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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 Fixed Maturity Plan – 370 Days Series 1** (the scheme) 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 FIXED MATURITY PLAN 370 DAYS - SERIES 1 AS AT MARCH 31, 2010

	SCHEDULE	AS AT MARCH 31, 2010 AMOUNT (RS.)	AS AT MARCH 31, 2009 AMOUNT (RS.)
LIABILITIES			
Unit Capital	A	-	42,399,872
Reserves and Surplus	B	-	1,853,622
Current Liabilities and Provisions	C	4,248	10,561
		4,248	44,264,055
ASSETS			
Investments	D	-	44,238,394
Other Current Assets	E	4,248	25,661
		4,248	44,264,055
Significant Accounting Policies and Notes to Accounts	H		

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

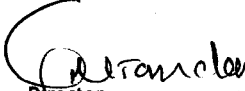
This is the Balance Sheet referred to in our report of even date

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


Vinay D. Balse
Partner




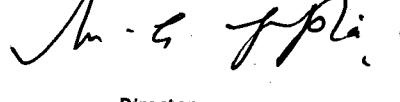
For and on behalf of Taurus Investment Trust Company Limited

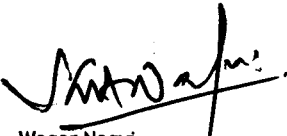

Director



Director

For and on behalf of Taurus Asset Management Company Limited

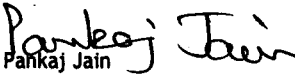

Director


Director


Waqar Naqvi
Chief Executive Officer


Sanjay Parikh
Chief Operations Officer

Place: Mumbai
Date: June 30, 2010


Pankaj Jain
Fund Manager

TAURUS MUTUAL FUND
REVENUE ACCOUNT OF TAURUS FIXED MATURITY PLAN 370 DAYS - SERIES 1 FOR THE PERIOD ENDED MARCH 31, 2010

	SCHEDULE	FOR THE PERIOD ENDED MARCH 31, 2010 AMOUNT (RS.)	FOR THE PERIOD ENDED MARCH 31, 2009 AMOUNT (RS.)
INCOME			
Interest	F	2,195,646	1,876,805
Profit on sale/ redemption of investments (Net) - others		556,322	-
		2,751,968	1,876,805
EXPENSES			
Management, Trusteeship Fees, Administrative and Other Operating expenses	G	28,825	16,911
		28,825	16,911
Surplus for the period		2,723,143	1,859,894
Opening Balance in Revenue Reserve brought forward		1,859,894	-
Amount available for Appropriation		4,583,037	1,859,894
Dividend / Income Distribution during the period		(80,056)	-
Tax on Dividend / Income Distribution		(11,338)	-
Transfer to Unit Premium Reserve		(4,491,643)	-
Balance transferred to Balance Sheet		-	1,859,894
Significant Accounting Policies and Notes to Accounts	H		

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

Arundev
 Director

[Signature]
 Director

For and on behalf of Taurus Asset Management Company Limited

[Signature]
 Director

Waqar Naqvi
 Waqar Naqvi
 Chief Executive Officer

[Signature]
 Sanjay Parikh
 Chief Operations Officer

Place: Mumbai
 Date: June 30, 2010

Pankaj Jain
 Pankaj Jain
 Fund Manager

TAURUS FIXED MATURITY PLAN 370 DAYS - SERIES 1
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2010





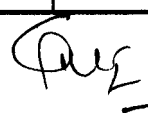


	AS AT MARCH 31, 2010 AMOUNT (RS.)	AS AT MARCH 31, 2009 AMOUNT (RS.)
SCHEDULE 'A' : UNIT CAPITAL		
a) Initial Capital Issued and Subscribed 4,239,987.188 units of Rs 10 each fully paid up	42,399,872	42,399,872
b) Outstanding at the end :		
(I) Taurus Fixed Maturity Plan 370 Days - Series 1- Retail Growth Plan Nil units (Previous period- 1,381,387.188 units)of Rs. 10 each fully paid up	-	13,813,872
(II) Taurus Fixed Maturity Plan 370 Days - Series 1-Retail Dividend Plan Nil units (Previous period- 88,600.000 units) of Rs. 10 each fully paid up	-	886,000
(III) Taurus Fixed Maturity Plan 370 Days - Series 1 - Institutional Growth Plan Nil units (Previous period- 2,770,000.000 units) of Rs. 10 each fully paid up	-	27,700,000
	-	42,399,872
	-	42,399,872
SCHEDULE 'B' : RESERVES AND SURPLUS		
Unit Premium Reserve		
Balance at the commencement of the year	(6,272)	-
Discount / Premium on units repurchased/sold during the period	(4,485,371)	(6,272)
Transfer from Revenue Reserve	4,491,643	-
Closing balance	-	(6,272)
Balance in Revenue Reserve	-	1,859,894
[Including unrealised appreciation in value of Investments Rs. Nil Previous Period Rs. (Nil)]	-	-
	-	1,853,622
SCHEDULE 'C' : CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities		
Sundry Creditors	2,648	281
Tax Deducted at Source payable	-	461
Entry/Exit Load payable	-	8,061
Audit Fees payable	1,490	1,174
Custodian Fees Payable	110	584
	4,248	10,561
SCHEDULE 'D' : INVESTMENTS		
(Refer Note 1(b) of Schedule H)		
Collateralised Borrowing and Lending Obligation (CBLO)	-	539,478
Commercial Papers	-	43,698,916
	-	44,238,394
SCHEDULE 'E' : OTHER CURRENT ASSETS		
Balance with Banks in Current Accounts	3,092	937
Interest Accrued	-	76
Receivable from Taurus Asset Management Co. Ltd. (Net of Management Fees payable)	1,156	24,648
	4,248	25,661



TAURUS FIXED MATURITY PLAN 370 DAYS - SERIES 1
SCHEDULES FORMING PART OF THE REVENUE ACCOUNT FOR THE PERIOD PERIOD MARCH 31, 2010

		FOR THE PERIOD ENDED MARCH 31, 2010 AMOUNT (RS.)		FOR THE PERIOD ENDED MARCH 31, 2009 AMOUNT (RS.)
SCHEDULE 'F' : INTEREST				
Collateralised Borrowing and Lending Obligation (CBLO)	39,455		157,214	
Certificates of Deposit	292,246		398,315	
Commercial Papers	1,863,945	2,195,646	1,321,276	1,876,805
		2,195,646		1,876,805
SCHEDULE 'G' : MANAGEMENT, TRUSTEESHIP, ADMINISTRATIVE AND OTHER OPERATIVE EXPENSES				
Management Fees	19,076		11,347	
Trusteeship Fees	4,677		-	
Custodian Fees	1,603		930	
Registrar Charges	15		11,236	
Advertisement and Publicity Expenses	-		13,262	
Audit Fees	1,729		1,324	
Other Operating Expenses	2,882	29,982	7,650	45,749
Less : Expenditure in excess borne by Taurus Asset Management Co. Ltd.		1,157		28,838
		28,825		16,911





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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, 2010 and 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 trade 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.

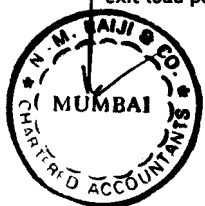
II. If the interest is not received till after the expiry of the 1st quarter from the date the income has fallen due, no further interest accrual is made on that asset.

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 expenses pertain.

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

VI. Marketing and incidental expenses incurred in connection with the collection / redemption of the units are adjusted against entry and exit load payable to the extent available. The expenses in excess of load available are charged to Revenue Account.



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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) 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.



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Notes to Accounts

2 Taurus FMP 370 Days Series - 1 is a close ended scheme which was launched on October 08, 2008. The scheme closed for subscription on October 23, 2008. The scheme seeks to generate income through minimum volatility through investments in a portfolio of debt (including securitised debt) and money market instruments. The scheme has Retail Plan and Institutional Plan. The scheme redeemed on November 16, 2009. 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, 2010	March 31, 2009
	Market /Fair Value	Market /Fair Value
	(Rs)	(Rs)
Commercial Paper	Nil	43698916
Collateralised Borrowing & Lending Obligation (CBLO)	Nil	539478

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

	March 31, 2010	March 31, 2009
Retail -Dividend Plan	Nil	10.4372
Retail -Growth Plan	Nil	10.4372
Insitutional -Growth Plan	Nil	10.4372

5 The scheme has declared dividend as under :

Record Date	Dividend per unit
	(Rs.)
November 16, 2009	0.9463

6 The Scheme has paid management fees aggregating to Rs.19,076 (Previous period Rs. 11,347) to Taurus Asset Management Company Limited calculated @ 0.06% 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.

7 Unrealized appreciation as on March 31, 2010 is Rs. Nil (Previous period Rs. Nil).

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	408,983,345	1418.84
Previous period	170,201,105	1006.52
Sales	350,394,774	1215.59
Previous period	128,221,780	758.27
Income	2,195,646	7.62
Previous period	1,876,805	11.10
Expenditure	28,825	0.10
Previous period	16,911	0.10

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 2009-10 is as under :

	No. Of units	Face Value (Rs.)
Balance at the commencement of the year	4,239,987.188	42,399,872
Previous period	Nil	Nil
Units sold during the year	160.869	1,609
Previous period	4,319,987.188	43,199,872
Unit repurchased during the year	4,240,148.057	42,401,481
Previous period	80,000.000	800,000
Balance as on March 31, 2010	-	-
Balance as on March 31, 2009	4,239,987.188	42,399,872



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- 10 During the year, the scheme has paid Trusteeship fees aggregating to Rs 4,677 (Previous period Rs. Nil) at a rate of 0.01% 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.
- 11 No provision for taxation is required as the fund is a recognized Mutual Fund u/s 10(23D) of the Income Tax Act, 1961.
- 12 The investment of the scheme as on March 31, 2010 was Nil, hence disclosure of Industry wise classification of investment has not been given.
- 13 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.
- 14 There has been no transaction with the associates in terms of regulation 25(7) of SEBI (Mutual Fund) Regulations, 1996.
- 15 There are no underwriting commitments.
- 16 The scheme has no exposure in Derivatives/Foreign Securities/ADRS/GDRS as on March 31, 2010.
- 17 During the year the services of the sponsor, its associates / employees were not utilised nor any brokerage or commission paid therefor.
- 18 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.
- 19 There are no unitholders holding over 25% of the NAV of the scheme as at end of the year.
- 20 The previous year's figures have been regrouped or rearranged wherever considered necessary. The previous year and current financial year figures are for period less than full financial year and therefore not comparable with each other.
- 21 A full portfolio of investments of the Scheme is attached herewith as Annexure II.



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TAURUS FIXED MATURITY PLAN 370 DAYS - SERIES 1

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)
SHRIRAM TRANSPORT FINANCE CO LTD.	TAURUS LIQUID FUND	TAURUS FIXED MATURITY PLAN 370 DAYS - SERIES 1	428.57	-



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Portfolio Statement as on March 31, 2010

Name of the Instrument	Quantity	Market Value (in Rs. Lakhs)
MONEY MARKET INSTRUMENTS		
CBLO/REPO		
Sub Total		-
Total		-
GRAND TOTAL		-

** Non Traded Security, # Unlisted Security



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TAURUS FIXED MATURITY PLAN 370 DAYS - SERIES 1

Perspective Historical Per Unit Statistics

Amount in Rupees

	As at March 31, 2010	As at March 31, 2009
Per Unit Particulars		.
A) Face Value	-	10.0000
B) Net Asset Value, per unit - Retail Growth Plan	-	10.4372
- Retail Dividend Plan	-	10.4372
- Institutional Growth Plan	-	10.4372
- Institutional Dividend Plan	-	-
C) Gross Income		
i) Income other than Profit on sale of investment	-	0.44
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	-	-
v) Transfer to Revenue Account from past years' reserve.	-	-
vi) Gross Income [Total of (i) to (v)]	-	0.44
D) Total Expenses		
i) Aggregate of Expenses, write off, amortisation and charges	-	\$0.00
ii) Net change in Unrealised gain/loss in value of investments	-	-
iii) Total Expenses [Total of (i) and (ii)]	-	\$0.00
E) Net Income [(C)-(D)]	-	0.44
F) Unrealised appreciation/(depreciation) in value of investments	-	-
G) (1) Trading Price/NAV		
i) Highest during the year - Retail Growth Plan	11.0803	10.0000
- Retail Dividend Plan	11.0761	10.0000
- Institutional Growth Plan	11.0803	10.0000
- Institutional Dividend Plan	-	-
ii) Lowest during the year - Retail Growth Plan	10.4403	10.4372
- Retail Dividend Plan	10.4403	10.4372
- Institutional Growth Plan	10.4403	10.4372
- Institutional Dividend Plan	-	-
(2) Price Earning Ratio	N.A	N.A
H) Per unit ratio of expenses to average net assets by %	0.10%	0.10% *
I) Per unit ratio of gross income to average net assets by % (including net changes in unrealised gain/loss in value of investments)	7.62%	11.10% *
* Percentage of Income and Expenditure have been given on annualised basis		

\$ Amount less than Rupee 0.01



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