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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, 2011 and the Revenue Account for the period from February 14, 2011 to March 31, 2011, annexed thereto, of **Taurus Dynamic Income Fund** (the scheme) of 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 the 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 the 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 adopted by the scheme for Non Traded Securities, are fair and reasonable and are in accordance with the guidelines for valuation issued by SEBI and have been 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 the Balance Sheet, of the state of affairs of the scheme as at March 31, 2011; and
 - b. in the case of the Revenue Account, of the surplus of the scheme for the period from February 14, 2011 to March 31, 2011.

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



Vinay D. Balse
Partner
Membership No. 39434

Place: New Delhi

Date: June 30, 2011

TAURUS MUTUAL FUND
BALANCE SHEET OF TAURUS DYNAMIC INCOME FUND AS AT MARCH 31, 2011

	SCHEDULE	AS AT MARCH 31, 2011 AMOUNT (Rs.)
LIABILITIES		
Unit Capital	A	1,53,74,651
Reserves and Surplus	B	1,87,409
Current Liabilities and Provisions	C	20,656
		1,55,82,716
ASSETS		
Investments	D	1,49,16,339
Other Current Assets	E	6,66,377
		1,55,82,716
Significant Accounting Policies and Notes to Accounts	H	

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 N. M. Raiji & Co.
Chartered Accountants


Vinay D. Balse
Partner

For and on behalf of Taurus Investment Trust Company Limited

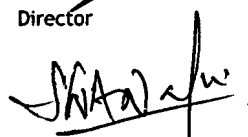

Director


Director

For and on behalf of Taurus Asset Management Company Limited



Director


Director


Waqar Naqvi
Chief Executive Officer


Sanjay Parikh
Chief Operations Officer

Place: New Delhi
Date: June 30, 2011


Rahul Pal
Fund Manager

TAURUS MUTUAL FUND
REVENUE ACCOUNT OF TAURUS DYNAMIC INCOME FUND FOR THE PERIOD ENDED MARCH 31, 2011

	SCHEDULE	FOR THE PERIOD ENDED MARCH 31, 2011 AMOUNT (Rs.)
INCOME		
Interest	F	1,99,983
		1,99,983
EXPENSES		
Management, Trusteeship Fees, Administrative and Other Operating expenses	G	11,725
Net change in unrealised gain/loss in value of Investments		478
		12,203
Surplus for the period		1,87,780
Transfer from Income Equalisation Reserve		(371)
Balance transferred to Balance Sheet		1,87,409
Significant Accounting Policies and Notes to Accounts	H	

Schedules referred to above form an integral part of the Revenue Account.

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

For N. M. Raiji & Co.
Chartered Accountants



Vinay D. Balse
Partner

For and on behalf of Taurus Investment Trust Company Limited

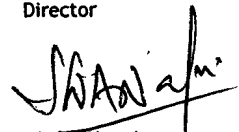

Director


Director

For and on behalf of Taurus Asset Management Company Limited

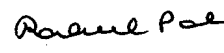

Director


Director


Waqar Naqvi
Chief Executive Officer


Ranjay Parikh
Chief Operations Officer

Place: New Delhi
Date: June 30, 2011


Rahul Pal
Fund Manager

TAURUS DYNAMIC INCOME FUND
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2011

		AS AT MARCH 31, 2011 AMOUNT (Rs.)
SCHEDULE 'A' : UNIT CAPITAL		
a) Initial Capital Issued and Subscribed 15,53,521.752 units of Rs 10 each, fully paid up		1,55,35,218
b) Outstanding at the end :		
(I) Taurus Dynamic Income Fund - Dividend Option 55,972.382 units of Rs. 10 each, fully paid up	5,59,724	
(II) Taurus Dynamic Income Fund - Growth Option 14,81,492.685 units of Rs. 10 each, fully paid up	1,48,14,927	
		1,53,74,651
		1,53,74,651
SCHEDULE 'B' : RESERVES AND SURPLUS		
Unit Premium Reserve		
Discount / Premium on units repurchased/sold during the period		
Closing Balance		1,87,409
Balance in Revenue Reserve [Including unrealised appreciation in value of Investments - Nil]		1,87,409
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities		
Sundry Creditors		18,192
Tax deducted at source payable		1,317
Service Tax Payable		1,147
		20,656
SCHEDULE 'D' : INVESTMENTS		
Certificate of Deposits		1,39,32,717
Floating Rate Notes		9,83,622
		1,49,16,339

TAURUS DYNAMIC INCOME FUND
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2011

		AS AT MARCH 31, 2011 AMOUNT (Rs.)
SCHEDULE 'E' : OTHER CURRENT ASSETS		
Balance with Banks in Current Accounts		5,02,881
Receivable from Taurus Asset Management Co Ltd (Net of Management Fees payable)		12,992
Accrued Interest on debentures/bonds		30,504
Units Subscription Receivable		1,20,000
		6,66,377

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TAURUS DYNAMIC INCOME FUND
SCHEDULES FORMING PART OF REVENUE ACCOUNT FOR THE PERIOD ENDED MARCH 31, 2011

		FOR THE PERIOD ENDED MARCH 31, 2011 AMOUNT (Rs.)
SCHEDULE 'F' : INTEREST		
Certificate of Deposits		1,75,187
Collateralised Borrowing & Lending Obligation (CBLO)		16,746
Floating Rate Notes		8,050
		1,99,983
SCHEDULE 'G' : MANAGEMENT, TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES		
Management Fees	3,233	
Registrar Charges	337	
Custodian Fees	560	
Advertisement and Publicity Expenses	2,973	
Brokerage and Commission (Net of load utilised)	8,676	
Audit Fees	9,927	
Other Operating Expenses	969	26,675
Less: Expenses in excess borne by Taurus Asset Management Co. Ltd.		14,950
		11,725

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Schedule - H:

Significant Accounting Policies and Notes to Accounts (Annexed to and forming part of Balance Sheet as at March 31, 2011 and Revenue Account for the period ended March 31, 2011).

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 are valued on "Marked to Market" basis, as per SEBI guidelines principally as stated below:

I. Traded debt and money market securities, (other than Government Securities of over 91 days to maturity) are valued at the weighted average price at which they are traded on a particular valuation day. A debt security (other than Government Securities) is considered as a thinly traded security if on the valuation date, there are no individual trades in that security in marketable lots (presently Rs. 5 crore) on the principal stock exchange or any other stock exchange.

II. Non-Traded/Thinly traded debt and money market securities are valued at fair value, as determined "in good faith" by the Board of the Asset Management Company, in accordance with the guidelines for valuation of securities for mutual funds, as issued by SEBI and approved by the Board of the Trustee Company as given below :

i) Non Traded / thinly traded debt and money market securities, including floating rate securities, with residual maturity of upto 91 days, are valued on amortisation basis.

ii) Non traded / thinly traded debt and money market securities, including floating rate securities, with residual maturity of over 91 days, are valued at the benchmark yield/ matrix of spread over the risk free benchmark yield obtained from agencies entrusted for the said purpose by AMFI.

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

iv) 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), bills purchased under rediscounting scheme and short-term deposits with banks are valued at cost plus accrual.

c) Investment Transactions

Investment transactions are accounted on the trade date for equity and debt securities. The cost of acquisition includes the cost of purchase, stamp duty, securities 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 the cost of investment.

d) Recognition of revenue and treatment of expenses

I. Interest is accrued on a day-to-day basis, except for debt classified as non-performing assets, on which interest is recognised 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 is made on that asset.

III. The net unrealised gain/loss in the value of investments is determined separately for each class of investment. Further, the change in net unrealised gain/ loss, if any, between two balance sheet dates, is recognised in the Revenue Account. However, unrealised gain is excluded for calculating distributable income at the time of dividend distribution.

IV. Marketing and incidental expenses incurred in connection with the collection / redemption of the units are charged to the respective scheme and common marketing expenses are allocated to all open ended schemes in proportion to the unitholder folios in each scheme. Expenses incurred in excess of the regulatory limits are adjusted against exit load payable to the extent available. Expenses incurred excess of load available are charged to the AMC.

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 a 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

Pursuant to SEBI circular dated March 15, 2010, in the 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 and net balance of this account is credited or debited to Revenue Account at the year end. The distributable surplus is arrived after excluding both unit premium reserve as well as unrealised appreciation from NAV.

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 / options.

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

h) Exit Load

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 to be in excess by the Trustees. In the event the load is considered to be in excess by the trustees, the same is recognised as an income. Exit Load charged above 1% is recognised as an Income of the scheme immediately.

Notes to Accounts

2 Taurus Dynamic Income Fund was launched on January 25, 2011. The scheme closed for subscription on February 08, 2011. The scheme seeks to provide optimal returns with high liquidity through active management of the portfolio by investing in Debt and Money Market Instruments. The scheme has two Option namely Dividend and Growth. A combined Balance Sheet and Revenue Account is prepared for the scheme.

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

	March 31, 2011	
	Market /Fair Value	
	(Rs)	
Certificate of Deposits	1,39,32,717	
Floating Rate Notes	9,83,622	

4 The unrealised appreciation as on March 31, 2011 is Nil.

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

	March 31, 2011
Dividend Option	10.1219
Growth Option	10.1219

6 The scheme has not declared any dividend during the year.

7 The Scheme has paid management fees aggregating to Rs. 3,233 to Taurus Asset Management Company Limited, calculated @ 0.15% 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 The aggregate value of purchases and sales of investments and income and expenditure during the year expressed as a % of average daily net assets is as under :

	Rs.	% as above
Purchases	1,47,64,084	95.24
Sales	-	-
Income	1,99,983	10.24
Expenditure	11,725	0.60

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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.

9 Movement in unit capital during the year 2010-11 is as under :

	No. of units	Face Value (Rs.)
Units sold during the year	15,66,869.759	1,56,68,698
Unit repurchased during the year	29,404.692	2,94,047
Balance as on March 31, 2011	15,37,465.067	1,53,74,651

10 The scheme has not paid any trusteeship fees during the year as unit capital as on April 1, 2010 of the scheme was Nil.

11 The income of the Mutual Fund is exempt from income tax, as per Section 10(23D) of the Income Tax Act, 1961. Accordingly, no provision for income tax has been made in the Revenue Account of the Scheme.

12 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, 2011, is as under :

	Market /Fair Value as on March 31, 2011	% of Classification as on March 31, 2011
Certificate of Deposit		
Banks	1,39,32,717	100.00%
Floating Rate Notes		
Banks	9,83,622	100.00%
Total	1,49,16,339	

13 Disclosure under Regulation 25(11) of SEBI (Mutual Fund) Regulation 1996, in respect of investments 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.

14 There are no underwriting commitments.

15 The scheme has no exposure in Foreign Securities/ADR's/GDR's as on March 31, 2011.

16 Disclosure under Regulation 25(8) of SEBI (Mutual Fund) Regulations 1996, is as per Annexure -II.

17 The scheme has 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.

18 The details of the unit holders holding over 25% of the net assets of the scheme as at the year end are as under:

No of Unitholders	% of NAV
1	65.04

19 The Scheme has not entered into any derivative position during the year, therefore portfolio disclosure for derivative positions pursuant to SEBI Circular no. CIR/IMD/DF/11/2010 dated August 18, 2010 is Nil.

20 There are no unclaimed redemption as at the year end.

The financial statements are prepared for the period January 25, 2011 to March 31, 2011. As these are the first financial statements of the scheme, 21 there are no comparatives figures for the previous year.

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

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TAURUS MUTUAL FUND

Disclosure under Regulation 26 (11) of SEBI (Mutual Fund) Regulations, 1996

Annexure 1

Investments made by the schemes of Taurus Mutual Fund in Companies or their subsidiaries that have invested more than 6% of the net assets of any scheme

Name of the Company	Scheme Invested by the Company	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, 2011 (Rupees in Lakhs)	Outstanding as on March 31, 2011 (Rupees in Lakhs)
ADITYA BIRLA NUVO LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	108.59	24.42
		TAURUS DISCOVERY FUND	88.82	-
		TAURUS STARSHARE	14.95	-
		TAURUS TAX SHIELD	106.47	-
				12,000.00
ALKEM LABORATORIES LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	54,000.00	-
CIPLA LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	187.27	49.73
		TAURUS DISCOVERY FUND	30.10	-
		TAURUS ETHICAL FUND	114.04	32.11
		TAURUS NIFTY INDEX FUND	13.54	1.33
		TAURUS STARSHARE	889.83	-
		TAURUS TAX SHIELD	196.27	64.21
CROMPTON GREAVES LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	158.54	37.18
		TAURUS DISCOVERY FUND	82.77	54.59
		TAURUS ETHICAL FUND	28.02	-
		TAURUS INFRASTRUCTURE FUND	138.00	48.46
		TAURUS MIP ADVANTAGE	31.24	-
		TAURUS TAX SHIELD	74.08	-
DABUR INDIA LTD.	TAURUS LIQUID FUND	TAURUS DISCOVERY FUND	58.72	-
		TAURUS ETHICAL FUND	88.02	61.47
		TAURUS STARSHARE	150.99	-
		TAURUS TAX SHIELD	50.11	-
ECL FINANCE LIMITED	TAURUS LIQUID FUND	TAURUS LIQUID FUND	90,377.28	-
		TAURUS SHORT TERM INCOME FUND	467.88	-
		TAURUS ULTRA SHORT TERM BOND FUND	1,44,860.68	-
EDELWEISS SECURITIES LTD.	TAURUS LIQUID FUND	TAURUS FMP 180 DAYS SERIES 1	247.55	-
		TAURUS LIQUID FUND	97,243.61	-
		TAURUS SHORT TERM INCOME FUND	3,287.40	-
		TAURUS ULTRA SHORT TERM BOND FUND	79,838.75	-
FINANCIAL TECHNOLOGIES INDIA LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	140.48	-
		TAURUS DISCOVERY FUND	237.80	-
		TAURUS INFRASTRUCTURE FUND	263.43	-
		TAURUS MIP ADVANTAGE	50.20	-
		TAURUS STARSHARE	941.50	-
		TAURUS TAX SHIELD	10.17	-
FULLERTON INDIA CREDIT CO. LTD.	TAURUS LIQUID FUND	TAURUS FIXED MATURITY PLAN 15 MONTHS-SERIES 1	2,574.14	1,188.28
		TAURUS FMP365 SERIES 1	850.82	971.12
		TAURUS LIQUID FUND	8,921.91	-
		TAURUS MIP ADVANTAGE	8,405.63	-
		TAURUS SHORT TERM INCOME FUND	16,788.82	3,752.56
		TAURUS ULTRA SHORT TERM BOND FUND	66,820.86	4,830.90
GRASSM INDUSTRIES LTD.	TAURUS FIXED MATURITY PLAN 15 MONTHS-SERIES 1	TAURUS BONANZA FUND	187.43	120.80
		TAURUS DISCOVERY FUND	9.74	-
		TAURUS NIFTY INDEX FUND	1.27	1.28
		TAURUS STARSHARE	99.27	104.09
		TAURUS TAX SHIELD	88.07	73.84
HERO HONDA MOTORS LTD.	TAURUS FIXED MATURITY PLAN 15 MONTHS-SERIES 1	TAURUS BONANZA FUND	40.14	-
		TAURUS ETHICAL FUND	46.96	-
		TAURUS INFRASTRUCTURE FUND	75.03	-
		TAURUS MIP ADVANTAGE	14.95	1.22
		TAURUS NIFTY INDEX FUND	383.32	-
		TAURUS STARSHARE	-	-
		TAURUS TAX SHIELD	-	-
HINDALCO INDUSTRIES LTD.	TAURUS FMP 120 DAYS SERIES 2	TAURUS BONANZA FUND	123.99	28.25
		TAURUS DISCOVERY FUND	14.78	-
		TAURUS INFRASTRUCTURE FUND	188.14	34.34
		TAURUS LIQUID FUND	4,968.73	-
		TAURUS MIP ADVANTAGE	115.83	-
		TAURUS NIFTY INDEX FUND	15.15	2.18
		TAURUS STARSHARE	108.84	58.42
HOUSING DEVELOPMENT & INFRASTRUCTURE LTD.	TAURUS LIQUID FUND	TAURUS TAX SHIELD	185.38	-
		TAURUS BONANZA FUND	22.02	-
		TAURUS DISCOVERY FUND	3.01	-
IFCI LIMITED	TAURUS LIQUID FUND	TAURUS TAX SHIELD	23.46	-
		TAURUS BONANZA FUND	39.97	-
		TAURUS DISCOVERY FUND	50.08	-
INDIABULLS FINANCIAL SERVICES LTD.	TAURUS LIQUID FUND	TAURUS TAX SHIELD	54.97	-
		TAURUS ULTRA SHORT TERM BOND FUND	15,000.00	-
		TAURUS SHORT TERM INCOME FUND	-	-
INDIAN HOTELS COMPANY LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	156.56	33.43
		TAURUS DISCOVERY FUND	234.01	71.32
		TAURUS INFRASTRUCTURE FUND	139.28	-
		TAURUS MIP ADVANTAGE	120.34	-
		TAURUS STARSHARE	236.01	-
		TAURUS TAX SHIELD	313.95	29.83
INFRASTRUCTURE DEVELOPMENT FINANCE COMPANY LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	206.62	15.48
		TAURUS DISCOVERY FUND	273.83	58.70
		TAURUS MIP ADVANTAGE	134.46	-
		TAURUS NIFTY INDEX FUND	14.25	1.34
		TAURUS STARSHARE	836.89	-
		TAURUS TAX SHIELD	121.08	-
J M FINANCIAL PRODUCTS PRIVATE LTD.	TAURUS LIQUID FUND	FMP 370 DAY SERIES 3	138.58	-
		TAURUS FIXED MATURITY PLAN 15 MONTHS-SERIES 1	2,454.05	-
		TAURUS FMP365 SERIES 1	474.55	-
		TAURUS LIQUID FUND	40,959.52	-
		TAURUS SHORT TERM INCOME FUND	11,186.82	-
		TAURUS ULTRA SHORT TERM BOND FUND	1,18,081.36	-
JAIPUR PRAKASHAN LTD.	TAURUS FMP 180 DAYS SERIES 1	TAURUS DISCOVERY FUND	24.88	27.50
		TAURUS ETHICAL FUND	80.07	-

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JINDAL SAW LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	10.38	-
		TAURUS DISCOVERY FUND	43.73	44.11
		TAURUS ETHICAL FUND	46.85	-
		TAURUS INFRASTRUCTURE FUND	16.07	-
JSW STEEL LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	29.07	-
		TAURUS DISCOVERY FUND	35.57	-
		TAURUS INFRASTRUCTURE FUND	25.03	-
J.K. LAKSHMI CEMENT LIMITED	TAURUS FMP 370 DAYS SERIES D	TAURUS LIQUID FUND	1,982.90	-
		TAURUS SHORT TERM INCOME FUND	986.23	-
		TAURUS ULTRA SHORT TERM BOND FUND	1,985.81	-
KALPATARU POWER TRANSMISSION LTD	TAURUS FMP 91 DAYS SERIES E	TAURUS ETHICAL FUND	19.24	-
		TAURUS FIXED MATURITY PLAN 370 DAYS - SERIES 2	73.41	-
		TAURUS INFRASTRUCTURE FUND	67.59	-
		TAURUS LIQUID FUND	19,336.17	-
		TAURUS STARSHARE	252.58	-
		TAURUS ULTRA SHORT TERM BOND FUND	86,867.28	-
LAKSHMI VILAS BANK LTD.	TAURUS LIQUID FUND	TAURUS ULTRA SHORT TERM BOND FUND	1,000.00	-
LIC HOUSING FINANCE LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	19.76	-
		TAURUS DISCOVERY FUND	153.90	-
		TAURUS INFRASTRUCTURE FUND	13.05	-
		TAURUS MIP ADVANTAGE	43.60	-
		TAURUS STARSHARE	85.26	-
		TAURUS TAX SHIELD	212.40	-
MARUTI SUZUKI INDIA LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	219.46	-
	TAURUS ULTRA SHORT TERM BOND FUND.	TAURUS ETHICAL FUND	101.52	83.38
		TAURUS MIP ADVANTAGE	143.02	34.75
		TAURUS NIFTY INDEX FUND	14.18	1.35
		TAURUS STARSHARE	178.19	180.99
		TAURUS TAX SHIELD	291.55	203.05
MAVA BHARAT VENTURES LIMITED	TAURUS FMP 120 DAYS SERIES I	TAURUS DISCOVERY FUND	10.53	-
		TAURUS INFRASTRUCTURE FUND	60.27	-
NATIONAL BANK FOR AGR. & RURAL DEV	TAURUS LIQUID FUND	TAURUS LIQUID FUND	1,587.50	-
		TAURUS ULTRA SHORT TERM BOND FUND	4,705.95	-
PETRONET LNG LTD	TAURUS LIQUID FUND	TAURUS BONANZA FUND	70.71	-
	TAURUS ULTRA SHORT TERM BOND FUND.	TAURUS INFRASTRUCTURE FUND	46.87	44.90
		TAURUS STARSHARE	11.87	-
		TAURUS TAX SHIELD	50.08	-
PTC INDIA LIMITED	TAURUS LIQUID FUND	TAURUS BONANZA FUND	22.50	20.83
		TAURUS DISCOVERY FUND	64.15	62.93
		TAURUS ETHICAL FUND	103.92	90.46
		TAURUS INFRASTRUCTURE FUND	97.80	80.13
		TAURUS MIP ADVANTAGE	11.43	-
		TAURUS TAX SHIELD	42.35	41.85
PUNJAB NATIONAL BANK	TAURUS LIQUID FUND	TAURUS BONANZA FUND	19.76	-
		TAURUS FMP 180 DAYS SERIES 1	370.42	-
		TAURUS FMP 91 DAYS- SERIES A	1,375.90	-
		TAURUS INFRASTRUCTURE FUND	190.81	-
		TAURUS LIQUID FUND	1,29,077.90	2,444.46
		TAURUS MIP ADVANTAGE	2,428.87	-
		TAURUS NIFTY INDEX FUND	11.09	1.31
		TAURUS SHORT TERM INCOME FUND	4,846.20	-
		TAURUS STARSHARE	1,082.12	536.21
		TAURUS TAX SHIELD	10.95	-
		TAURUS ULTRA SHORT TERM BOND FUND	1,32,414.22	-
RELIGARE FANVEST LIMITED	TAURUS LIQUID FUND	FMP 370 DAY SERIES 3	159.27	-
		TAURUS FIXED MATURITY PLAN 15 MONTHS-SERIES 1	3,914.53	1,059.22
		TAURUS FMP 120 DAYS SERIES 1	1,086.21	-
		TAURUS FMP 180 DAYS SERIES 1	245.28	-
		TAURUS FMP365 SERIES 1	1,975.53	586.56
		TAURUS LIQUID FUND	82,158.48	2,759.48
		TAURUS MIP ADVANTAGE	2,078.07	-
		TAURUS SHORT TERM INCOME FUND	6,418.11	-
		TAURUS ULTRA SHORT TERM BOND FUND	1,73,080.82	-
RELIGARE SECURITIES LIMITED	TAURUS LIQUID FUND	TAURUS LIQUID FUND	14,904.64	-
		TAURUS ULTRA SHORT TERM BOND FUND	14,773.49	-
SHRIRAM TRANSPORT FINANCE CO LTD.	TAURUS LIQUID FUND	TAURUS DISCOVERY FUND	74.01	31.84
		TAURUS INFRASTRUCTURE FUND	23.56	-
		TAURUS MIP ADVANTAGE	26.14	-
		TAURUS TAX SHIELD	256.03	34.67
SNTX INDUSTRIES LTD.	TAURUS SHORT TERM INCOME FUND	TAURUS BONANZA FUND	75.54	-
		TAURUS DISCOVERY FUND	415.94	-
		TAURUS ETHICAL FUND	12.76	-
		TAURUS INFRASTRUCTURE FUND	245.38	-
		TAURUS MIP ADVANTAGE	172.04	-
		TAURUS STARSHARE	826.14	-
		TAURUS TAX SHIELD	501.07	-
TAMILNAD MERCANTILE BANK	TAURUS LIQUID FUND	TAURUS LIQUID FUND	7,348.58	-
TELEVISION EIGHTEEN INDIA LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	31.93	-
		TAURUS DISCOVERY FUND	109.39	-
		TAURUS LIQUID FUND	2,464.86	-
		TAURUS STARSHARE	134.80	-
		TAURUS TAX SHIELD	133.12	-
		TAURUS ULTRA SHORT TERM BOND FUND	2,434.98	-
ULTRATECH CEMENT LTD.	TAURUS FMP 370 DAYS SERIES D	TAURUS BONANZA FUND	50.14	-
	TAURUS FMP 91 DAYS SERIES B	TAURUS DISCOVERY FUND	43.96	-
		TAURUS INFRASTRUCTURE FUND	50.27	-
		TAURUS TAX SHIELD	48.10	-
UTV SOFTWARE COMMUNICATIONS LTD.	TAURUS LIQUID FUND	TAURUS BONANZA FUND	17.22	-
		TAURUS DISCOVERY FUND	8.97	-
		TAURUS TAX SHIELD	24.49	-
		TAURUS ULTRA SHORT TERM BOND FUND	2,487.73	-

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Taurus Mutual Fund

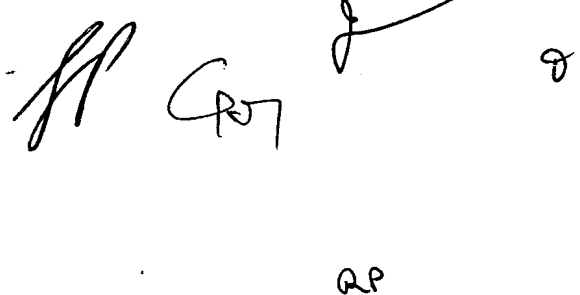
Details of payments to associate/group companies

Brokerage paid to associates/related parties/group companies of Sponsor/ AMC for the year ended March 31, 2011.

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Value of transaction (In Rs. Cr & % of total value of transaction of the fund)	Brokerage (Rs. Cr & % of total brokerage paid by the fund)
			Rs. Cr.	%
Not Applicable	Not Applicable	2010-2011	Nil	Nil
Not Applicable	Not Applicable	2009-2010	Nil	Nil

Commission paid to associates/related parties/group companies of sponsor/ AMC for the year ended March 31, 2011.

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Business Given (Rs. Cr. & % of total value of business received by the fund)	Commission paid (Rs. Cr & % of total commission paid by the fund)
			Rs. Cr.	%
Invest Shoppee India Limited	Associate	2010-2011	14.13	0.02%
Invest Shoppee India Limited	Associate	2009-2010	17.09	0.07%
				0.01
				0.02
				0.10%
				0.35%



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PORTFOLIO STATEMENT AS ON MARCH 31, 2011

TAURUS DYNAMIC INCOME FUND

Annexure -III

Name of the Instrument	Quantity	Market Value (in Rs. Lakhs)
Debt Instruments		
(a) Listed/ awaiting listing on Stock Exchange		
Floating Rate Note		
Kotak Mahindra Bank Ltd. (08/05/2013) **	10,000	9.84
Total		9.84
Money Market Instruments		
Certificate of Deposit		
IDBI Bank Ltd. (10/05/2011) ** #	47,000	46.49
Andhra Bank Ltd. (16/05/2011) ** #	47,000	46.42
UCO Bank (16/05/2011) ** #	47,000	46.42
Total		139.33
GRAND TOTAL		149.17

** Non Traded Security, # Unlisted Security




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TAURUS DYNAMIC INCOME FUND

Perspective Historical Per Unit Statistics

Amount in Rupees

	As at March 31, 2011
Per Unit Particulars	
A) Face Value	10.0000
B) Net Asset Value, per unit	
- Growth Option	10.1219
- Dividend Option	10.1219
C) Gross Income	
i) Income other than Profit on sale of investment	0.13
ii) Income from Profit on inter scheme sale/transfer of investments (net)	0.00
iii) Income (net) from Profit on sale of investment to third party) (net)	0.00
iv) Net change in Net Unrealised gain/loss in value of investments	0.00
v) Transfer to Revenue Account from past years' reserve.	0.00
vi) Gross Income [Total of (I) to (v)]	0.13
D) Total Expenses	
i) Aggregate of Expenses, write off, amortisation and charges	0.01
ii) Net change in Net Unrealised gain/loss in value of investments	0.00
iii) Total Expenses [Total of (I) and (ii)]	0.01
E) Net Income [(C)-(D)]	0.12
F) Unrealised appreciation/(depreciation) in value of investments	0.00
G) (1) Trading Price/NAV	
i) Highest during the year	
- Growth Option	10.1219
- Dividend Option	10.1219
ii) Lowest during the year	
- Growth Option	10.0000
- Dividend Option	10.0000
(2) Price Earning Ratio	N.A
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)	10.21%*

Percentage of Income and Expenditure have been given on annualised basis

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