue Expenditure		—	—
		43,770,532.31	54,051,052.68
Significant Accounting Policies and notes to Accounts	J		

REVENUE ACCOUNT OF LIBRA TAX SHIELD FOR THE YEAR ENDED 31ST MARCH, 2007

	Schedule	For the Year ended 31.03.2007 Amount (Rs.)	For the Year ended 31.03.2006 Amount (Rs.)
INCOME			
Dividend	F	759,314.50	410,013.80
Interest		190,178.78	292,107.56
Profit on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		—	5,550,112.32
Net change in unrealised gain/ loss in value of Investments	G	—	6,109,439.83
Miscellaneous Income		—	200.00
		949,493.28	12,361,873.51
EXPENSES			
Management, Trusteeship Fees, Administrative & Other	H	948,602.66	1,017,049.46
Operating expenses			
Initial issue costs of sponsoring the fund		9,646.96	21,327.00
Loss on sale of investment		—	—
- inter-scheme		1,642,992.75	—
- others		—	—
Net change in unrealised gain/ loss in value of Investments		6,243,719.17	—
		8,844,961.54	1,038,376.46
Surplus/(Deficit) for the Year		(7,895,468.26)	11,323,497.05
Less: Dividend/Income Distribution during the Year		—	(10,053,596.44)
		(7,895,468.26)	1,269,900.61
Opening Balance in revenue reserve brought forward		14,767,784.00	5,749,907.63
Transfer from / (to) Income Equalisation Account		(341,423.30)	7,747,975.76
Balance transferred to Revenue Reserve		6,530,892.44	14,767,784.00
Significant Accounting Policies & Notes to Accounts	J		

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

This is the Balance Sheet & Revenue Account referred to in our report of even date

For and on behalf of
P. Bholusaria & Co.
Chartered Accountants

For Taurus Investment Trust Company Limited

For and on behalf of Taurus Asset Management Company Limited

Amit Goel
Partner
Place : New Delhi
Date : June 30, 2007

K.N.Goyal
Director

G.N. Tandon
Director

J.P.Kundra
Director

M.G.Gupta
Director

Deepa Varshnei
Vice President
(Accounts)

R K Gupta
Fund Manager &
Managing Director

TAURUS MUTUAL FUND
SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF LIBRA TAX SHIELD
Amount in Rupees

	As at 31.03.2007	As at 31.03.2006
SCHEDULE 'A' : UNIT CAPITAL		
2,765,532.393 units (previous year 2,896,430.135 units) of Rs. 10 each fully paid up	27,655,323.93	28,964,301.35
	27,655,323.93	28,964,301.35

	As at 31.03.2007	As at 31.03.2006
SCHEDULE 'B' : RESERVES & SURPLUS		
Unit Premium Reserve		
Balance at the commencement of the year	10,265,750.47	3,301,597.90
Discount / Premium on units repurchased/sold during the year	(1,105,017.78)	14,712,128.33
Transfer from / (to) Income Equalisation Account	341,423.30	(7,747,975.76)
	9,502,155.99	10,265,750.47
Revenue Reserve		
Balance at the commencement of the year	14,767,784.00	5,749,907.63
Surplus/(Deficit) for the year	(7,895,468.26)	11,323,497.05
Less: Dividend/Income Distribution during the Year	—	(10,053,596.44)
Transfer from / (to) Income Equalisation Account	(341,423.30)	7,747,975.76
	6,530,892.44	14,767,784.00
	16,033,048.43	25,033,534.47
	16,033,048.43	25,033,534.47

	As at 31.03.2007	As at 31.03.2006
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities		
Sundry Creditors	1,856.76	4,913.81
Payable to Other schemes	—	22,817.18
Payable to TAMCO Ltd (Including Management Fee payable)	52,185.64	—
Tax deducted at source payable	6,159.00	6,912.00
Security Transaction Tax payable	142.00	26.00
Service Tax payable	225.60	499.80
Entry/Exit Load payable	8,172.92	—
Audit Fee payable	10,606.00	10,594.00
Custodian Fee payable	2,812.03	7,454.07
	82,159.95	53,216.86

	As at 31.03.2007	As at 31.03.2006
SCHEDULE 'D' : INVESTMENTS		
(Refer Note 1(b) of schedule J)		
Equity Shares	42,069,346.33	48,478,429.65
Debentures/Bonds (Listed/ Awaiting Listing)	—	2,013,708.80
Collateralised Borrowing & Lending Obligation (CBLO)	—	1,299,535.10
	42,069,346.33	51,791,673.55

	As at 31.03.2007	As at 31.03.2006
SCHEDULE 'E' : OTHER CURRENT ASSETS		
Balance with Banks in Current Accounts	1,577,339.16	644,080.93
Contract for sale of investment	118,096.82	614,929.32
Accrued Interest on debentures/bonds	—	109,123.22
Other Current Assets	5,750.00	22,495.00
Receivable from TAMCO Ltd (Net of Management Fee Payable)	—	868,750.66
	1,701,185.98	2,259,379.13

	For the year ended 31.03.2007	For the year ended 31.03.2006
SCHEDULE 'F' : INTEREST		
Debentures/Bonds	79,828.78	287,904.11
Collateralised Borrowing & Lending Obligation (CBLO)	110,350.00	4,203.45
	190,178.78	292,107.56

	For the year ended 31.03.2007	For the year ended 31.03.2006
SCHEDULE 'G' : MISCELLANEOUS INCOME		
Excess Dividend	—	200.00
	—	200.00

	For the year ended 31.03.2007	For the year ended 31.03.2006
SCHEDULE 'H' : MANAGEMENT, TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES		
Management Fee	661,895.32	556,827.36
Registrar Charges	81,747.78	77,518.92
Custodian Fee	34,885.48	47,559.31
Trusteeship Fee	110,200.00	110,200.00
Advertisement Expenses	2,891.40	100,077.20
Printing & Stationary	2,867.15	75,532.13
Postage & Courier charges	5,671.12	51,621.68
Legal & Professional Charges	2,296.02	22,097.45
Insurance	29,038.04	28,060.00
Sebi Annual Fees	1,200.00	4,175.00
Brokerage & Commission	1,648.64	388,309.85
Auditors Remuneration	11,236.00	11,224.00
Other Operating Expenses	3,025.71	792.10
Less: Expenses in excess of 2.5% recoverable from Taurus Asset Management Company Limited	—	456,945.54
	948,602.66	1,473,995.00
	948,602.66	1,017,049.46

Perspective Historical Per Unit Statistics
Amount in Rupees

	As at 31.3.2007	As at 31.3.2006	As at 31.3.2005
Per Unit Particulars			
A) Face Value	10.00	10.00	10.00
B) Net Asset Value, per unit	15.80	18.64	15.62
C) Gross Income			
i) Income other than Profit on sale of investment	0.34	0.24	0.58
ii) Income from Profit on inter scheme sale/ transfer of investments (net)	—	—	—
iii) Income from Profit on sale of investment to third party) (net)	(0.59)	1.92	3.01
iv) Net change in Unrealised gain/loss in value of investments	—	2.11	5.24
v) Transfer to Revenue Account from past years' reserve.	—	—	—
vi) Gross Income [Total of (i) to (v)]	(0.25)	4.27	8.83
D) Total Expenses			
i) Aggregate of Expenses, write off, amortisation and charges	0.34	0.36	0.46
ii) Net change in Unrealised gain/loss in value of investments	2.26	—	—
iii) Total Expenses [Total of (i) and (ii)]	2.60	0.36	0.46
E) Net Income [(C)-(D)]	(2.85)	3.91	8.37
F) Unrealised appreciation/(depreciation) in value of investments	(0.16)	2.00	(0.20)
G) (1) Trading Price/NAV			
i) Highest during the year	21.08	24.73	17.41
ii) Lowest during the year	12.47	14.93	8.05
(2) Price Earning Ratio	NA	NA	NA
H) Per unit ratio of expenses to average net assets by %	2.00%	2.50%	2.46%
I) Per unit ratio of gross income to average net assets by % (including net changes in unrealised gain/ loss in value of investments)	(14.63)%	30.39%	48.12%

AUDITORS' REPORT - TAURUS THE STARSHARE

To,
The Board of Directors
Taurus Investment Trust Company Limited

1) We have audited the attached Balance Sheet of Taurus Mutual Fund – Taurus the Starshare Scheme as at March 31, 2007 and the revenue account of the scheme for the year ended on that date annexed thereto both of which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2) We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

3) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit, **except in respect of items referred to in para 7 below.**

4) The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of Taurus Mutual Fund – Taurus the Starshare Scheme.

5) The accounts have been prepared in accordance with accounting policies approved by the Directors, which are principally in accordance with the Ninth Schedule to the SEBI (Mutual Funds) Regulations, 1996 and amendments thereto.

6) The methods used to value:
a) Thinly traded/non-traded securities in accordance with the guidelines for valuation of securities by SEBI,
b) Unlisted securities in accordance with the guidelines for valuation of investments in unlisted equity shares by SEBI,
as on 31st March 2007 as determined by the Taurus Asset Management Company Limited as per the policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.

7) **An account is pending reconciliation at the year end. (Refer Note No. 8 of Notes on Accounts) Impact, if any, of the above, on the financial statements is not presently ascertainable.**

8) In our opinion and to the best of our information and according to the explanations given to us and **subject to our comments in para 7 above**, the said accounts read together with the notes forming part of accounts thereon, give a true and fair view:
i) in the case of the Balance Sheet of the state of affairs of Taurus Mutual Fund - Taurus The Starshare Scheme as at March 31, 2007, and
ii) in the case of Revenue Account of the excess of income over expenditure of Taurus Mutual Fund - Taurus The Starshare Scheme for the year ended March 31, 2007.

for N.M. Raiji & Co.
Chartered Accountants

Place: New Delhi
Dated: 30th June 2007

S.N. Shivakumar
Partner

BALANCE SHEET OF TAURUS THE STARSHARE AS AT 31ST MARCH 2007

	Schedule	As at 31.03.2007 Amount (Rs.)	As at 31.03.2006 Amount (Rs.)
LIABILITIES			
Unit Capital	A	392,751,787.15	453,373,723.82
Reserves & Surplus	B	1,071,599,817.20	1,095,708,548.42
Loans		—	—
Current Liabilities and Provisions	C	2,786,467.84	5,043,939.75
		1,467,138,072.19	1,554,126,211.99
ASSETS			
Investments	D	1,435,284,015.27	1,525,310,883.94
Deposits	E	—	—
Other Current Assets	F	31,854,056.92	28,815,328.05
Fixed Assets		—	—
Deferred Revenue Expenditure		—	—
		1,467,138,072.19	1,554,126,211.99
Significant Accounting Policies & Notes to Accounts	J		

REVENUE ACCOUNT OF TAURUS THE STARSHARE FOR THE YEAR ENDED 31ST MARCH 2007

	Schedule	For the Year ended 31.03.2007 Amount (Rs.)	For the Year ended 31.03.2006 Amount (Rs.)
INCOME			
Dividend		15,187,756.85	14,636,446.10
Interest	G	4,399,717.59	2,756,826.67
Profit on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		295,662,689.15	136,190,525.62
Miscellaneous Income	H	3,212,694.19	5,115,067.40
Provisions no longer required written back		1,406,250.00	523,713.00
Net change in unrealised gain/ loss in value of Investments		—	589,998,458.19
		319,869,107.78	749,221,036.98
EXPENSES			
Management, Trusteeship Fees, Administrative & Other Operating expenses	I	37,325,935.47	21,942,582.00
Loss on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		—	—
Net change in unrealised gain/ loss in value of Investments		128,459,962.07	—
		165,785,897.54	21,942,582.00
Surplus/(Deficit) for the year		154,083,210.24	727,278,454.98
Opening Balance in Revenue Reserve Brought Forward		1,041,052,187.39	241,867,278.01
Transfer from / (to) Income Equalisation Account		(38,102,536.50)	71,906,454.40
Balance transferred to Revenue Reserve		1,157,032,861.13	1,041,052,187.39
Significant Accounting Policies & Notes to Accounts	J		

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

As per our attached report of even date

For N.M. Raiji & Co. For Taurus Investment Trust Company Limited

S.N. Shivakumar
Partner

K.N.Goyal
Director

G.N. Tandon
Director

For and on behalf of Taurus Asset Management Company Limited

J.P.Kundra
Director

M.G.Gupta
Director

Deepa Varshnei
Vice President
(Accounts)

R K Gupta
Fund Manager &
Managing Director

Place : New Delhi
Date : June 30, 2007

TAURUS MUTUAL FUND

SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF TAURUS THE STARSHARE

Amount in Rupees

	As at 31.03.2007	As at 31.03.2006		As at 31.03.2007	As at 31.03.2006
SCHEDULE 'A' : UNIT CAPITAL					
39,275,178.715 units (Previous Year)					
45,337,372.382 units	392,751,787.15	453,373,723.82			
of Rs.10/- each fully paid up	<u>392,751,787.15</u>	<u>453,373,723.82</u>			
SCHEDULE 'B' : RESERVES & SURPLUS					
Unit Premium Reserve					
Balance at the commencement of the year	54,656,361.03	232,770,268.51			
Discount / Premium on units repurchased/sold during the year	(178,191,941.46)	(106,207,453.08)			
Transfer from / (to) Income					
Equalisation Account	<u>38,102,536.50</u>	<u>(71,906,454.40)</u>			
	<u>(85,433,043.93)</u>	54,656,361.03			
Revenue Reserve					
Balance at the commencement of the year	1,041,052,187.39	241,867,278.01			
Surplus for the year	154,083,210.24	727,278,454.98			
Transfer from / (to) Income					
Equalisation Account	<u>(38,102,536.50)</u>	<u>71,906,454.40</u>			
	<u>1,157,032,861.13</u>	<u>1,071,599,817.20</u>	1,041,052,187.39	1,095,708,548.42	
	<u>1,071,599,817.20</u>	<u>1,095,708,548.42</u>			
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS					
Current Liabilities					
Sundry Creditors	802,952.54	937,855.63			
Contract for Purchase of Investments	—	1,777,201.00			
Excess Dividend Received	—	365,632.55			
Payable to TAMCO Ltd (Including Management Fees payable)	1,303,765.82	1,266,249.08			
Tax deducted at source payable	185,204.00	165,262.00			
Securities Transaction Tax payable	192,926.01	122,364.00			
Service Tax payable	65,051.57	37,349.38			
Audit Fees payable	159,085.00	158,915.00			
Custodian Fee payable	77,482.90	213,111.11	5,043,939.75	5,043,939.75	
	<u>2,786,467.84</u>	<u>2,786,467.84</u>			
SCHEDULE 'D' : INVESTMENTS					
(Refer Note 1(b) of schedule J)					
Equity Shares	1,385,702,761.77	1,483,558,271.05			
Debentures/Bonds (Privately Placed)	—	5,021,628.50			
Debentures (Listed / Awaiting listing)	10,542,111.50	13,337,418.50			
Government Securities	11,169,650.00	11,697,750.00			
Collateralised Borrowing & Lending Obligation (CBLO)	<u>27,869,492.00</u>	<u>11,695,815.89</u>			
	<u>1,435,284,015.27</u>	<u>1,525,310,883.94</u>			
SCHEDULE 'E' : DEPOSITS					
Deposits with Scheduled Banks	—	—			
	<u>—</u>	<u>—</u>			
SCHEDULE 'F' : OTHER CURRENT ASSETS					
Balance with Banks in Current Accounts	12,354,379.91	14,791,913.71			
Contract for sale of investment	10,760,033.16	11,714,025.14			
Dividend Receivable	1,003,938.00	144,795.00			
Accrued Interest on Debentures/ Government Securities	13,106,529.73	13,501,431.10			
Less: Provision for doubtful Interest	<u>(12,415,938.48)</u>	<u>(12,415,938.48)</u>	1,085,492.62	1,085,492.62	
Accrued interest on CBLO Margin Money	43,472.00	2,038.33			
Debenture Redemption Receivable	94,853,143.00	96,259,393.00			
Less: Provision for doubtful receivables	<u>(94,853,143.00)</u>	<u>(96,259,393.00)</u>	—	—	
Amount due from brokers, schemes and others	509,122.95	264,543.60			
Margin Money for Derivative / CBLO Trading	6,492,519.65	812,519.65			
	<u>31,854,056.92</u>	<u>28,815,328.05</u>			

	For the year ended 31.03.2007	For the year ended 31.03.2006		For the year ended 31.03.2007	For the year ended 31.03.2006
SCHEDULE 'G' : INTEREST ON					
Debentures/Bonds/Government Securities	2,196,650.81	2,643,607.26			
Deposits with Scheduled Banks	313,376.01	—			
Collateralised Borrowing & Lending Obligation (CBLO)	1,889,690.77	113,219.41	2,756,826.67	2,756,826.67	
	<u>4,399,717.59</u>	<u>2,756,826.67</u>			
SCHEDULE 'H' : MISCELLANEOUS INCOME					
Other Income (Refer Note 14 of Schedule J)	3,212,694.19	5,115,067.40			
	<u>3,212,694.19</u>	<u>5,115,067.40</u>			
SCHEDULE 'I' : MANAGEMENT , TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES					
Management Fee	20,058,944.82	15,723,831.92			
Registrar Charges	2,467,868.37	1,668,094.94			
Custodian Fee	1,146,219.44	1,005,278.88			
Trusteeship Fee	110,200.00	110,200.00			
Advertisement Expenses	412,596.98	191,556.07			
Printing & Stationary	402,622.80	677,907.32			
Postage & Courier Charges	547,127.37	592,158.66			
Legal & Professional Charges	595,675.34	872,002.38			
Insurance A/c	336,360.54	390,460.00			
Sebi Annual Fees	176,025.00	139,450.00			
Brokerage & Commission	9,010,749.84	401,683.40			
Auditors Remuneration	168,540.00	168,360.00			
Other Operating Expenses (Refer Note 8 of Schedule J)	1,893,004.97	1,598.43	21,942,582.00	21,942,582.00	
	<u>37,325,935.47</u>	<u>1,598.43</u>	<u>21,942,582.00</u>	<u>21,942,582.00</u>	

Perspective Historical Per Unit Statistics

Amount in Rupees

	As At 31.3.2007	As At 31.3.2006	As At 31.3.2005
Per Unit Particulars			
A) Face Value	10.00	10.00	10.00
B) Net Asset Value, per unit	37.28	34.17	18.86
C) Gross Income			
i) Income other than Profit on sale of investment	0.62	0.51	0.35
ii) Income from Profit on inter scheme sale/transfer of investments (net)	—	—	—
iii) Income from Profit on sale of investment to third party (net)	7.53	3.00	1.79
iv) Net change in Unrealised gain/loss in value of investments	—	13.01	6.90
v) Transfer to Revenue Account from past years' reserve.	—	—	—
vi) Gross Income [Total of (i) to (v)]	8.14	16.52	9.04
D) Total Expenses			
i) Aggregate of Expenses, write off, amortisation and charges in value of investments	0.95	0.48	0.28
ii) Net change in Unrealised gain/loss in value of investments	—	—	—
iii) Total Expenses [Total of (i) and (ii)]	0.95	0.48	0.28
E) Net Income [(C)-(D)]	7.20	16.04	8.76
F) Unrealised appreciation/(depreciation) in value of investments			
G) (1) Trading Price/NAV			
i) Highest during the year	43.68	34.17	20.77
ii) Lowest during the year	23.56	17.92	9.20
(2) Price Earning Ratio	NA	NA	NA
H) Per unit ratio of expenses to average net assets by %	2.40%	1.84%	1.86%
I) Per unit ratio of gross income to average net assets by %	12.29%	62.82%	59.26%
(including net changes in unrealised gain/loss in value of investments)			

AUDITORS' REPORT - DISCOVERY STOCK FUND

To, The Board of Directors

Taurus Investment Trust Company Limited

- 1) We have audited the attached Balance Sheet of Taurus Mutual Fund – Discovery Stock Fund Scheme as at March 31, 2007 and the revenue account of the scheme for the year ended on that date annexed thereto both of which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2) We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit, **except in respect of items referred to in para 7 below.**
- 4) The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of Taurus Mutual Fund – Discovery Stock Fund Scheme.
- 5) The accounts have been prepared in accordance with accounting policies approved by the Directors, which are principally in accordance with the Ninth Schedule to the SEBI (Mutual Funds) Regulations, 1996 and amendments thereto.

6) The methods used to value:

- a) Thinly traded/non-traded securities in accordance with the guidelines for valuation of securities by SEBI,
- b) Unlisted securities in accordance with the guidelines for valuation of investments in unlisted equity shares by SEBI, as on 31st March 2007 as determined by the Taurus Asset Management Company Limited as per the policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.

7) **An account is pending reconciliation at the year-end. (Refer Note No. 8 of Notes on Accounts) Impact, if any, of the above, on the financial statements is not presently ascertainable.**

8) In our opinion and to the best of our information and according to the explanations given to us and **subject to our comments in para 7 above**, the said accounts read together with the notes forming part of the accounts thereon, give a true and fair view:

- i. in the case of the Balance Sheet of the state of affairs of Taurus Mutual Fund - Discovery Stock Fund Scheme as at March 31, 2007, and
- ii. in the case of Revenue Account of the excess of expenditure over income of Taurus Mutual Fund - Discovery Stock Fund Scheme for the year ended March 31, 2007.

for N.M. Rajji & Co.
Chartered Accountants
S.N. Shivakumar
Partner

Place : New Delhi
Dated : June 30, 2007

BALANCE SHEET OF DISCOVERY STOCK FUND AS AT 31ST MARCH, 2007

	Schedule	As at 31.03.2007 Amount (Rs.)	As at 31.03.2006 Amount (Rs.)
Liabilities			
Unit Capital	A	147,211,333.59	164,483,237.89
Reserves & Surplus	B	66,337,194.98	90,696,263.59
Loans		—	—
Current Liabilities and Provisions	C	1,339,397.79	1,299,199.97
		214,887,926.36	256,478,701.45
Assets			
Investments	D	206,698,246.03	250,378,384.98
Deposits	E	—	—
Other Current Assets	F	8,189,680.33	6,100,316.47
Fixed Assets		—	—
Deferred Revenue Expenditure		—	—
		214,887,926.36	256,478,701.45
Significant Accounting Policies & Notes to Accounts	J		

REVENUE ACCOUNT OF DISCOVERY STOCK FUND FOR THE YEAR ENDED 31ST MARCH 2007

	Schedule	For the Year ended 31.03.2007 Amount (Rs.)	For the Year ended 31.03.2006 Amount (Rs.)
INCOME			
Dividend		2,764,879.50	3,216,938.40
Interest	G	1,018,159.25	426,849.00
Profit on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		40,679,739.18	55,774,246.77
Miscellaneous Income	H	—	570.00
Provision no longer required written back		—	140,141.00
Net change in unrealised gain/ loss in value of Investments		—	67,515,736.04
		44,462,777.93	127,074,481.21
EXPENSES			
Management, Trusteeship Fees, Administrative & Other Operating Expenses	I	5,596,654.62	6,553,294.54
Loss on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		—	—
Net change in unrealised gain/ loss in value of Investments		46,110,832.81	—
		51,707,487.43	6,553,294.54
Surplus / (Deficit) for the year		(7,244,709.50)	120,521,186.67
Opening Balance in Revenue Reserve Brought Forward		12,471,480.87	(189,969,358.24)
Transfer from / (to) Income Equalisation Account		7,712,645.04	81,919,652.44
Balance Transferred to Revenue Reserve		12,939,416.41	12,471,480.87
Significant Accounting Policies & Notes to Accounts	J		

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

As per our attached report of even date

For N.M. Rajji & Co.
Chartered Accountants

For Taurus Investment Trust Company Limited

For and on behalf of Taurus Asset Management Company Limited

S.N. Shivakumar
Partner

K.N.Goyal
Director

G.N. Tandon
Director

J.P.Kundra
Director

M.G.Gupta
Director

Deepa Varshnei
Vice President
(Accounts)

R K Gupta
Fund Manager &
Managing Director

Place : New Delhi
Date : June 30, 2007

TAURUS MUTUAL FUND
SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF DISCOVERY STOCK FUND
Amount in Rupees

	As at 31.03.2007	As at 31.03.2006	
SCHEDULE 'A' : UNIT CAPITAL			
14,721,133.359 units (previous year 16448323.789 units) of Rs.10/- each fully paid up	147,211,333.59	164,483,237.89	
	<u>147,211,333.59</u>	<u>164,483,237.89</u>	
SCHEDULE 'B' : RESERVES & SURPLUS			
Unit Premium Reserve			
Balance at the commencement of the year	78,224,782.72	179,075,344.76	
Discount / Premium on units	—	—	
Repurchased/Sold during the year	(17,114,359.11)	(18,930,909.60)	
Transfer from / (to) Income	—	—	
Equalisation Account	(7,712,645.04)	(81,919,652.44)	
	<u>53,397,778.57</u>	<u>78,224,782.72</u>	
Revenue Reserve			
Balance at the commencement of the year	12,471,480.87	(189,969,358.24)	
Surplus / (Deficit) for the year	(7,244,709.50)	120,521,186.67	
Transfer from / (to) Income	—	—	
Equalisation Account	7,712,645.04	81,919,652.44	
	<u>12,939,416.41</u>	<u>12,471,480.87</u>	
	<u>66,337,194.98</u>	<u>90,696,263.59</u>	
	<u>66,337,194.98</u>	<u>90,696,263.59</u>	
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities			
Sundry Creditors	462,789.15	105,892.11	
Payable to schemes and others (net)	—	109,684.12	
Excess Dividend Received	—	7,601.00	
Payable to TAMCO Ltd (Net of Management Fees Payable)	169,712.57	680,056.85	
Tax deducted at source Payable	38,965.00	42,501.00	
Securities Transaction Tax Payable	333,294.00	40,645.00	
Service Tax Payable	44,368.90	—	
Audit Fee Payable	132,570.00	132,429.00	
Custodian Fee Payable	14,050.17	36,742.89	
Unit Redemption Payable	143,648.00	143,648.00	
	<u>1,339,397.79</u>	<u>1,299,199.97</u>	
	<u>1,339,397.79</u>	<u>1,299,199.97</u>	
SCHEDULE 'D' : INVESTMENTS			
(Refer Note 1(b) of schedule J)			
Equity Shares	194,322,680.03	245,392,832.48	
Debentures/Bonds (Privately Placed)	—	2,507,377.50	
Debentures/Bonds (Listed/ Awaiting Listing)	—	—	
Government Securities	2,386,500.00	2,478,175.00	
Collateralised Borrowing & Lending Obligation (CBLO)	9,989,066.00	—	
	<u>206,698,246.03</u>	<u>250,378,384.98</u>	
SCHEDULE 'E' : DEPOSITS			
Deposits with Scheduled Banks	—	—	
	<u>—</u>	<u>—</u>	
SCHEDULE 'F' : OTHER CURRENT ASSETS			
Balance with Banks in	—	—	
Current Accounts	4,279,652.04	1,751,783.02	
Contract for sale of investment	3,701,682.46	4,202,129.40	
Accrued Interest	2,834,219.00	2,963,527.22	
Less: Provision for doubtful Interest	(2,817,123.17)	(2,817,123.17)	
Debt Redemption Receivable	15,000,000.00	15,000,000.00	
Less: Provision for doubtful receivables	(15,000,000.00)	(15,000,000.00)	
Dividend Receivable	176,250.00	—	
Amount due from schemes and others	15,000.00	—	
	<u>8,189,680.33</u>	<u>6,100,316.47</u>	

	For the year ended 31.03.2007	For the year ended 31.03.2006	
SCHEDULE 'G' : INTEREST			
Debentures/Bonds/ Government Securities	289,691.78	419,000.00	
Deposits with Scheduled Banks	137,948.47	—	
Collateralised Borrowing & Lending Obligation (CBLO)	590,519.00	7,849.00	
	<u>1,018,159.25</u>	<u>426,849.00</u>	
	<u>1,018,159.25</u>	<u>426,849.00</u>	
SCHEDULE 'H' : MISCELLANEOUS INCOME			
Excess Dividend	—	570.00	
	<u>—</u>	<u>570.00</u>	
SCHEDULE 'I' : MANAGEMENT, TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES			
Management Fees	3,010,317.32	3,486,641.88	
Registrar Charges	882,603.08	780,340.76	
Custodian Fees	176,195.50	235,019.36	
Trusteeship Fees	110,200.00	110,200.00	
Advertisement Expenses	134,439.84	207,663.45	
Printing & Stationary	131,356.91	293,253.44	
Postage & Courier Charges	178,717.47	288,893.33	
Legal & Professional Fees	102,948.05	128,595.48	
Insurance	109,349.42	168,770.00	
Brokerage & Commission	586,824.36	231,965.07	
Sebi Annual Fees	57,225.00	60,275.00	
Auditors Remuneration	140,450.00	140,300.00	
Other Operating Expenses	15,114.71	421,376.77	
Less : Expenditure in excess of 2.5% limit, borne by Taurus Asset Management Co. Ltd.	—	—	
	<u>39,087.04</u>	<u>—</u>	
	<u>5,596,654.62</u>	<u>6,553,294.54</u>	

Perspective Historical Per Unit Statistics
Amount in Rupees

	As at 31.3.2007	As at 31.3.2006	As at 31.3.2005
Per Unit Particulars			
A) Face Value	10.00	10.00	10.00
B) Net Asset Value, per unit	14.50	15.52	9.53
C) Gross Income			
i) Income other than Profit on sale of investment	0.26	0.24	0.15
ii) Income from Profit on inter scheme sale/ transfer of investments (net)	—	—	—
iii) Income from Profit on sale of investment to third party (net)	2.76	3.39	1.20
iv) Net change in Unrealised gain/loss in value of investments	—	4.10	3.26
v) Transfer to Revenue Account from past years' reserve.	—	—	—
vi) Gross Income [Total of (i) to (v)]	3.02	7.73	4.61
D) Total Expenses			
i) Aggregate of Expenses, write off, amortisation and charges	0.38	0.40	0.21
ii) Net change in Unrealised gain/loss in value of investments	3.13	—	—
iii) Total Expenses [Total of (i) and (ii)]	3.51	0.40	0.21
E) Net Income [(C)-(D)]	(0.49)	7.33	4.40
F) Unrealised appreciation/(depreciation) in value of investments	3.99	6.38	1.61
G) (1) Trading Price/NAV			
i) Highest during the year	17.37	15.52	10.49
ii) Lowest during the year	9.38	9.20	4.77
(2) Price Earning Ratio	NA	NA	NA
H) Per unit ratio of expenses to average net assets by %	2.50%	2.50%	2.50%
I) Per unit ratio of gross income to average net assets by % (including net changes in unrealised gain/ loss in value of investments)	(0.74)%	48.48%	55.75%

AUDITORS' REPORT - LIBRA GILT FUND

To The Board of Directors

Taurus Investment Trust Company Limited

- 1) We have audited the attached Balance Sheet of Taurus Mutual Fund – Libra Gilt Fund Scheme as at March 31, 2007 and the revenue account of the scheme for the year ended on that date annexed thereto both of which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2) We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- 4) The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of Taurus Mutual Fund – Libra Gilt Fund Scheme.

- 5) The accounts have been prepared in accordance with accounting policies approved by the Directors, which are principally in accordance with the Ninth Schedule to the SEBI (Mutual Funds) Regulations, 1996 and amendments thereto.
- 6) The methods used to value thinly traded/non-traded securities as on 31st March 2007 in accordance with the guidelines for valuation of securities by SEBI as determined by the Taurus Asset Management Company Limited as per the policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.
- 7) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes forming part of accounts thereon, give a true and fair view:
 - i) in the case of the Balance Sheet of the state of affairs of Taurus Mutual Fund - Libra Gilt Fund Scheme as at March 31, 2007, and
 - ii) in the case of Revenue Account of the excess of income over expenditure of Taurus Mutual Fund - Libra Gilt Fund Scheme for the year ended March 31, 2007.

for N.M. Rajji & Co.
Chartered Accountants

Place: New Delhi
Dated: 30th June 2007

S.N. Shivakumar
Partner

BALANCE SHEET OF LIBRA GILT FUND AS AT 31ST MARCH 2007

	Schedule	As at 31.03.2007 Amount (Rs.)	As at 31.03.2006 Amount (Rs.)
LIABILITIES			
Unit Capital	A	14,201,899.74	112,031.16
Reserves & Surplus	B	4,077,088.48	27,292.02
Loans		—	—
Current Liabilities and Provisions	C	506,027.43	342,985.20
		18,785,015.65	482,308.38
ASSETS			
Investments	D	18,379,880.00	99,964.24
Deposits	E	—	—
Other Current Assets	F	405,135.65	382,344.14
Fixed Assets		—	—
Deferred Revenue Expenditure		—	—
		18,785,015.65	482,308.38
Significant Accounting Policies and notes to Accounts	J		

REVENUE ACCOUNT OF LIBRA GILT FUND FOR THE YEAR ENDED 31ST MARCH 2007

	Schedule	For the Year ended 31.03.2007 Amount (Rs.)	For the Year ended 31.03.2006 Amount (Rs.)
INCOME			
Interest	G	265,734.00	268.88
Profit on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		—	—
Miscellaneous Income		11.00	—
		265,745.00	268.88
EXPENSES			
Management, Trusteeship Fees, Administrative & Other Operating expenses	H	70,211.24	36,637.25
		70,211.24	36,637.25
Surplus/(Deficit) for the year		195,533.76	(36,368.37)
Opening Balance in revenue reserve brought forward		17,570.63	297,159,098.99
Transfer from / (to) Income Equalisation Account		2,840,433.94	(297,105,159.99)
Funds available for appropriation		3,053,538.33	17,570.63
Significant Accounting Policies & Notes to Accounts	J		

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

As per our attached report of even date

For N.M. Rajji & Co.
Chartered Accountants

For Taurus Investment Trust Company Limited

For and on behalf of Taurus Asset Management Company Limited

S.N. Shivakumar
Partner

K.N.Goyal
Director

G.N. Tandon
Director

J.P.Kundra
Director

M.G.Gupta
Director

Deepa Varshnei
Vice President
(Accounts)

Kumar Nathani
Fund Manager

Place : New Delhi
Date : June 30, 2007

TAURUS MUTUAL FUND



SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF LIBRA GILT FUND

Amount in Rupees

	As at 31.03.2007	As at 31.03.2006
SCHEDULE 'A' : UNIT CAPITAL		
(I) Libra Gilt Fund- Dividend Plan 4,778,431 units (Previous Year 3853.796 units) of Rs. 10 each fully paid up	47,784.31	38,537.96
(II) Libra Gilt Fund - Growth Plan 1,415,411.543 units (Previous Year 7,349,320 units) of Rs. 10 each fully paid up	14,154,115.43	73,493.20
	14,201,899.74	112,031.16
	<u>14,201,899.74</u>	<u>112,031.16</u>
SCHEDULE 'B' : RESERVES & SURPLUS		
Unit Premium Reserve		
Balance at the commencement of the year	9,721.39	(296,439,870.30)
Discount / Premium on units repurchased/sold during the year	3,854,262.70	(655,568.30)
Transfer from / (to) Income Equalisation Account	(2,840,433.94)	297,105,159.99
	1,023,550.15	9,721.39
Revenue Reserve		
Balance at the commencement of the year	17,570.63	297,159,098.99
Surplus/ (Deficit) for the year	195,533.76	(36,368.37)
Transfer from / (to) Income Equalisation Account	2,840,433.94	(297,105,159.99)
	3,053,538.33	17,570.63
	<u>4,077,088.48</u>	<u>27,292.02</u>
	<u>4,077,088.48</u>	<u>27,292.02</u>
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities		
Sundry Creditors	—	63.04
Payable to TAMCO Ltd (Including Management Fee payable)	27,108.27	284.40
Tax Deducted payable	2,823.00	87.00
Entry/Exit Load payable	475,035.56	341,491.76
Audit fee payable	1,060.60	1,059.00
	<u>506,027.43</u>	<u>342,985.20</u>
SCHEDULE 'D' : INVESTMENTS		
Debentures/Bonds (Listed/ Awaiting Listing)	—	—
Government Securities	—	—
Collateralised Borrowing & Lending Obligation (CBLO)	18,379,880.00	99,964.24
	<u>18,379,880.00</u>	<u>99,964.24</u>
SCHEDULE 'E' : DEPOSITS		
Deposits with Scheduled Banks	—	—
	<u>—</u>	<u>—</u>
SCHEDULE 'F' : OTHER CURRENT ASSETS		
Balance with Banks in Current Accounts	405,135.65	382,344.14
	<u>405,135.65</u>	<u>382,344.14</u>

	For the year ended 31.03.2007	For the year ended 31.03.2006
SCHEDULE 'G' : INTEREST		
Collateralised Borrowing & Lending Obligation (CBLO)	265,734.00	268.88
	<u>265,734.00</u>	<u>268.88</u>
SCHEDULE 'H' : MANAGEMENT, TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES		
Management Fee	47,099.56	22,205.59
Registrar Charges	18,833.39	3,130.64
Advertisement Expenses	90.43	801.51
Legal & Professional Charges	113.46	542.79
Printing & Stationary	101.74	2,918.77
Insurance	47.77	1,820.00
Postage and Courier	155.77	3,064.89
Auditors Remuneration	1,123.60	1,122.00
Sebi Annual Fees	25.00	650.00
Other Operating Expense	2,620.52	381.06
	<u>70,211.24</u>	<u>36,637.25</u>
	<u>70,211.24</u>	<u>36,637.25</u>

Perspective Historical Per Unit Statistics

Amount in Rupees

	As at 31.3.2007	As at 31.3.2006	As at 31.3.2005
Per Unit Particulars			
A) Face Value	10.00	10.00	10.00
B) Net Asset Value, per unit - Growth Option	12.87	12.55	12.95
- Dividend Option	12.55	12.23	12.62
C) Gross Income			
i) Income other than Profit on sale of investment	0.19	0.02	0.27
ii) Income from Profit on inter scheme sale/transfer of investments (net)	—	—	—
iii) Income from Profit on sale of investment to third party) (net)	—	—	0.42
iv) Net change in Unrealised gain/loss in value of investments	—	—	—
v) Transfer to Revenue Account from past years' reserve.	—	—	—
vi) Gross Income [Total of (i) to (v)]	0.19	0.02	0.69
D) Total Expenses			
i) Aggregate of Expenses, write off, amortisation and charges	0.05	3.27	0.43
ii) Net change in Unrealised gain/loss in value of investments	—	—	0.05
iii) Total Expenses [Total of (i) and (ii)]	0.05	3.27	0.48
E) Net Income [(C)-(D)]	0.14	(3.25)	0.21
F) Unrealised appreciation/(depreciation) in value of investments	—	—	—
G) (1) Trading Price/NAV			
i) Highest during the year - Growth Option	12.87	12.94	13.11
- Dividend Option	12.55	12.62	12.78
ii) Lowest during the year - Growth Option	12.55	12.54	12.70
- Dividend Option	12.23	12.23	12.36
(2) Price Earning Ratio	NA	NA	NA
H) Per unit ratio of expenses to average net assets by %	1.43%	1.81%	2.25%
I) Per unit ratio of gross income to average net assets by %	5.42%	0.01%	3.60%
(including net changes in unrealised gain/ loss in value of investments)			

AUDITORS' REPORT-LIBRA BOND FUND

To the Board of Directors
Taurus Investment Trust Company Limited

- 1) We have audited the attached Balance Sheet of Taurus Mutual Fund – Libra Bond Fund Scheme as at March 31, 2007 and the revenue account of the scheme for the year ended on that date annexed thereto both of which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2) We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- 4) The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of Taurus Mutual Fund – Libra Bond Fund Scheme.

- 5) The accounts have been prepared in accordance with accounting policies approved by the Directors, which are principally in accordance with the Ninth Schedule to the SEBI (Mutual Funds) Regulations, 1996 and amendments thereto.
- 6) The methods used to value thinly traded/non-traded securities as on 31st March 2007 in accordance with the guidelines for valuation of securities by SEBI as determined by the Taurus Asset Management Company Limited as per the policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.
- 7) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes forming part of the accounts thereon, give a true and fair view:
 - i) in the case of the Balance Sheet of the state of affairs of Taurus Mutual Fund - Libra Bond Fund Scheme as at March 31, 2007, and
 - ii) in the case of Revenue Account of the excess of income over expenditure of Taurus Mutual Fund - Libra Bond Fund Scheme for the year ended March 31, 2007.

for N.M. Rajji & Co.
Chartered Accountants
S.N. Shivakumar
Partner

Place: New Delhi
Dated: 30th June 2007

BALANCE SHEET OF LIBRA BOND FUND AS AT 31ST MARCH 2007

	Schedule	As at 31.03.2007 Amount (Rs.)	As at 31.03.2006 Amount (Rs.)
LIABILITIES			
Unit Capital	A	14,635,643.51	1,994,613.77
Reserves & Surplus	B	6,179,976.87	622,788.75
Loans		—	—
Current Liabilities and Provisions	C	862,208.41	1,262,163.13
		21,677,828.79	3,879,565.65
ASSETS			
Investments	D	19,480,264.00	1,812,388.91
Deposits	E	—	—
Other Current Assets	F	2,197,564.79	2,067,176.74
Fixed Assets		—	—
Deferred Revenue Expenditure		—	—
		21,677,828.79	3,879,565.65
Significant Accounting Policies and Notes to Accounts	J		

REVENUE ACCOUNT OF LIBRA BOND FUND FOR THE YEAR ENDED 31ST MARCH 2007

	Schedule	For the Year ended 31.03.2007 Amount (Rs.)	For the Year ended 31.03.2006 Amount (Rs.)
INCOME			
Interest	G	2,545,032.25	123,637.59
Profit on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		15,887.00	299.99
Miscellaneous Income		—	525.01
		2,560,919.25	124,462.59
EXPENSES			
Management, Trusteeship Fees, Administrative & Other Operating expenses	H	434,262.58	233,096.50
Loss on sale/ redemption of investments (Net)		—	—
- inter-scheme		—	—
- others		—	—
Net change in unrealised gain/ loss in value of Investments		12,181.00	50,848.00
		446,443.58	283,944.50
Surplus / (Deficit) for the year		2,114,475.67	(159,481.91)
Opening Balance in revenue reserve brought forward		323,481.08	146,339,855.89
Transfer from / (to) Income Equalisation Account		1,160,653.31	(145,856,892.90)
Funds available for appropriation		3,598,610.06	323,481.08
Significant Accounting Policies and Notes to Accounts	J		

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

As per our attached report of even date

For N.M. Rajji & Co.
Chartered Accountants

For Taurus Investment Trust Company Limited

For and on behalf of Taurus Asset Management Company Limited

S.N. Shivakumar
Partner

K.N.Goyal
Director

G.N. Tandon
Director

J.P.Kundra
Director

M.G.Gupta
Director

Deepa Varshnei
Vice President
(Accounts)

Kumar Nathani
Fund Manager

Place : New Delhi
Date : June 30, 2007

TAURUS MUTUAL FUND

SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF LIBRA BOND FUND

Amount in Rupees

	As at 31.03.2007	As at 31.03.2006		As at 31.03.2007	As at 31.03.2006
SCHEDULE 'A' : UNIT CAPITAL					
(I) Libra Bond Fund- Dividend Plan					
46,278.074 units (Previous Year 60302.054 units)	462,780.74	603,020.54			
of Rs. 10 each fully paid up					
(II) Libra Bond Fund - Growth Plan					
1,417,286.277 units (Previous Year 139159.323 units)	14,172,862.77	1,391,593.23		1,994,613.77	
of Rs. 10 each fully paid up					
	<u>14,635,643.51</u>	<u>1,994,613.77</u>			
SCHEDULE 'B' : RESERVES & SURPLUS					
Unit Premium Reserve					
Balance at the commencement of the year	299,307.67	(144,672,875.39)			
Discount / Premium on units repurchased/sold during the year	3,442,712.45	(884,709.84)			
Transfer from / (to) Income Equalisation Account	(1,160,653.31)	145,856,892.90			
	<u>2,581,366.81</u>	<u>299,307.67</u>			
Revenue Reserve					
Balance at the commencement of the year	323,481.08	146,339,855.89			
Surplus/ (Deficit) for the year	2,114,475.67	(159,481.91)			
Transfer from / (to) Income Equalisation Account	1,160,653.31	(145,856,892.90)			
	<u>3,598,610.06</u>	<u>6,179,976.87</u>	323,481.08	622,788.75	622,788.75
					<u>6,179,976.87</u>
SCHEDULE 'C' : CURRENT LIABILITIES & PROVISIONS					
Current Liabilities					
Sundry Creditors	6,500.00	5,340.28			
Payable to TAMCO Ltd (Including Management Fee payable)	12,036.65	2,731.02			
Tax deducted payable	3,107.00	1,074.00			
Service Tax Payable	—	34.72			
Entry/Exit Load payable	829,930.69	1,242,333.05			
Audit charges payable	10,606.00	10,594.00			
Custodian Charges payable	28.07	56.06			
	<u>862,208.41</u>	<u>1,262,163.13</u>			
SCHEDULE 'D' : INVESTMENTS					
(Refer Note 1(b) of schedule J)					
Debentures/Bonds(Listed Awaiting Listing)	—	—			
Debentures/Bonds (Privately Placed)	1,000,494.00	1,012,675.00			
Collateralised Borrowing & Lending Obligation (CBLO)	18,479,770.00	799,713.91			
	<u>19,480,264.00</u>	<u>1,812,388.91</u>			
SCHEDULE 'E' : DEPOSITS					
Deposits with Scheduled Banks	—	—			
	<u>—</u>	<u>—</u>			
SCHEDULE 'F' : OTHER CURRENT ASSETS					
Balance with Banks in Current Accounts	1,976,494.24	1,847,671.64			
Accrued Interest on Debentures/Government Securities	95,095.89	95,095.89			
Amount due from brokers, schemes and others	125,974.66	124,409.21			
	<u>2,197,564.79</u>	<u>2,067,176.74</u>			

	For the year ended 31.03.2007	For the year ended 31.03.2006		For the year ended 31.03.2007	For the year ended 31.03.2006
SCHEDULE 'G' : INTEREST					
Debentures/Bonds/Government Securities	97,767.00	114,659.54			
Deposits with Scheduled Banks	74,033.25	—			
Certificate of Deposit	1,391,913.00	—			
Collateralised Borrowing & Lending Obligation (CBLO)	981,319.00	8,978.05		123,637.59	
	<u>2,545,032.25</u>	<u>123,637.59</u>			
				<u>2,545,032.25</u>	<u>123,637.59</u>
SCHEDULE 'H' : MANAGEMENT , TRUSTEESHIP ,ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES					
Management Fee	291,724.29	159,033.29			
Registrar Charges	81,150.00	24,691.91			
Trusteeship fees	—	6,182.00			
Custodian Charges	26,175.30	3,183.06			
Advertisement Expenses	272.78	1,744.23			
Legal & Professional Charges	238.34	4,020.69			
Printing & Stationary	254.77	10,280.57			
Insurance	238.86	3,640.00			
Auditors Remuneration	11,236.00	11,224.00			
Sebi Annual Fees	125.00	1,300.00			
Other Operating Expenses	22,847.24	7,796.75		233,096.50	
	<u>434,262.58</u>	<u>233,096.50</u>			
				<u>434,262.58</u>	<u>233,096.50</u>

Perspective Historical Per Unit Statistics

Amount in Rupees

	As at 31.3.2007	As at 31.3.2006	As at 31.3.2005
Per Unit Particulars			
A) Face Value	10.00	10.00	10.00
B) Net Asset Value, per unit - Growth Option	14.23	13.23	13.40
- Dividend Option	13.85	12.87	13.03
C) Gross Income			
i) Income other than Profit on sale of investment	1.74	0.62	1.72
ii) Income from Profit on inter scheme sale/transfer of investments (net)	—	—	—
iii) Income from Profit on sale of investment to third party) (net)	0.01	—	(0.51)
iv) Net change in Unrealised gain/loss in value of investments	—	—	—
v) Transfer to Revenue Account from past years' reserve.	—	—	—
vi) Gross Income [Total of (i) to (v)]	1.75	0.62	1.21
D) Total Expenses			
i) Aggregate of Expenses, write off, amortisation and charges	0.30	1.16	1.06
ii) Net change in Unrealised gain/loss in value of investments	—	0.26	0.24
iii) Total Expenses [Total of (i) and (ii)]	0.31	1.42	1.30
E) Net Income [(C)-(D)]	1.44	(0.80)	(0.09)
F) Unrealised appreciation/(depreciation) in value of investments	—	0.06	0.13
G) (1) Trading Price/NAV			
i) Highest during the year - Growth Option	14.23	13.38	13.44
- Dividend Option	13.85	13.02	13.07
ii) Lowest during the year - Growth Option	13.25	13.24	11.98
- Dividend Option	10.50	12.87	11.66
(2) Price Earning Ratio	NA	NA	NA
H) Per unit ratio of expenses to average net assets by %	1.13%	1.46%	1.52%
I) Per unit ratio of gross income to average net assets by % (including net changes in unrealised gain/ loss in value of investments)	6.61%	0.46%	1.73%

AUDITORS' REPORT-TAURUS LIQUID FUND

To the Board of Trustees

Taurus Investment Trust Company Limited

1. We have audited the attached Balance Sheet of Taurus Mutual Fund –Taurus Liquid Fund as at 31st March 2007 and the Revenue Account for the period ended 31st March 2007 annexed thereto. These financial statements are the responsibility of the Board of Trustees of Taurus Mutual Fund and management of Taurus Asset Management Company Ltd (the "management"). Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit. The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of the Scheme.

2. In our opinion and to the best of our information and according to the explanations given to us;

i. The Balance Sheet and the Revenue Account together with the notes thereon give the information

required by the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable and give respectively a true and fair view of the state of affairs of Taurus Mutual Fund-Taurus Liquid Fund as on 31st March 2007 and its net Surplus for the period ended on that date.

ii. The Balance Sheet as on 31st March 2007 and the Revenue Account for the period ended on that date, together with the notes thereon, have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable.

iii. The methods used to value Thinly traded/non traded securities in accordance with the guidelines for valuation of securities for Mutual Funds issued by SEBI as on March 31, 2007 as determined by Taurus Asset Management Company Ltd as per policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.

Amit Goel
Partner
For and on behalf of
P. Bholusaria & Co.
Chartered Accountants

Place: New Delhi
Dated: 30th June 2007

BALANCE SHEET OF TAURUS LIQUID FUND AS AT 31ST MARCH, 2007

	Schedule	As at 31.03.2007 Amount (Rs.)
LIABILITIES		
Unit Capital	A	174,657,729.28
Reserves & Surplus	B	936,369.76
Loans		—
Current Liabilities and Provisions	C	101,758.28
		<u>175,695,857.32</u>
ASSETS		
Investments	D	164,420,012.00
Deposits	E	10,000,000.00
Other Current Assets	F	1,275,845.32
Fixed Assets		—
Deferred Revenue Expenditure		—
		<u>175,695,857.32</u>
Significant Accounting Policies and notes to Accounts	J	

REVENUE ACCOUNT OF TAURUS LIQUID FUND FOR THE PERIOD ENDED 31ST MARCH, 2007

	Schedule	For the Period ended 31.03.2007 Amount (Rs.)
INCOME		
Interest	G	6,639,847.31
Profit on sale/ redemption of investments (Net)		—
- inter-scheme		—
- others		—
		<u>6,639,847.31</u>
EXPENSES		
Management Fees, Administrative & Other Operating expenses	H	510,024.50
Loss on sale/ redemption of investments (Net)		—
- inter-scheme		—
- others		725,054.00
		<u>1,235,078.50</u>
Surplus for the Period		5,404,768.81
Less : Dividend / Income distribution during the period (Refer Note No. 29 of Schedule J)		(2,990,118.17)
		<u>2,414,650.64</u>
Transfer from / (to) Income Equalisation Account		(511,642.14)
Balance transferred to Revenue Reserve		<u>1,903,008.50</u>
Significant Accounting Policies & Notes to Accounts	J	

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

This is the Balance Sheet & Revenue Account referred to in our report of even date

For and on behalf of
P. Bholusaria & Co.
Chartered Accountants

For Taurus Investment Trust Company Limited

For and on behalf of Taurus Asset Management Company Limited

Amit Goel
Partner
Place : New Delhi
Date : June 30, 2007

K.N.Goyal
Director

G.N. Tandon
Director

J.P.Kundra
Director

M.G.Gupta
Director

Deepa Varshnei
Vice President
(Accounts)

Kumar Nathani
Fund Manager

TAURUS MUTUAL FUND



SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF TAURUS LIQUID FUND

Amount in Rupees

	As at 31.03.2007	
SCHEDULE 'A' : UNIT CAPITAL		
(I) Taurus Liquid Fund- Dividend Plan		
15,080,848.812 units of Rs 10 each fully paid up	150,808,488.12	
(II) Taurus Liquid Fund - Growth Plan		
2,384,924.116 units of Rs. 10 each fully paid up	23,849,241.16	174,657,729.28
		<u>174,657,729.28</u>
SCHEDULE 'B' : RESERVES & SURPLUS		
Unit Premium Reserve		
Discount / Premium on units repurchased/sold during the period	(1,478,280.88)	
Transfer from / (to) Income Equalisation Account	511,642.14	(966,638.74)
Revenue Reserve		
Surplus for the period	5,404,768.81	
Less: Dividend/Income Distribution during the Period (Refer Note No.16 of Schedule I)	(2,990,118.17)	
Transfer from / (to) Income Equalisation Account	(511,642.14)	1,903,008.50
		<u>936,369.76</u>
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities		
Sundry Creditors	36,197.26	
Service Tax Payable	4,430.41	
Tax Deducted Payable	1,541.00	
Dividend Distribution Tax Payable	46,659.00	
Audit Fee Payable	10,606.00	
Custodian Fee Payable	2,324.61	
		<u>101,758.28</u>
SCHEDULE 'D' : INVESTMENTS		
Debentures/Bonds (Listed/ Awaiting Listing)	—	
Government Securities	—	
Collateralised Borrowing & Lending Obligation (CBLO)	164,420,012.00	
		<u>164,420,012.00</u>
SCHEDULE 'E' : DEPOSITS		
Deposits with Scheduled Banks	10,000,000.00	
		<u>10,000,000.00</u>
SCHEDULE 'F' : OTHER CURRENT ASSETS		
Balance with Banks in Current Accounts	1,011,645.28	
Receivable from TAMCO Ltd (Net of Management Fee payable)	252,693.04	
Accrued Interest on deposits with Scheduled Banks	11,507.00	
		<u>1,275,845.32</u>

	For the period ended 31.03.2007	
SCHEDULE 'G' : INTEREST		
Deposits with Scheduled Banks	949,278.77	
Certificate of Deposit	2,779,754.00	
Collateralised Borrowing & Lending Obligation (CBLO)	2,910,814.54	6,639,847.31
		<u>6,639,847.31</u>
SCHEDULE 'H' : MANAGEMENT FEES, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES		
Management Fee	215,315.61	
Registrar Charges	270,328.92	
Custodian Fees	19,845.27	
Advertisement Expenses	127.00	
Legal & Professional Charges	131.84	
Printing & Stationary	196.27	
Postage and Courier	3,398.79	
Auditors Remuneration	11,236.00	
Brokerage & Commission	70,407.91	
Other Operating Expense	33,472.55	624,460.16
Less : Expenditure in excess of 0.60% limit, borne by Taurus Asset Management Co. Ltd .		<u>114,435.66</u>
		<u>510,024.50</u>

Perspective Historical Per Unit Statistics

Amount in Rupees

	As at 31.3.2007
Per Unit Particulars	
A) Face Value	10.00
B) Net Asset Value, per unit - Growth Option	10.35
- Dividend Option	10.01
C) Gross Income	
i) Income other than Profit on sale of investment	0.38
ii) Income from Profit on inter scheme sale/transfer of investments (net)	—
iii) Income from Profit on sale of investment to third party) (net)	(0.04)
iv) Net change in Unrealised gain/loss in value of investments	—
v) Transfer to Revenue Account from past years' reserve.	—
vi) Gross Income [Total of (i) to (v)]	0.34
D) Total Expenses	
i) Aggregate of Expenses, write off, amortisation and charges	0.03
ii) Net change in Unrealised gain/loss in value of investments	—
iii) Total Expenses [Total of (i) and (ii)]	0.03
E) Net Income [(C)-(D)]	0.31
F) Unrealised appreciation/(depreciation) in value of investments	—
G) (1) Trading Price/NAV	
i) Highest during the year - Growth Option	10.35
- Dividend Option	10.24
ii) Lowest during the year - Growth Option	10.00
- Dividend Option	9.98
(2) Price Earning Ratio	NA
H) Per unit ratio of expenses to average net assets by % *	0.60%
I) Per unit ratio of gross income to average net assets by % * (including net changes in unrealised gain/loss in value of investments)	6.96%
* Percentage of Income and Expenditure have been given on annualised basis	

AUDITORS' REPORT-TAURUS INFRA-TIPS

To the Board of Trustees

Taurus Investment Trust Company Limited

1 We have audited the attached Balance Sheet of Taurus Mutual Fund –Taurus Infra-Tips as at 31st March 2007 and the Revenue Account for the period ended 31st March 2007 annexed thereto. These financial statements are the responsibility of the Board of Trustees of Taurus Mutual Fund and management of Taurus Asset Management Company Ltd (the "management"). Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit. The Balance Sheet and the Revenue Account referred to above are in agreement with the books of account of the Scheme.

2 In our opinion and to the best of our information and according to the explanations given to us;

i. The Balance Sheet and the Revenue Account together with the notes thereon give the information required by the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable and give respectively a true and fair view of the state of

affairs of Taurus Mutual Fund-Taurus Infra-Tips as on 31st March 2007 and its net Surplus for the period ended on that date.

ii. The Balance Sheet as on 31st March 2007 and the Revenue Account for the period ended on that date, together with the notes thereon, have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable.

iii. The methods used to

- a) Thinly traded/non traded securities in accordance with the guidelines for valuation of securities for Mutual Funds issued by SEBI
- b) Unlisted equity shares in accordance with the guidelines for valuation of unlisted equity shares for Mutual Funds issued by SEBI

as on March 31, 2007 as determined by Taurus Asset Management Company Ltd as per policies approved by the Board of Trustees of Taurus Mutual Fund are fair and reasonable.

Amit Goel
Partner
For and on behalf of
P. Bholusaria & Co.
Chartered Accountants

Place: New Delhi
Dated: 30th June 2007

BALANCE SHEET OF TAURUS INFRA-TIPS AS AT 31ST MARCH, 2007

	Schedule	As at 31.03.2007 Amount (Rs.)
LIABILITIES		
Unit Capital	A	432,987,257.76
Reserves & Surplus	B	3,191,856.05
Loans		—
Current Liabilities and Provisions	C	6,942,518.25
		443,121,632.06
ASSETS		
Investments	D	354,077,091.17
Deposits	E	80,000,000.00
Other Current Assets	F	9,044,540.89
Fixed Assets		—
Deferred Revenue Expenditure		—
		443,121,632.06
Significant Accounting Policies & Notes to Accounts	J	

REVENUE ACCOUNT OF TAURUS INFRA-TIPS FOR THE PERIOD ENDED 31ST MARCH, 2007

	Schedule	For the Period ended 31.03.2007 Amount (Rs.)
INCOME		
Dividend		54,946.00
Interest	G	2,433,846.33
Profit on sale/ redemption of investments (Net)		—
- inter-scheme		—
- others		180,375.39
Net unrealised gain/loss in value of Investments		1,094,871.03
		3,764,038.75
EXPENSES		
Management Fees, Administrative & Other Operating expenses	H	572,182.70
Loss on sale/ redemption of investments (Net)		—
- inter-scheme		—
- others		—
		572,182.70
Surplus for the period		3,191,856.05
Transfer from / (to) Income Equalisation Account		—
Balance transferred to Revenue Reserve		3,191,856.05
Significant Accounting Policies & Notes to Accounts	J	

Schedules referred to above form an integral part of the Balance Sheet and Revenue Account

This is the Balance Sheet & Revenue Account referred to in our report of even date

For and on behalf of
P. Bholusaria & Co.
Chartered Accountants

For Taurus Investment Trust Company Limited

For and on behalf of Taurus Asset Management Company Limited

Amit Goel
Partner
Place : New Delhi
Date : June 30, 2007

K.N.Goyal
Director

G.N. Tandon
Director

J.P.Kundra
Director

M.G.Gupta
Director

Deepa Varshnei
Vice President
(Accounts)

R K Gupta
Fund Manager &
Managing Director

TAURUS MUTUAL FUND



SCHEDULES FORMING PART OF BALANCE SHEET & REVENUE ACCOUNT OF TAURUS INFRA-TIPS

Amount in Rupees

		As at 31.03.2007			For the period ended 31.03.2007
SCHEDULE 'A' : UNIT CAPITAL			SCHEDULE 'G' : INTEREST ON		
(I) Taurus Infratips - Dividend Plan			Deposits with Scheduled Banks	542,548.33	
22,584,133.902 units of Rs 10 each fully paid up	225,841,339.02		Certificate of Deposit	28,371.00	
(II) Taurus Infratips - Growth Plan			Collateralised Borrowing & Lending Obligation (CBLO)	1,862,927.00	2,433,846.33
20,714,591.874 units of Rs 10 each fully paid up	207,145,918.74	432,987,257.76			2,433,846.33
		<u>432,987,257.76</u>	SCHEDULE 'H' : MANAGEMENT FEES, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES		
			Management Fee	418,856.06	
SCHEDULE 'B' : RESERVES & SURPLUS			Custodian Fee	9,444.06	
Revenue Reserve			Legal & Professional charges	2,123.61	
Surplus for the Period		3,191,856.05	Auditors Remuneration	140,450.00	
		<u>3,191,856.05</u>	Other Operating Expenses	1,308.97	572,182.70
					<u>572,182.70</u>
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS			Perspective Historical Per Unit Statistics		
Current Liabilities			Amount in Rupees		
Contract for Purchase of Investments	5,490,913.64		As at		
Payable to TAMCO Ltd (Including Management Fees Payable)	1,278,212.55		31.3.2007		
Tax deducted at source payable	31,378.00		Per Unit Particulars		
Audit fee payable	132,570.00		A) Face Value		
Custodian Fee Payable	9,444.06	6,942,518.25	10.00		
		<u>6,942,518.25</u>	B) Net Asset Value, per unit - Growth Option		
			- Dividend Option		
			10.07		
			10.07		
			C) Gross Income		
			i) Income other than Profit on sale of investment		
			0.05		
			ii) Income from Profit on inter scheme sale/transfer of investments (net)		
			—		
			iii) Income from Profit on sale of investment to third party) (net)		
			—		
			iv) Net change in Unrealised gain/loss in value of investments		
			0.03		
			v) Transfer to Revenue Account from past years' reserve.		
			—		
			vi) Gross Income [Total of (i) to (v)]		
			0.08		
			D) Total Expenses		
			i) Aggregate of Expenses, write off, amortisation and charges		
			0.01		
			ii) Net change in Unrealised gain/loss in value of investments		
			—		
			iii) Total Expenses [Total of (i) and (ii)]		
			0.01		
			E) Net Income [(C)-(D)]		
			0.07		
			F) Unrealised appreciation/(depreciation) in value of investments		
			0.03		
			G) (1) Trading Price/NAV		
			i) Highest during the year - Growth Option		
			10.07		
			- Dividend Option		
			10.07		
			ii) Lowest during the year - Growth Option		
			10.00		
			- Dividend Option		
			10.00		
			(2) Price Earning Ratio		
			NA		
			H) Per unit ratio of expenses to average net assets by % *		
			1.85%		
			I) Per unit ratio of gross income to average net assets by % *		
			12.17%		
			(including net changes in unrealised gain/loss in value of investments)		
			* Percentage of Income and Expenditure have been given on annualised basis		
SCHEDULE 'D' : INVESTMENTS					
(Refer Note 1(b) of schedule I)					
Equity Shares	53,006,670.35				
Debentures/Bonds (Listed/ Awaiting Listing)	—				
Government Securities	—				
Collateralised Borrowing & Lending Obligation (CBLO)	301,070,420.82	354,077,091.17			
		<u>354,077,091.17</u>			
SCHEDULE 'E' : DEPOSITS					
Deposits with Scheduled Banks	80,000,000.00	80,000,000.00			
		<u>80,000,000.00</u>			
SCHEDULE 'F' : OTHER CURRENT ASSETS					
Balance with Banks in Current Accounts	7,707,528.56				
Contract for sale of investment	764,398.00				
Dividend Receivable	30,066.00				
Accrued Interest on Deposits with Scheduled Banks	542,548.33	9,044,540.89			
		<u>9,044,540.89</u>			

Schedule – J: Significant Accounting Policies and Notes to Accounts

1. Significant Accounting Policies

a) Method of Accounting

The Schemes maintain their books of accounts on accrual basis.

b) Portfolio Valuation

Investments in shares and securities are valued on "Marked to Market" basis, principally as stated below:

I. Quoted investments are valued at the quoted price on Bombay stock exchange and if such quotation is not available, at quoted price on any other stock exchange. If the security has not been traded on the valuation date, then the security is valued at the last quoted price available on any stock exchange upto 30 days prior to valuation date.

II. Non-Traded/Thinly traded/Unlisted shares are valued at fair value as determined in good faith by Board of Taurus Asset Management Company Ltd. in accordance with the guidelines for valuation of securities for mutual funds as issued by SEBI and approved by the Board of Trustees.

III. Non traded and thinly traded debt security

Those securities which are upto or having residual period of upto 182 days to maturity are valued on the basis of amortisation i.e. cost plus accrued interest till the beginning of the day plus the difference between the redemption value and the cost spread uniformly over the remaining maturity period of the instruments.

The securities of over 182 days of maturity are valued as under:

* Investment grade debt securities are valued on Yield to Maturity based on yield matrix released by CRISIL in accordance with the SEBI regulations.

* Non-investment grade performing debt securities are valued at a discount of 25% to the face value.

* Non-investment grade non-performing debt securities are valued net of provisions.

IV Investments in Central Government Securities are valued at the prices released by CRISIL, an AMFI approved independent agency, in accordance with the SEBI regulations.

V Investments in Collateralised Borrowing and Lending Obligation (CBLO) are valued at cost plus accrual. Other money market instruments are valued on the basis of amortisation (cost plus accrued interest till the beginning of the day plus the difference between the redemption value and the cost spread uniformly over the remaining maturity period of the instruments).

c) Securities Transactions

I. Investment transactions are accounted on trade dates for equity and value date for debt securities. The cost of acquisition includes the cost of purchase, stamp duty, security transaction tax and charges customarily included in the broker's bought note. In respect of privately placed debt instruments, front-end discount is reduced from cost of investment.

II. Bonus and Right entitlements are recognized on ex-bonus and ex-rights dates respectively.

d) Recognition of revenue and treatment of expenses

I. Dividend is recognized on ex-dividend dates of the respective scrips. Dividend on unquoted investments is recognized on date of declaration.

II. Interest is accrued on day-to-day basis, except for debt classified as non-performing assets, on which interest is recognized on receipt basis, in line with applicable regulations. In respect of interest bearing investments, interest paid at the time of purchase for the period from the last interest due date upto the date of purchase is debited to Interest Recoverable Account and interest received at the time of sale for the period from the last interest due date upto the date of sale is credited to Interest Recoverable Account.

III. If the interest is not received till after the expiry of the 1st quarter from the date the income has fallen due, no further interest accrual is made on that asset. In case of NPAs, provision is made for income accrued & not received within the time period specified by SEBI.

IV. The net unrealized gain/loss in the value of investments on account of change in market value is recognized in the Revenue Account. However, unrealized gain is excluded for calculating distributable income.

V. Registrar expenses common to the fund have been allocated in proportion to the monthly number of transactions and other common expenses have been allocated in proportion to the number of unitholders of the respective schemes as at the month-end to which the expenses pertain (Refer Note no 18).

VI. Profit and loss on sale or redemption of investments is computed by applying the weighted average cost of such investments.

VII. Brokerage and Incidental expenses incurred in connection with the collection / redemption of the units of a scheme are adjusted against entry and exit load payable to the extent available. The expenses in excess of load available are charged to Revenue Account of the respective schemes.

e) Unit Re-purchase/ Sale transactions

Unit repurchase/sale transactions are recorded on the basis of advice received from the Registrar & Transfer agent on daily basis. The discount/premium on re-purchase is credited/debited to unit premium reserve. Similarly the discount/premium on sale of units is debited/credited to unit premium reserve.

f) Income Equalisation Reserve

In case of open-ended schemes, on sale/purchase of units, an appropriate part of the proceeds are credited/debited to Income Equalization account. The net balance of the same is transferred to the Revenue Account.

g) Determination of net asset values

I. The net asset value of the units of the scheme is determined separately for units issued under the Dividend and Growth Plans.

II. For calculating the net asset values of Dividend and Growth Plans, the amount of sale/repurchase under each plan are separately accounted for. Further, net income arising from such deployment is allocated daily to the plans in proportion to their Net Asset Values.

Notes to Accounts

2. Taurus Liquid Fund and Taurus Infra-tips schemes were launched during the year. The new fund offer for Taurus Liquid Fund opened on 28th August 2006 and closed on 31st August 2006. The new fund offer for Taurus Infratips opened on 5th February 2007 and closed on 5th March 2007. This being the first financial statements of these Schemes since the date of their launch, no previous year figures have been given.

3. The initial issue expenses during the New Fund Offer of Taurus Liquid Fund have been borne by the Asset Management Company. The initial issue expenses during the New Fund Offer of Taurus Infratips scheme have been made from the NFO entry load and expenses over and above the entry load have been borne by the Asset Management Company.

4. The Schemes have paid management fees to Taurus Asset Management Company Limited @ 1.25% of the average weekly Net Assets upto Rs 100 crores and @ 1.00% of the average weekly Net Assets above Rs 100 crores in Starshare, Discovery stock Fund, Libra Tax Shield, Bonanza Exclusive Growth and Taurus Infratips. In Libra Bond Fund management fees has been charged @ 1% upto 30th September 2006 and 0.50% after 30th September 2006. In Libra Gilt Fund management fees has been charged @ 1%. In Taurus Liquid Fund management fees has been charged @ 0.25%. Each scheme has also paid the applicable Service Tax and cess thereon on the management fees. No management fee has been charged on the investments made by the Asset Management Company in the units of the schemes.

5. In terms of approval by the board of Taurus Investment Trust Co. Ltd, Trusteeship fee has been waived off for the current year in Libra Bond Fund and Libra Gilt Fund schemes. Further, no Trusteeship fee has been charged during the year in Taurus Infratips and Taurus Liquid Fund schemes as there was no opening corpus as on 1st April 2006 in these schemes.

6. The Bonanza Exclusive Growth-Open scheme was taken over by Taurus Mutual Fund from BOI Mutual Fund w.e.f. March 25, 2002. Debt Securities taken over from BOI Mutual fund and held in physical form were pending change of name from BOI Mutual Fund to Taurus Mutual fund as on 31st March 2007.

7. Contract for sale of Investments in Bonanza Exclusive Growth Scheme includes Rs 54,95,000/- (Previous Year Rs 54,95,000/-) outstanding for more than one year for which deliveries were not given, as the matter is sub-judiced. However provision of Rs 54,95,000/- (Previous Year Rs 54,95,000/-) has already been made against the same in the books of accounts in the earlier years. The matter pertains to the period prior to take over of the scheme by Taurus Mutual Fund from BOI Mutual Fund.

8. The old bank accounts for redemption of units are pending reconciliation in Starshare and Discovery Stock Fund. During the year, in Starshare scheme an amount of Rs 18,15,038.93 has been debited to bank charges included in Other Operating Expenses for previous years on account of reconciliation. Efforts are being made to fully reconcile the accounts and necessary adjustments will be carried out in due course.

9. The holding statement in starshare scheme being received from the Custodian is reconciled with the books on on-going basis. However, statement of Depository Account with NSDL indicates certain scrips in excess of the Fund's holding, presumably on account of non-transfer of scrips by the transferee. The respective Boards of TAMCO and TITCO are in the process of formulating policy for dealing with these excess shares.

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10. Registration and other initial expenses incurred by the erstwhile HB Asset Management Co. Ltd before the launch of Libra Tax Shield were to be reimbursed by the scheme on the basis of higher of 0.05% of corpus or 1/10th of the expense. Accordingly Rs. 9,647/- (P.Y. Rs. 21,327/-) has been debited to the Revenue Account of the scheme.
11. There are no Illiquid Equity shares in any scheme except in Discovery Stock Fund aggregating to Rs 6.56 lacs being 0.31% of the NAV of the scheme as on 31st March 2007.
12. Non Performing Investments (Debt Securities) as on 31st March, 2007
- | Scheme | Book Value
(Amt in Lacs) | Market Value/Fair
Value (Amt in Lacs) |
|--------------------------|-----------------------------|--|
| Taurus the Starshare | 926.63 | Nil |
| Discovery Stock Fund | 280.00 | Nil |
| Bonanza Exclusive Growth | 237.50 | Nil |
- Non performing investments include debentures that are overdue for redemption shown under the head Current Assets as Debenture Redemption Receivable. Full provision has been made against the same in the books of accounts of the respective schemes.
13. Unrealised appreciation as on 31st March 2007 included in Revenue Reserve is as under:
- | Scheme | Appreciation
(Amt in Lacs) |
|--------------------------|-------------------------------|
| Taurus the Starshare | 9507.71 |
| Discovery Stock Fund | 899.29 |
| Libra Tax Shield | 112.70 |
| Bonanza Exclusive Growth | 2133.89 |
| Taurus Infratips | 14.44 |
14. During the earlier years, in terms of the approval by the respective Boards of Taurus Asset Management Company Ltd and Taurus Investment Trust Company Ltd (TITCO), investments in certain illiquid securities were sold to TITCO with the agreement that, profit, if any, arising in future from sale of these securities would be shared in the ratio of 4:1 between the respective scheme and TITCO. Accordingly, Rs 3,211,936.40 (Previous Year Rs 5,043,187.40) has been received by Starshare from TITCO towards sale of the illiquid securities in the Financial Year 2006-2007 and grouped under the head Miscellaneous Income.
15. During the year there was no transaction in Derivatives. As on 31st March 2007, an amount of Rs. 2,812,519.65 (Previous Year Rs 312,519.65) in Starshare and Rs. 2,816,210.14 (Previous Year Rs 316,210.14) in Bonanza Exclusive Growth Scheme was recoverable by the schemes being the margin money paid for derivative trading.
16. During the year, investment in Libra Tax shield scheme in an equity share, namely Industrial Development Finance Corporation Ltd, exceeded 10% of the NAV of the scheme due to additional investment. This omission has been rectified/regularized subsequent to the year end.
17. Details of investment made in companies which have invested more than 5% of NAV of the scheme in terms of Regulation 25(11) :
- | Name of the Company (Investor) | Scheme in which companies have invested more than 5% of the Net Assets | Schemes which have made investment in the Companies | Aggregate Investment by the scheme in securities of the company during the specified period (Rs. In Lacs) | Aggregate Investment outstanding as on 31 st March 2007 (At Market Value) (Rs. In Lacs) |
|--------------------------------|--|---|---|--|
| Hero Honda Limited | Taurus Liquid Fund | Bonanza Exclusive Growth Scheme | 182.14 | 157.58 |
| CIPLA Limited | Taurus Liquid Fund | Bonanza Exclusive Growth Scheme | 75.19 | 68.35 |
- Both the above companies are fundamentally strong and investment has been made due to the attractive valuation of these companies.
18. During the year accounting policy with regards to allocation of common expenses of the Fund has been changed. Earlier the common expenses of the Fund were being charged to the schemes on prorata basis based on month-end corpus of the respective schemes. However, during the year, the policy has been changed and the registrar expenses common to the fund have been charged on prorata basis based on the monthly number of transactions of the respective schemes and other common expenses have been charged on prorata basis based on the month-end number of unitholders of the respective schemes. As a result of this, profit for the year of the respective schemes is higher/(lower) on account of decrease/(increase) in apportionment of expenses by the equivalent amount in Starshare – Rs (7.08) lacs, Discovery Stock fund – Rs (1.66) lacs, Libra Tax Shield – Rs 1.06 lacs, Bonanza Exclusive Growth - Rs 3.82 lacs, Libra Bond Fund - Rs1.20 lacs and Libra Gilt Fund – Rs 0.17 lacs. In the opinion of the Management, this change has been done to ensure equitable distribution of expenses over the various schemes.
19. A personal accident death insurance cover has been taken in Libra Tax shield for existing and new unit holders. An amount of Rs. 5,750.00 (Previous year Rs 22,495/-) has been paid as premium in advance which has been included in other current assets.
20. Details of holding over 25% of NAV in schemes as on 31st March 2007 are as under:
- | Scheme | No of Unitholders | % of NAV |
|--------------------|-------------------|----------|
| Taurus Liquid Fund | 1 | 86.09 |
21. Details of unclaimed dividend/redemption as on 31st March 2007 are as under:
- | Scheme | Unclaimed Amount (Rs.) | No. of Unitholders |
|---|------------------------|--------------------|
| Libra Leap Dividend – Feb. 2000 * | 1,010.00 | 1 |
| Libra Leap – Redemption * \$ | 1,309,270.74 | 162 |
| Bonanza Tax Saving – Redemption * \$ | 5,596,179.00 | 1800 |
| Bonanza Tax Saving – Dividend July 1994 * | 108,360.00 | 120 |
| Bonanza Tax Saving – Dividend June 1995 * | 187,200.00 | 144 |
| Genshare – Redemption * \$ | 3,027,136.00 | 210 |
| Bonanza Exclusive Growth – Dividend July 2006 | 2,836,649.51 | 1300 |
- *The unclaimed amount has been transferred to Investor Education Fund.
\$ Genshare scheme was redeemed on 7/3/2000. Libra Leap and Bonanza Tax Saving schemes were redeemed on 16/10/2002.
22. The schemes have not subscribed to any issue lead managed by its associate companies or any issue of equity or debt on private placement basis where the sponsor or its associates acted as the arranger or manager.
23. There has been no transaction with the associates in terms of regulation 25(7) of SEBI Regulations, 1996.
24. Regarding transactions with associates in terms of Regulation 25(8) of the SEBI Regulations 1996- During the period the services of the sponsor, its associates/ employees were not utilised nor any brokerage or commission paid there for. However, an amount of Rs 29.23 lacs was paid towards brokerage on mobilization of funds to relative/concern of relative of one of the director of the AMC. The brokerage paid was similar to those paid to other distributors of the schemes.
25. No provision for taxation is required as the Fund is a recognised Mutual Fund u/s 10(23D) of the Income Tax Act, 1961.
26. There are no underwriting commitments.
27. There is no contingent liability on partly paid equity shares.
28. None of the schemes has any exposure in Derivatives/Foreign Securities/ADRS/ GDRS as on 31st March 2007.
29. During the Current Year following dividend was distributed :
- | Record Date | Rate |
|-------------|------|
| 7/7/2006 | 25% |
- In Taurus Liquid Fund (Weekly Dividend):
- | Record Date | Quantum of Dividend % Individual & Other than HUF | Record Date | Quantum of Dividend % Individual Other than & HUF |
|-------------|---|-------------|---|
| 08/09/2006 | 0.0987 | 22/12/2006 | 0.1160 |
| 15/09/2006 | 0.1042 | 29/12/2006 | 0.1310 |
| 22/09/2006 | 0.1097 | 05/01/2007 | 0.1468 |
| 29/09/2006 | 0.1152 | 12/01/2007 | 0.1144 |
| 06/10/2006 | 0.1152 | 19/01/2007 | 0.0963 |
| 13/10/2006 | 0.1129 | 25/01/2007 | 0.0955 |
| 20/10/2006 | 0.1137 | 02/02/2007 | 0.0955 |
| 27/10/2006 | 0.1066 | 09/02/2007 | 0.1129 |
| 03/11/2006 | 0.0466 | 16/02/2007 | 0.1113 |
| 10/11/2006 | — | 23/02/2007 | 0.1247 |
| 17/11/2006 | — | 02/03/2007 | 0.0963 |
| 24/11/2006 | 0.0505 | 09/03/2007 | 0.1223 |
| 01/12/2006 | — | 16/03/2007 | 0.1034 |
| 08/12/2006 | 0.0726 | 23/03/2007 | 0.1634 |
| 15/12/2006 | 0.1097 | 30/03/2007 | 0.1484 |
30. The Previous year's figures have been regrouped or rearranged wherever necessary.
31. Full annual report of each scheme is available at the Head Office of the Fund and a copy thereof shall be made available to the unitholder on payment of a nominal fee.
32. On request, unit holders can obtain a copy of the Annual Report of the Asset Management Company.
33. Full portfolios of investments of the Schemes are attached herewith as Annexure I.

ANNEXURE I PORTFOLIO AS ON 31.3.2007

STARSHARE

S. No.	Name of the Instrument	Quantity	Mkt Value Rs in Lacs
Equity - Listed/Awaiting Listing			
1	JP ASSOCIATES LTD	662987	3571.51
2	CROMPTON GREAVES LTD	1544241	3079.99
3	ADITYA BIRLA NUVO LTD	82271	873.55
4	NEW DELHI TELEVISION LTD	267500	831.52
5	CEAT LTD	394441	423.24
6	T I S C O LTD	76870	345.61
7	LARSEN & TOUBRO LTD	20474	331.50
8	BALLARPUR INDUSTRIES LTD	274555	295.56
9	SATYAM COMPUTERS LTD	54800	257.61
10	ALPS INDUSTRIES LTD	447458	245.21
11	RELIANCE INDUSTRIES LTD	16455	225.16
12	RAYMOND LTD	59415	202.93
13	ZEE TELEFILMS LTD	76000	190.49
14	JSW STEELS LTD	37236	183.74
15	N T P C LTD	122104	182.85
16	HCL TECHNOLOGIES LTD	62112	180.84
17	CIPLA LTD	74757	176.20
18	RANBAXY LABORATORIES LTD	47801	168.55
19	O N G C LTD	17772	156.06
20	KEC INTERNATIONAL LTD	26033	133.93
21	RELIANCE COMMUNICATION VENTURES LTD	30283	127.19
22	ULTRATECH CEMCO LTD	15809	121.80
23	INDIA CEMENTS LTD	73200	118.58
24	S R F LTD	94999	115.09
25	BALARAMPUR CHINI MILLS LTD	167594	110.44
26	STERLITE INDUSTRIES LTD	23500	110.03
27	UTI BANK LTD	20190	98.96
28	INDRAPRASTHA GAS LTD	97487	97.44
29	I D B I LTD	101090	78.40
30	VISUALSOFT TECHNOLOGIES LTD	103185	76.41
31	TATA MOTORS LTD	10498	76.40
32	DR REDDYS LABORATORIES LTD	10462	76.11
33	MCLEOD RUSSEL INDIA LTD	104396	63.42
34	PARSVNATH DEVELOPERS LTD	21462	55.59
35	DISH TV INDIA LTD	45425	49.40
36	EIH LTD	51830	48.72
37	BHARAT ELECTRONICS LTD	2959	44.41
38	FACOR STEELS LTD	800000	39.76
39	WIRE N WIRELESS (INDIA) LTD	40500	36.00
40	GREAVES COTTON LTD	10760	34.22
41	BAJAJ AUTOMOBILES LTD	1400	33.96
42	CUMMINS INDIA LTD	12481	33.06
43	ALLAHABAD BANK LTD	44077	32.04

S. No.	Name of the Instrument	Quantity	Mkt Value Rs in Lacs
44	JAGSONPAL PHARMA LTD	170972	28.89
45	SOUTHERN IRON LTD	100000	28.15
46	JK PAPERS LTD	59714	23.95
47	MUDRA LIFESTYLE LTD	32932	19.53
48	PUNJAB NATIONAL BANK LTD	4000	18.87
49	WELLWIN INDUSTRIES LTD	189983	4.14
Total			13857.03
Debt Instruments			
Listed/Awaiting Listing			
1	6.00% IDBI BONDS 2009	5	46.51
2	KOTAK MAHINDRA BANK BONDS	5	44.17
3	10% HUDCO 2012	3	14.74
Total			105.42
Government Securities			
1	11.03% GOI 2012	50000	56.16
2	9.85% GOI 2015	50000	55.54
Total			111.70
Money Market Instruments-			
CBLO			
Total			278.69
Total Market/Fair Value			14352.84

LIBRA TAX SHIELD

S. No.	Name of the Instrument	Quantity	Mkt Value Rs in Lacs
1	RELIANCE CAPITAL LTD	10000	66.80
2	I D F C LTD	67967	56.89
3	SUPRAJIT ENGINEERING LTD	26083	44.34
4	JK CEMENTS LTD	25511	36.91
5	USHA INTERNATIONAL LTD	10401	34.17
6	INDRAPRASTHA MEDICAL CORP LTD	85407	24.26
7	PBA INFRASTRUCTURE LTD	30858	23.37
8	FACOR STEELS LTD	463054	23.01
9	SOUTHERN IRON LTD	70000	19.71
10	TATA TELESERVICES MAH. LTD	90000	18.99
11	GUJARAT ALKALIES & CHEMICALS LTD	15000	17.48
12	I F C I LTD	50000	16.80
13	RAJRAYON LTD	53000	12.75
14	JAI PRAKASH HYDRO - POWER LTD	40000	11.36
15	ASHIMA SYNTEX LTD	100400	8.46
16	BONGAGAON REFINERY & PETROCHEMICALS LTD	13183	5.39
Total Market/Fair Value			420.69

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DISCOVERY STOCK FUND

SI No.	Name of the Instrument	Quantity	Mkt Value Rs in Lacs
Equity - Listed/Awaiting Listing			
1	JP ASSOCIATES LTD	54297	292.50
2	NEW DELHI TELEVISION LTD	91682	284.99
3	RELIANCE CAPITAL LTD	32000	213.78
4	POLARIS SOFTWARE LTD	70813	127.47
5	S R F LTD	86081	104.29
6	DCM SHRIRAM CONSOLIDATED LTD	100980	94.52
7	I P C L LTD	33827	91.70
8	I D B I LTD	105200	81.58
9	GAIL INDIA LTD	27929	73.89
10	CENTURION BANK LTD	143299	53.81
11	WELSPUN GUJ STAHL ROHREN LTD	49000	50.89
12	I F C I LTD	139201	46.77
13	ASHOK LEYLAND LTD	117500	45.18
14	MAWANA SUGAR LTD	113773	42.38
15	MPHASIS BFL SOFTWARE LTD	14739	41.60
16	SREI INFRASTRUCTURE FINANCE LTD	79622	37.22
17	FACOR STEELS LTD	695000	34.54
18	GTL LTD	25000	33.84
19	INDIA CEMENTS LTD	20000	32.40
20	PREMIER INSTRUMENTS LTD	89212	29.35
21	NEYVELI LIGNITE CORPORATION LTD	53647	27.04
22	ALOK INDUSTRIES LTD	45000	25.67
23	NAHAR SPINNING MILLS LTD	17258	20.02
24	NAHAR CAPITAL & FINANCIAL SERVICES LTD	17258	19.10
25	RAIN CALCINING LTD	47805	16.01
26	CHEMPLAST SANMAR LTD	156431	10.92
27	SOVIKA INFOTEK LTD #	150000	6.56
28	IEC SOFTWARES LTD	125660	5.21
Total			1943.23
Debt Instruments			
Listed/Awaiting Listing			
1	TANGERINE INFORMATIQUE	100000	0.00
Total			0.00
Government Securities			
1	7.46% GOI 2017	25000	23.86
Total			23.86
Money Market Instruments-			
	CBLO		99.89
Total			99.89
Total Market/Fair Value			2066.98

Note:
Unlisted (Illiquid) Sharess

BONANZA EXCLUSIVE GROWTH SCHEME-OPEN

SI No.	Name of the Instrument	Quantity	Mkt Value Rs in Lacs
Equity - Listed/Awaiting Listing			
1	CROMPTON GREAVES LTD	265262	529.07
2	MAHINDRA & MAHINDRA LTD	42124	328.63
3	JP ASSOCIATES LTD	58342	314.29
4	BHARAT EARTH MOVERS LTD	28620	310.13
5	STATE BANK OF INDIA LTD	28287	280.86
6	T I S C O LTD	53500	240.54
7	RELIANCE INDUSTRIES LTD	12200	166.94
8	I P C L LTD	60745	164.68
9	HERO HONDA MOTORS LTD	23000	157.58
10	DABUR INDIA LTD	137775	130.82
11	A C C LTD	17500	128.56
12	M T N L LTD	87000	127.63
13	INDIAN HOTELS LTD	85980	125.01
14	RELIANCE COMMUNICATION VENTURES LTD	28000	117.60
15	WOCKHARDT LTD	28143	111.91
16	RELIANCE ENERGY LTD	18905	93.61
17	PUNJ LLOYD LIMITED LTD	52500	85.34
18	HINDUSTAN LEVER LTD	36246	74.39
19	I T C LTD	49210	74.01
20	ARVIND MILLS LTD	166522	72.44
21	CIPLA LTD	29000	68.35
22	INFOSYS TECHNOLOGIES LTD	2200	44.28
23	VIJAYA BANK LTD	78500	33.36
24	PARSVNATH DEVELOPERS LTD	10477	27.14
25	AMTEK INDIA LTD. LTD	16956	23.42
26	GUJARAT AMBUJA CEMENT LTD	17700	18.89
Total			3849.48
Debt Instruments			
Listed/Awaiting Listing			
1	11.50% IDBI SLR BONDS 2011	2000	20.97
2	7.90% HUDCO BONDS 2013	2	17.67
Total			38.64
Government Securities			
1	6.25 % GOI 2018	25000	21.60
2	7.27% GOI 2013	20000	19.29
Total			40.89
Money Market Instruments-			
	CBLO		11.99
Total			11.99
Total Market/Fair Value			3941.00

TAURUS MUTUAL FUND



TAURUS INFRA-TIPS

SI No.	Name of the Instrument	Quantity	Mkt Value Rs in Lacs
Equity - Listed/Awaiting Listing			
1	A C C LTD	11182	82.15
2	GMR INFRASTRUCTURE LTD	13224	47.63
3	RELIANCE COMMUNICATION VENTURES LTD	11105	46.64
4	RELIANCE INDUSTRIES LTD	3000	41.05
5	ALSTOM PROJECTS INDIA LTD	10000	39.55
6	O N G C LTD	4000	35.13
7	JP ASSOCIATES LTD	6000	32.32
8	I D E A CELLULAR LTD	25000	23.64
9	SHREE CEMENT LTD	2536	23.38
10	KEC INTERNATIONAL LTD	4458	22.93
11	T I S C O LTD	5000	22.48
12	SIEMENS LTD	2000	21.81
13	C E S C LTD	4982	18.83
14	BIRLA CORPORATION LTD	9000	17.13
15	I D F C LTD	20000	16.74
16	GREAVES COTTON LTD	5192	16.51
17	N T P C LTD	8000	11.98
18	CROMPTON GREAVES LTD	5097	10.17
Total			530.07
Money Market Instruments-			
	CBLO		3010.70
Total			3010.70
Total Market/Fair Value			3540.77

LIBRA BOND FUND

S. No.	Name of the Instrument	Quantity	Mkt Value Rs. In Lacs
Debt Instruments- Privately placed			
1	GE CAPITAL SERVICE	1	10.00
Total			10.00
Money Market Instruments-			
	CBLO		184.80
Total			184.80
Total Market/Fair Value			194.80

LIBRA GILT FUND

S. No.	Name of the Instrument	Quantity	Mkt Value Rs. In Lacs
Money Market Instruments-			
	CBLO		183.80
Total			183.80
Total Market/Fair Value			183.80

TAURUS LIQUID FUND

SI No.	Name of the Instrument	Quantity	Mkt Value Rs in Lacs
Money Market Instruments-			
	CBLO		1644.20
Total			1644.20
Total Market/Fair Value			1644.20

OFFICES OF THE FUND

TAURUS ASSET MANAGEMENT CO. LTD.

NEW DELHI : 3RD FLOOR, DCM BUILDING, 16, BARAKHAMBHA ROAD, PIN-110 001 TEL. 011-23321756, 23321631, 23717593 E-mail : research@taurusmutualfund.com • **MUMBAI** : 305, REGENT CHAMBERS, 208, JAMNALAL BAJAJ MARG, NARIMAN POINT, PIN-400 021 TEL. 022-22826847, 22826488 E-mail : mumbai@taurusmutualfund.com • **BANGALORE** : S-118, I FLOOR, SOUTH BLOCK, MANIPAL CENTRE, 47, DICKENSON ROAD, 78TH MUNICIPAL DIVISION, PIN-560 042 TEL. 080-41135646 E-mail : bangalore@taurusmutualfund.com • **CHANDIGARH** : CHAMBER NO. 2, II FLOOR, CHANDIGARH BUSINESS CENTRE, SCO 2441-42, SECTOR 22-C, PIN-160022 TEL 0172-5024818 e-mail : chandigarh@taurusmutualfund.com • **CHENNAI** : FLAT NO.5, BLOCK-A, I FLOOR, NO.29/1(OLD-15), SAENA CIRCLE, DURAISWAMY ROAD, T NAGAR, PIN – 600 017 TEL 044-24310061 FAX : 044-24310062 E-mail : chennai@taurusmutualfund.com • **KOLKATA** • B-12, SHANTINIKETAN, 8, CAMAC STREET, PIN - 700017 TEL. 033-40030919 E-mail : kolkata@taurusmutualfund.com **MADURAI** - KRV ARCADE/AR PLAZA, 16/17, NORTH VELI STREET PIN-625 001 TEL. : 0452-4230061 E-mail : madurai@taurusmutualfund.com

REGISTRAR & TRANSFER AGENTS

KARVY COMPUTERSHARE PVT. LTD.

AHMEDABAD: 201-203, SHAIL BUILDING, OPP. MADHUSUDAN HOUSE, NEAR NAVRANGPURA, TE. EXCHANGE, OFF C G ROAD-380006 Tel:079-26400528126475041/26402967 Fax:079-6565551 • **ALLAHABAD**: I ST FLOOR, MEENA BAZAR, 10 SARDAR PATEL MARG, CIVIL LINES-211001 Te1: 0532-2561073174 • **AMRITSAR**: 72-A, TAYLOR'S ROAD, OPP AGA HERITAGE GANDHI GROUND-143001 TEL:(0183) 5053802 TO 805 • **BANGALORE**: 1ST FLOOR, SURYA BUILDING, RATHNA AVENUE, 51/25 RICHMOND ROAD-560025 TEL:(080) 25320085/86 FAX: (080) 25320086 • **CALICUT**: P S BUILDING, PT USHA ROAD, OPP AMALAPURI COLONY-673001 TEL : 0495-2760882-84 • **CHANDIGARH**: SCO 371-372, ABOVE HDFC BANK., SECTOR 35-B-160022 TEL:2371726 • **CHENNAI**: FLAT NO FII, FIRST FLOOR" AKSHYA P,-AZA (ERSTWHILE HARRIS ROAD)" OPP CHIEF CITY METROPOLITAN COURT,#108, ADHITHANAR SALAI, EG.,-600002 Tel:044-42028513 Fax:044-420285 14 • **COIMBATORE**: SNV CHAMBERS, 482/483, PONNE STREET, OPP: POWER HOUSE, CROSS CUT ROAD-641 012 Tel:0422-5577211/2237501-503 • **GWALIOR**: 37/38 NEAR NADI GATE PUL, M L BROAD, SHINDE KJ CHHAWANI, LASHKAR-474001 Te10751- 5069000 TO 903 Fax:075 1-5069004 • **HYDERABAD**: 21, ROAD NO.4, STREET NO.1, BANJARA HILLS-500034 Tel:040-2332075117521753 Extn 488/ 122/ 124 Fax:040-233 12946 • **INDORE**: DM TOWER, IOS, 106 & 107, ABOVE STANDARD CHARTERED BANK. NEAR JANGEERWALA CHOWRAH-452001 Tel.0731- 3014204/5 • **JAIPUR**: 108-110, FIRST FLOOR" ANUKAMPA MANSION II, OPP RAYMOND SHOWROOM, M I ROAD-302001 TEL:0141-2363321/2375039 Fax:O14 1-2364660. **JALANDHAR**: LOWER GROUND FLOOR, OFFICE NO: 3" PLOT NO: 28, G T ROAD-144004 Tel:0181-3315124/5000771/5000772/5000773/5000774 • **KANPUR**: MUTUAL FUNDS DIVISION, 15/46, FIRST FLOOR" OPP: MUIR MILLS, CIVIL LINES-208001 TEL:0512-3246390,0512-3292333 FAX:0512 - 2330127 • **KOLKATA**: 16 JATIN BAGCHI ROAD-700029 TEL:033 39518643 /24659267/9263 FAX:033 24635432/24631611 • **LUCKNOW**: 94, MAHATMA GANDHI MARG, OPP. GOVERNORS HOUSE-226001 TEL:0522-22368 19122368201223682 1122368231223682412236825 • **LUDHIANA**: SCO-3, GROUND FLOOR, APTECH BUILDING, FERAZ GANDHI MARKET-141001 TEL:0161-3018445,3018460 • **MADURAI**: RAKESH TOWERS,30-C, BYE PASS ROAD, FIRST FLOOR, OPP. NAGAPPA MOTORS-625010 TEL:0452-2600851-855 FAX:2350856 • **MEERUT**: 1ST FLOOR, MEDI CENTRE, OPP EVES CENTRE, HAPUR ROAD NEAR BACHHA PARK-250002 TEL:0121-3210049 • **MORADABAD**: FIRST FLOOR.SINGH BHAWAN, TAARI KHANA CHOWK, G M D ROAD-244001 TEL:0591-3099643/ 2310470 • **MUMBAI**: 26/30, FORT FOUNDATION BUILDING, NEAR MSC BANK, MAHARASHTRA CHAMBER OF COMMERCE LANE, FORT-400023 TEL 022-56382666, 22842666 FAX 56341966 • **MUZAFFARPUR**: 1ST FLOOR, UMA MARKET, NEAR THANA GUMTI MOTLJHEEL-842001 TEL:0621-3204090 • **NEW DELHI**: 212, ARUNACHAL BUILDING, 19, BARAKHAMBHA ROAD, CONNAUGHT PLACE-110001 TEL:(011) 23324401/23737194 FAX:(011) 23730743. **PUNE**: SHRINATH PLAZA, C WING" OFFICE NO. 58 AND 59, 3RD FLOOR" DYANESHWAR PADUKA CHOWK, SURVY NO. 184/4, F C ROAD-411004 TEL:020 - 25533795 /25532783/ 25532078 • **SALEM**: 49/50, FORT MAIN ROAD, SHEVAPET-636002 TEL:0427 - 3102292/ 5020300 • **TRICHY**: SRIKRISHNA ARCADE, 1ST FLOOR, NO 60 THENNUR HIGH ROAD, THENNLR-621017 TEL: 043 1-2793800/2793799 FAX:0432-2794132 • **VADODARA** : PICCADILLY, OFFICE # 5" FIRST FLOOR, OPP. A-I SUPER MARKET" JETALPUR ROAD-390007 TEL : 0265-222521.