

N. M. RAIJI & CO.
Chartered Accountants
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AUDITORS' REPORT

TO THE BOARD OF TRUSTEES TAURUS MUTUAL FUND

We have audited the attached Balance Sheet as at March 31, 2010 and the Revenue Account for the year ended on that date, annexed thereto of **Taurus Ultra Short Term Bond Fund** (the scheme, formerly Taurus Short Term Bond Fund) of the Taurus Mutual Fund. These financial statements are the responsibility of the Management. Our responsibility is to express an opinion on these financial statements based on our audit. We report that:

1. Our audit was conducted in accordance with generally accepted Standards on Auditing 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 the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. We have obtained all information and explanations, which, to the best of our knowledge and belief were necessary for the purpose of our audit.
3. The Balance Sheet and the Revenue Account are in agreement with the books of account of the Scheme.
4. In our opinion, valuation methods for Non Traded Securities, adopted by the scheme are fair and reasonable and are in accordance with the guidelines for valuation issued by SEBI and approved by the Trustees.
5. The accounts have been prepared in accordance with the accounting policies adopted by the trustees of the Fund and as specified in the Ninth Schedule to the SEBI (Mutual Funds) Regulations, 1996.

6. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the SEBI (Mutual Funds) Regulations, 1996 and give a true and fair view in accordance with the generally accepted accounting principles in India:
- a. in the case of Balance Sheet, of the state of affairs of the scheme as at March 31, 2010; and
 - b. in the case of Revenue Account, of the surplus of the scheme for the year ended on that date.

For N. M. Raiji & Co.
Chartered Accountants
Firm Regn. No. 108296W



Vinay D. Balse
Partner
Membership No. 39434

Place: Mumbai

Date: June 30, 2010

TAURUS MUTUAL FUND


BALANCE SHEET OF TAURUS ULTRA SHORT TERM BOND FUND (FORMERLY TAURUS SHORT TERM BOND FUND) AS AT MARCH 31, 2010

	SCHEDULE	AS AT MARCH 31, 2010 AMOUNT (RS.)	AS AT MARCH 31, 2009 AMOUNT (RS.)
LIABILITIES			
Unit Capital	A	10,789,346,245	419,944,868
Reserves and Surplus	B	465,640,994	5,050,804
Current Liabilities and Provisions	C	8,041,795	5,537,700
		11,263,029,034	430,533,372
ASSETS			
Investments	D	9,582,715,081	427,882,550
Deposits	E	1,000,000,000	-
Other Current Assets	F	680,313,953	2,650,822
		11,263,029,034	430,533,372
Significant Accounting Policies and Notes to Accounts	I		

Schedules referred to above form an integral part of the Balance Sheet.

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

For and on behalf of
N.M.Raiji & Co.
Chartered Accountants


Vinay D. Balse
Partner



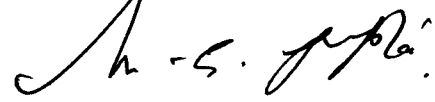
For and on behalf of Taurus Investment Trust Company Limited

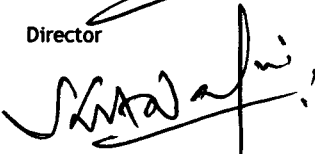

Director



Director

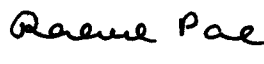
For and on behalf of Taurus Asset Management Company Limited


Director


Director


Waqar Naqvi
Chief Executive Officer


Sanjay Parikh
Chief Operation Officer


Rahul Pal
Fund Manager

Place: Mumbai
Date: June 30, 2010

TAURUS MUTUAL FUND


REVENUE ACCOUNT OF TAURUS ULTRA SHORT TERM BOND FUND (FORMERLY TAURUS SHORT TERM BOND FUND)
FOR THE YEAR ENDED MARCH 31, 2010

	SCHEDULE	FOR THE YEAR ENDED MARCH 31, 2010 AMOUNT (RS.)	FOR THE PERIOD ENDED MARCH 31, 2009 AMOUNT (RS.)
INCOME			
Interest	G	469,291,059	12,429,200
Profit on sale/ redemption of investments (Net)			
- inter-scheme		4,567,054	-
- others		12,169,687	2,318,502
Net change in unrealised gain/loss in value of Investments		1,666,720	-
Miscellaneous Income		-	5,542
		487,694,520	14,753,244
EXPENSES			
Management, Trusteeship Fees, Administrative and Other Operating expenses	H	14,699,258	447,908
Loss on sale/ redemption of investments (Net)			
- inter-scheme		-	2,176
		14,699,258	450,084
Surplus for the year / period		472,995,262	14,303,160
Opening Balance in Revenue Reserve brought forward		4,167,106	-
Amount available for Appropriation		477,162,368	14,303,160
Dividend / Income Distribution during the year/period		(77,334,746)	(7,177,910)
Tax on Dividend / Income Distribution		(17,074,899)	(1,515,857)
Transfer from Income Equalisation Reserve		82,632,108	(1,442,287)
Balance transferred to Balance Sheet		465,384,831	4,167,106
Significant Accounting Policies and Notes to Accounts	I		

Schedules referred to above form an integral part of Revenue Account

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

For and on behalf of
N.M.Rajji & Co.
Chartered Accountants


Vinay D. Balse
Partner





For and on behalf of Taurus Investment Trust Company Limited

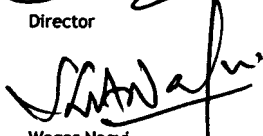

Director



Director

For and on behalf of Taurus Asset Management Company Limited

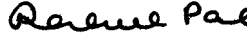

Director


Director


Waqar Naqvi
Chief Executive Officer

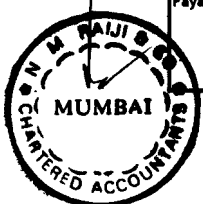

Sanjay Parikh
Chief Operation Officer

Place: Mumbai
Date: June 30, 2010


Rahul Pal
Fund Manager

TAURUS ULTRA SHORT TERM BOND FUND (FORMERLY TAURUS SHORT TERM BOND FUND)
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

		AS AT MARCH 31, 2010 AMOUNT (RS.)		AS AT MARCH 31, 2009 AMOUNT (RS.)
SCHEDULE 'A' : UNIT CAPITAL				
a) Initial Capital issued and Subscribed 74,426,752.511 units of Rs 10 each fully paid up		744,267,525		744,267,525
b) Outstanding at the end :				
(I) Taurus Ultra Short Term Bond Fund- Institutional Daily Dividend Plan 96,943.585 units of Rs. 1,000 each fully paid up (Previous period- 2,587,238.087 units of Rs. 10 each fully paid up)	96,943,585		25,872,381	
(II) Taurus Ultra Short Term Bond Fund - Institutional Growth Plan 63,050.892 units of Rs. 1,000 each fully paid up (Previous period- 3,306,538.300 units of Rs. 10 each fully paid up)	63,050,892		33,065,383	
(III) Taurus Ultra Short Term Bond Fund - Institutional Weekly Dividend Plan 25,785.972 units of Rs. 1,000 each fully paid up (Previous period- 2,040,103.353 units of Rs. 10 each fully paid up)	25,785,972		20,401,034	
(IV) Taurus Ultra Short Term Bond Fund - Retail Daily Dividend Plan 54,005.516 units of Rs. 1,000 each fully paid up (Previous period- 2,310,930.354 units of Rs. 10 each fully paid up)	54,005,516		23,109,304	
(V) Taurus Ultra Short Term Bond Fund -Retail Growth Plan 106,423.807 units of Rs. 1,000 each fully paid up (Previous period- 2,435,512.156 units of Rs. 10 each fully paid up)	106,423,807		24,355,122	
(VI) Taurus Ultra Short Term Bond Fund - Retail Weekly Dividend Plan 15,124.724 units of Rs. 1,000 each fully paid up (Previous period- 1,249,492.305 units of Rs. 10 each fully paid up)	15,124,724		12,494,923	
(VII) Taurus Ultra Short Term Bond Fund - Super Institutional Dividend Plan 3,689,857.671 units of Rs. 1,000 each fully paid up (Previous period- 13,907,990.265 units of Rs. 10 each fully paid up)	3,689,857,671		139,079,902	
(VIII) Taurus Ultra Short Term Bond Fund - Super Institutional Growth Plan 5,709,889.328 units of Rs. 1,000 each fully paid up (Previous period- 14,143,757.143 units of Rs. 10 each fully paid up)	5,709,889,328		141,437,571	
(IX) Taurus Ultra Short Term Bond Fund -Super Institutional Weekly Dividend Plan 1,028,264.750 units of Rs. 1,000 each fully paid up (Previous period- 12,924.802 units of Rs. 10 each fully paid up)	1,028,264,750	10,789,346,245	129,248	419,944,868
		10,789,346,245		419,944,868
SCHEDULE 'B' : RESERVES AND SURPLUS				
Unit Premium Reserve				
Balance at the commencement of the year	883,698			
Discount / Premium on units repurchased/sold during the year / period	(627,535)		883,698	
Closing balance		256,163		883,698
Balance in Revenue Reserve [Including unrealised appreciation in value of Investments Rs. 1,684,840 (Previous Period - Rs. Nil)]		465,384,831		4,167,106
		465,640,994		5,050,804
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS				
Current Liabilities				
Sundry Creditors		3,224,620		302,492
Dividend Payable		11		36,814
Dividend Distribution Tax Payable		131,244		42,859
Tax Deducted at Source payable		628,488		26,514
Service Tax Payable		485,498		20,183
Audit Fees payable		24,818		23,473
Custodian Fees Payable		121,866		34,365
Brokerage on Distribution Payable		3,347,251		-
Amount due to other schemes		-		5,051,000
Payable - Units Redemption		77,999		-
		8,041,795		5,337,700



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TAURUS ULTRA SHORT TERM BOND FUND (FORMERLY TAURUS SHORT TERM BOND FUND)
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010

	AS AT MARCH 31, 2010 AMOUNT (RS.)	AS AT MARCH 31, 2009 AMOUNT (RS.)
SCHEDULE 'D' : INVESTMENTS (Refer Note 1(b) of Schedule I)		
Certificates of Deposit	4,917,583,655	240,525,972
Commercial Papers	2,357,278,543	182,846,973
Non Convertible Debentures	2,055,330,690	-
Securitized Debt	252,522,193	-
Collateralised Borrowing and Lending Obligation (CBLO)	-	4,509,605
	9,582,715,081	427,882,550
SCHEDULE 'E' : DEPOSITS		
Deposits with Scheduled Banks	1,000,000,000	-
	1,000,000,000	
SCHEDULE 'F' : OTHER CURRENT ASSETS		
Balance with Banks in Current Accounts	126,664,127	1,090,767
Interest Accrued	48,760,595	638
Margin Money Placed with CCIL	30,000,000	1,000,000
Receivable from Taurus Asset Management Co. Ltd. (Net of Management Fees payable)	9,584,420	485,251
Amount due from other schemes	408,024,092	-
Units Subscription Receivable	57,280,719	74,166
	680,313,953	2,650,822

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TAURUS ULTRA SHORT TERM BOND FUND (FORMERLY TAURUS SHORT TERM BOND FUND)
SCHEDULES FORMING PART OF THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010

		FOR THE YEAR ENDED MARCH 31, 2010 AMOUNT (RS.)		FOR THE PERIOD ENDED MARCH 31, 2009 AMOUNT (RS.)
SCHEDULE 'G' : INTEREST				
Non Convertible Debentures	40,169,931		-	
Fixed Deposits with Scheduled Banks	5,905,764		134,630	
Collateralised Borrowing and Lending Obligation (CBLO)	30,485,678		1,828,658	
Certificates of Deposit	225,149,753		5,696,850	
Commercial Papers	96,851,444		4,019,745	
Treasury Bills	1,924,263		749,318	
Zero Coupon Bonds	46,460		-	
Floating Rate Notes	52,441,491		-	
Pass Through Certificates	16,307,962		-	
Government Securities	8,313	469,291,059	-	12,429,201
		469,291,059		12,429,201
SCHEDULE 'H' : MANAGEMENT, TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES				
Management Fees	4,382,683		176,190	
Trusteeship Fees	46,319		-	
Custodian Fees	758,186		46,857	
Registrar Charges	4,613,476		196,561	
Advertisement and Publicity Expenses	5,075,159		46,039	
Audit Fees	27,900		26,472	
Brokerage and Commission (Net of load utilised)	7,882,254		305,904	
Other Operating Expenses	3,423,201	26,209,178	185,410	983,433
Less : Expenditure in excess borne by Taurus Asset Management Co. Ltd.		11,509,920		535,525
		14,699,258		447,908

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Schedule - I:

Significant Accounting Policies and Notes to Accounts (Annexed to and forming part of Balance Sheet & Revenue Account for the year ended March 31, 2010).

1 Significant Accounting Policies

a) Method of Accounting

The Scheme maintains its books of accounts on accrual basis. The accounting policies of the Scheme and its Financial Statements are prepared in accordance with the Mutual Fund Regulations, 1996 of the Securities and Exchange Board of India ('SEBI').

b) Portfolio Valuation

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

(I) Quoted debt 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 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 a Yield to Maturity basis based on the yield matrix released by an approved independent agency in accordance with the SEBI/AMFI 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.

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

(IV) 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) Investment Transactions

Investment transactions are accounted on 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.

d) Recognition of revenue and treatment of expenses

I. 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.

II. 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

III. The net unrealized gain/loss in the value of investments is determined separately for each class of investments. Further the change in net unrealized gain/ loss, if any, between two balance sheet dates is recognized in the Revenue Account.

IV. 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

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

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 of the respective plan. Similarly the discount/premium on sale of units is debited/credited to unit premium reserve of the respective plan.

f) Income Equalisation Reserve

I) Upto March 14, 2010

In case of open-ended schemes, on sale/repurchase of units an appropriate part of the proceeds representing realised income are credited / debited to Income Equalization Reserve. The net balance of the same is transferred to the Revenue Account at the year end.

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ii) From March 15, 2010

Pursuant to SEBI circular dated March 15, 2010, in case of open ended schemes, when units are purchased/sold by the scheme at NAV based price, an amount representing unrealised appreciation per unit is transferred to Unit Premium Reserve. The balance amount of purchase/sale price after reducing the face value of units is transferred to Income Equalisation Reserve Account and net balance of this account is credited or debited to Revenue Account at the year end. The Distributable surplus is computed after excluding both unit premium reserve as well as unrealised appreciation from the net assets.

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 different plans.

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

h) Entry and Exit Load

Upto July 31, 2009

Load charged at the time of sale / repurchase of units was utilised towards meeting marketing and incidental expenses in connection with the collection / redemption of the units to the extent available.

Persuant to SEBI circular dated June 30, 2009 applicable w.e.f August 01, 2009

i) No entry load is charged on fresh purchase applications received after August 01, 2009.

ii) Exit Load charged above 1% is recognised as an Income of the scheme immediately. The Exit Load charged upto 1% is utilised for meeting marketing and incidental expenses. Unutilised amount of load is carried forward to subsequent years unless the same is considered excess by Trustees. In the event the load is considered excess by the trustees, the same would be recognised as income.

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Notes to Accounts

2 Taurus Ultra Short Term Bond Fund was launched as on November 24, 2008 and closed on November 26, 2008. It has three plans namely - Retail, Institutional, Super Institutional offering units under daily dividend, weekly dividend and growth options. A combined Balance Sheet and Revenue Account is prepared for the scheme.

3 During the year the name of the scheme was changed from "Taurus Short Term Bond Fund" to "Taurus Ultra Short Term Bond Fund" with effect from November 06, 2009 as approved by the Board of Trustees Company. Further, the face value of units was changed from Rs.10 to Rs. 1,000 with effect from February 20, 2010.

4 As at the year end, the details of investments are as under:

	March 31, 2010	March 31, 2009
	Market /Fair Value	Market /Fair Value
	(Rs)	(Rs)
Debentures/Bonds:		
Listed / Awaiting Listing	Nil	Nil
Privately Placed	2,307,852,883	Nil
Certificate Of Deposit	4,917,583,655	240,525,972
Commercial Paper	2,357,278,543	182,846,973
Collateralised Borrowing & Lending Obligation	Nil	4,509,605

5 Net Asset Value (NAV) per unit as at the year end is as follows :

	March 31, 2010	March 31, 2009
Retail - Growth	1,072.7322	1,024.0500
Retail - Daily Dividend	1,001.4787	1,000.1100
Retail - Weekly Dividend	1,001.8947	1,000.3200
Institutional - Growth	1,074.9137	1,025.0000
Institutional - Daily Dividend	1,001.4788	1,000.1100
Institutional - Weekly Dividend	1,001.9084	1,000.3200
Super Institutional - Growth	1,078.0136	1,025.5000
Super Institutional - Daily Dividend	1,001.4788	1,000.1100
Super Institutional - Weekly Dividend	1,001.9166	1,000.3200

The NAV of previous year has been restated consequent to conversion of face value from Rs. 10 to Rs. 1,000.

6 The total Dividend Declared during the year is as follows :

Plan	Dividend per unit (Rs.)
Retail Daily Dividend Plan- Individual	4.5886
Retail Daily Dividend Plan- Non Individual	4.2707
Retail Weekly Dividend Plan - Individual	4.0947
Retail Weekly Dividend Plan - Non Individual	3.8112
Institutional Daily Dividend- Individual	4.7260
Institutional Daily Dividend- Non Individual	4.3985
Institutional Weekly Dividend Plan - Individual	4.0242
Institutional Weekly Dividend Plan - Non Individual	0.2087
Super Institutional Daily Dividend- Individual	4.8742
Super Institutional Daily Dividend- Non Individual	4.5365
Super Institutional Weekly Dividend Plan - Individual	1.6557
Super Institutional Weekly Dividend Plan - Non Individual	3.8579

7 The Scheme has paid management fees aggregating to Rs. 4,382,683 (Previous period Rs. 1,76,190) to Taurus Asset Management Company Limited calculated @0.04% plus applicable service tax and cess thereon of the average daily NAV. No management fee has been charged on the investments made by the Asset Management Company in the units of the scheme.

8 Unrealized appreciation as on March 31, 2010 is Rs. 1,684,840 (Previous period Nil) and the same is included in Revenue Reserve.

9 The aggregate value of purchases and sales of investments and income and expenditure during the year expressed as a % of average daily net

	Rs.	% as above
Purchases	150,896,290,991	1,512.43
Previous period	4,501,487,275	2,327.18
Sales	119,791,295,399	1,200.66
Previous period	1,419,621,568	733.92
Income	469,291,059	4.70
Previous period	12,429,200	6.43
Expenditure	14,699,258	0.15
Previous period	447,908	0.23

Note:- Income excludes net change in unrealized gain/loss in value of investments, profit on sale thereof and provisions written back. Expenditure excludes net change in unrealized gain/loss in value of investments and loss on sale thereof.



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10 Movement in unit capital during the year 2009-10 is as under :

	No. of units *	Face Value (Rs.)
Balance at the commencement of the year	419,944.868	419,944,868
Previous period	Nil	Nil
Units sold during the year	129,461,366.751	129,461,366,751
Previous period	2,217,930.590	2,217,930,590
Unit repurchased during the year	119,091,965.374	119,091,965,374
Previous period	1,797,985.722	1,797,985,722
Balance as on March 31, 2010	10,789,346.245	10,789,346,245
Balance as on March 31, 2009	419,944.868	419,944,868

* Consequent to change in face value of units from Rs. 10 to Rs. 1,000, the previous and current year figures has been restated based on face

11 During the year, the scheme has paid Trusteeship fees aggregating to Rs 46,319 (Previous period Nil) at a rate of 0.001% of unit capital as on 1st April of the respective year or Rs. 1 Lakh whichever is lower along with applicable service tax and cess thereon.

12 No provision for taxation is required as the fund is a recognized Mutual Fund u/s 10(23D) of the Income Tax Act, 1961.

13 Total value of investments falling under each major industry group and exceeding 5% of the total investments in each major classification as on March 31,2010, is as under :

	Market /Fair Value as on March 31,2010	% of Classification as on March 31,2010
Privately Placed Debentures/Bonds		
Finance	1,099,535,760	47.64%
Media & Entertainment	505,794,930	21.92%
Non Banking Finance Company	450,000,000	19.50%
Finance - Asset Backed	252,522,193	10.94%
Total	2,307,852,883	100.00%
Certificate of Deposit		
Banks	4,917,583,655	100.00%
Commercial Paper		
Finance	1,210,874,915	51.37%
Non Banking Finance Company	900,317,722	38.19%
Construction Project	246,085,906	10.44%
Total	2,357,278,543	100.00%
Grand Total	9,582,715,081	

14 The disclosure under regulation 25(11) of SEBI (Mutual Fund) Regulation 1996 in respect of investment made by the scheme in companies or their subsidiaries that have invested more than 5% of net assets of the scheme is as per Annexure -I.

15 There has been no transaction with the associates in terms of regulation 25(7) of SEBI (Mutual Fund) Regulations, 1996.

16 There are no underwriting commitments.

17 The scheme has no exposure in Derivatives/Foreign Securities/ADRS/GDRS as on March 31, 2010.

18 The disclosure under Regulation 25(8) of SEBI (Mutual Fund) Regulations is as per Annexure -II.

19 The scheme has not subscribed to any issue lead managed by its associate companies or any issue of debt on private placement basis where the sponsor or its associates acted as the arranger or manager.

20 There are no unitholders holding over 25% of the NAV of the scheme as at the year end.

20 In order to comply with SEBI circular dated March 15, 2010, the balance in unit premium reserve has been restated to reflect unrealised appreciation in the scheme by crediting Rs. 651,323,253 to Income equalisation reserve.

22 The previous year's figures have been regrouped or rearranged wherever considered necessary. The previous year figures are for period less than full financial year and therefore not comparable with current financial year.

23 A full portfolio of investments of the Scheme is attached herewith as Annexure III.









TAURUS ULTRA SHORT TERM BOND FUND

Disclosure under Regulation 25 (11) of SEBI (Mutual Fund) Regulations, 1996

Annexure -I

Investments made by the schemes of Taurus Mutual Fund in Companies or their subsidiaries that have invested more than 5% of the net assets of any scheme

Name of the Company	Name of the scheme in which company has invested more than 5% of net assets	Investments made by the Schemes of Taurus Mutual Fund in the Company or its subsidiary	Aggregate cost of acquisition during the period ended March 31, 2010 (Rupees in Lakhs)	Outstanding as on March 31, 2010 (Rupees in Lakhs)
ALKEM LABORATORIES LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	28,000.00	-
ECL FINANCE LIMITED	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	7,500.00	-
EDELWEISS SECURITIES LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	23,500.00	-
HERO HONDA MOTORS LTD.	TAURUS ULTRA SHORT TERM BOND FUND.	TAURUS BONANZA FUND.	40.14	-
		TAURUS INFRASTRUCTURE FUND	75.03	-
		TAURUS STARSHARE	231.33	-
		TAURUS TAX SHIELD.	29.52	-
LAKSHMI VILAS BANK LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	1,000.00	-
MAHINDRA & MAHINDRA FIN SER LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	2,500.00	-
PUNJAB NATIONAL BANK	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	62,211.06	-
RHC HOLDING PVT LTD	TAURUS ULTRA SHORT TERM BOND FUND	TAURUS BONANZA FUND.	150.00	-
		TAURUS DISCOVERY FUND	200.00	-
		TAURUS INFRASTRUCTURE FUND	100.00	-
		TAURUS STARSHARE	1,466.76	-
		TAURUS ULTRA SHORT TERM BOND FUND	15,050.00	-
SHIRIRAM TRANSPORT FINANCE CO LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	1,508.11	-
TEXMACO LIMITED	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	1,000.00	-
UTV SOFTWARE COMMUNICATIONS LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	2,487.73	-









Details of payments to associate/group companies

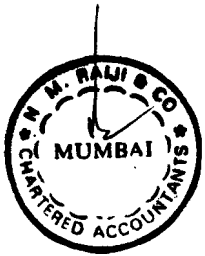
Brokerage paid to associates/related parties/group companies of Sponsor/AMC for the year ended March 31, 2010

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Value of transaction (in Rs. Crores & % of total value of transaction)		Brokerage (in Rs. Crores & % of total brokerage)	
Not Applicable	Not Applicable	April 2009 - March 2010	Nil	Nil	Nil	Nil
Not Applicable	Not Applicable	April 2008 - March 2009	Nil	Nil	Nil	Nil

Commission paid to associates/related parties/group companies of sponsor/AMC for the year ended March 31, 2010.

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Business Given (in Rs. Crores & % of total value of business)		Commission paid (in Rs Crores & % of total commission)	
Invest Shoppee India Limited	Associate	April 2009 - March 2010	15.88	0.12%	0.01	1.23%
Invest Shoppee India Limited	Associate	April 2008 - March 2009	Nil	Nil	Nil	Nil

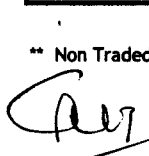







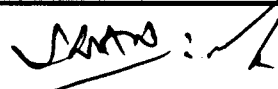


Portfolio Statement as on March 31, 2010

Name of the Instrument	Quantity	Market Value (In Rs. Lakhs)
DEBT INSTRUMENTS		
(a) Listed/ awaiting listing on Stock Exchange		
Sub Total		-
(b) Privately placed/ Unlisted		
Non Convertible Debentures		
9.10% Deccan Chronicle Holdings Ltd. (28/10/2010) ** #	5,000,000	5,057.95
7.50% First Leasing Company Ltd. (25/06/2010) ** #	2,500,000	2,500.00
7.40% First Leasing Company Ltd. (22/06/2010) ** #	2,500,000	2,500.00
8.10% India Infoline Ltd. (19/04/2010) ** #	2,500,000	2,500.00
10.55% India Infoline Ltd. (28/06/2010) ** #	2,500,000	2,500.00
6.85% Religare Finvest Ltd. (08/04/2010) ** #	2,500,000	2,500.00
8.25% Religare Finvest Ltd. (05/04/2010) ** #	2,000,000	2,000.00
8.15% Reliance Capital Ltd. (22/07/2011) ** #	1,000,000	995.36
Sub Total		20,553.31
Total		20,553.31
Securitized Debt		
Corporate Loan Securitisation Series XXIX Trust (17/06/2010) ** #	25	2,525.22
Total		2,525.22
MONEY MARKET INSTRUMENTS		
Certificate of Deposit		
Corporation Bank (06/01/2011) ** #	10,000,000	9,583.85
State Bank of Travancore (29/10/2010) ** #	5,000,000	4,852.02
ICICI Bank Ltd. (22/10/2010) ** #	5,000,000	4,849.82
ICICI Bank Ltd. (11/11/2010) ** #	5,000,000	4,837.28
Kotak Mahindra Bank Ltd. (12/11/2010) ** #	5,000,000	4,830.98
State Bank of Patiala (10/12/2010) ** #	5,000,000	4,812.18
State Bank of Bikaner & Jaipur (07/10/2010) ** #	2,500,000	2,435.72
Oriental Bank of Commerce (22/10/2010) ** #	2,500,000	2,428.18
Yes Bank Ltd. (10/11/2010) ** #	2,500,000	2,414.40
Bank of Baroda (22/12/2010) ** #	2,500,000	2,401.28
Yes Bank Ltd. (27/12/2010) ** #	2,500,000	2,391.04
Dhanalaxmi Bank Ltd. (05/01/2011) ** #	2,500,000	2,385.02
Yes Bank Ltd. (22/10/2010) ** #	500,000	484.69
Jammu & Kashmir Bank Ltd. (28/03/2011) ** #	500,000	469.37
Sub Total		49,175.83
Commercial Paper		
J M Financial Products Private Ltd. (21/12/2010) ** #	4,490,000	4,269.78
Indiabulls Securities Ltd. (25/06/2010) ** #	2,750,000	2,705.91
Punj Lloyd Ltd. (28/06/2010) ** #	2,500,000	2,460.86
Housing Development Finance Corporation Ltd. (09/11/2010) ** #	2,500,000	2,418.68
Religare Finvest Ltd. (22/09/2010) ** #	2,500,000	2,416.50
Birla Global Finance Ltd. (19/11/2010) ** #	2,500,000	2,405.10
Religare Finvest Ltd. (21/03/2011) ** #	2,500,000	2,316.90
Birla Global Finance Ltd. (12/07/2010) ** #	1,700,000	1,668.98
India Infoline Ltd. (10/05/2010) ** #	1,000,000	991.57
Reliance Capital Ltd. (30/03/2011) ** #	1,000,000	931.03
India Infoline Ltd. (05/05/2010) ** #	500,000	496.25
Future Capital Holdings Ltd. (29/06/2010) ** #	500,000	491.23
Sub Total		23,572.79
Total		72,748.62
GRAND TOTAL		95,827.15

** Non Traded Security # Unlisted Security








TAURUS ULTRA SHORT TERM BOND FUND (FORMERLY TAURUS SHORT TERM BOND FUND)

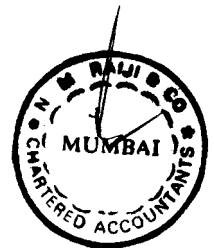
Perspective Historical Per Unit Statistics

Amount in Rupees

Per Unit Particulars	As at	As at
	March 31, 2010	March 31, 2009
A) Face Value	1,000.0000	1,000.0000 \$
B) Net Asset Value, per unit -		
Retail Growth Plan	1,072.7322	1,024.0460 \$
Retail Daily Dividend Plan	1,001.4787	1,000.1100 \$
Retail Weekly Dividend Plan	1,001.8947	1,000.3178 \$
Institutional Growth Plan	1,074.9137	1,025.0030 \$
Institutional Daily Dividend Plan	1,001.4788	1,000.1100 \$
Institutional Weekly Dividend Plan	1,001.9084	1,000.3152 \$
Super Institutional Growth Plan	1,078.0136	1,025.5045 \$
Super Institutional Daily Dividend Plan	1,001.4788	1,000.1100 \$
Super Institutional Weekly Dividend Plan	1,001.9166	1,000.3194 \$
C) Gross Income		
i) Income other than Profit on sale of investment	43.50	0.30
ii) Income from Profit on inter scheme sale/transfer of investments (net)	0.42	-
iii) Income from Profit on sale of investment to third party) (net)	1.13	0.05
iv) Net change in Unrealised gain/loss in value of investments	0.15	-
v) Transfer to Revenue Account from past years' reserve.	-	-
vi) Gross Income [Total of (i) to (v)]	45.20	0.35
D) Total Expenses		
i) Aggregate of Expenses, write off, amortisation and charges	1.36	0.01
ii) Net change in Unrealised gain/loss in value of investments	-	-
iii) Total Expenses [Total of (i) and (ii)]	1.36	0.01
E) Net Income [(C)-(D)]	43.84	0.34
F) Unrealised appreciation/(depreciation) in value of investments	0.15	0.00
G) (1) Trading Price/NAV		
i) Highest during the year -		
Retail Growth Plan	1,072.7322	1,024.0460 \$
Retail Daily Dividend Plan	1,001.4787	1,000.6652 \$
Retail Weekly Dividend Plan	1,001.9598	1,002.5570 \$
Institutional Growth Plan	1,074.9137	1,025.0030 \$
Institutional Daily Dividend Plan	1,001.4788	1,000.6816 \$
Institutional Weekly Dividend Plan	1,001.9845	1,002.6145 \$
Super Institutional Growth Plan	1,078.0136	1,025.5045 \$
Super Institutional Daily Dividend Plan	1,001.4788	1,000.6939 \$
Super Institutional Weekly Dividend Plan	1,002.0092	1,002.6392 \$
ii) Lowest during the year -		
Retail Growth Plan	1,025.0300	1,000.4078 \$
Retail Daily Dividend Plan	1,000.1100	1,000.1100 \$
Retail Weekly Dividend Plan	1,000.1100	1,000.1100 \$
Institutional Growth Plan	1,026.0000	1,000.4174 \$
Institutional Daily Dividend Plan	1,000.1100	1,000.1100 \$
Institutional Weekly Dividend Plan	1,000.0000	1,000.1100 \$
Super Institutional Growth Plan	1,026.5100	1,000.4215 \$
Super Institutional Daily Dividend Plan	1,000.1100	1,000.1100 \$
Super Institutional Weekly Dividend Plan	1,000.0000	1,000.1100 \$
(2) Price Earning Ratio	N.A	N.A
H) Per unit ratio of expenses to average net assets by %	0.15%	0.23% *
I) Per unit ratio of gross income to average net assets by % (including net changes in unrealised gain/loss in value of investments)	4.89%	7.63% *

* Percentage of Income and Expenditure have been given on annualised basis

* Face value of units was changed from Rs. 10 to Rs. 1,000 w.e.f. February 20, 2010, therefore previous and current year figures has been restated based on face value of Rs. 1,000.



Handwritten signatures and initials: 'Gaur', 'Asha', 'RP', and a large scribble.