

DIRECTORS' REPORT
TAURUS ASSET MANAGEMENT COMPANY LIMITED

Dear members,

The Directors have pleasure in presenting the 16th Annual Report of your Company together with Audited Statement of Accounts for the financial year ended March 31, 2009.

BACKGROUND

The Company has been permitted by SEBI to act as the Investment Manager of Taurus Mutual Fund vide their letter no. IIMARP/22714/93 dt. 21.09.1993.

SCHEME PERFORMANCE

At present, Taurus Mutual Fund is managing the following 10 open-ended schemes and two close-ended schemes:

Equity oriented schemes

- Taurus Starshare (*formerly The Starshare*)
- Taurus Discovery Fund (*formerly Discovery stock fund*)
- Taurus Bonanza Fund (*formerly Bonanza exclusive growth scheme - open*)
- Taurus Infrastructure Fund (*formerly Taurus Infra-Tips*)
- Taurus Ethical Fund

Equity Linked Saving Schemes

- Taurus Tax Shield (*formerly Libra Tax shield*)

Income Schemes

- Taurus Income Fund (*formerly Libra Bond Fund*)
- Taurus Gilt Fund (*formerly Libra Gilt Fund*)
- Taurus Liquid Fund
- Taurus Short Term Bond Fund (*formerly Taurus Liquid Plus*)

Fixed Maturity Schemes (close ended schemes)

- Taurus FMP 370 days Series 1
- Taurus FMP 370 days Series 2

The AMC is required to manage the Schemes of the Fund in accordance with the provisions of the Investment Management Agreement, Trust Deed, the Regulations and the objectives of each scheme.

As on March 31, 2009, the performance of these schemes was as under:-

Name of the Scheme	NAV on 31.03.2009	NAV on 31.03.2008
Taurus Starshare	24.76	51.94
Taurus Discovery Fund	6.89	21.25
Taurus Bonanza Fund	22.02	40.96
Taurus Infrastructure Fund	5.73	11.57
Taurus Tax Shield Fund	16.52	24.05
Taurus Gilt Fund	13.6660	13.4091
Taurus Income Fund	15.2208	14.7965
Taurus Liquid Fund	11.7057	10.9581
Taurus Short Term Bond Fund	10.2550	-
Taurus FMP 370 days Series 1	10.4372	-
Taurus FMP 370 days Series 2	10.0000	-

Taurus Ethical Fund commenced its operations w.e.f. April 20, 2009.

FINANCIAL RESULTS

The performance of the Company during the Financial Year 2008-2009 is given as follows:

Particulars	FY 2008 – 2009 (Rs. Lacs)	FY 2007 – 2008 (Rs. Lacs)
Management Fees	264.43	380.13
Other income	563.99	584.52
Gross Income	828.42	964.65
Employee cost	804.90	205.27
Other Expenses	1001.36	400.63
Net operating profit (Loss)	(977.84)	358.75
Provisions for tax	--	(37.65)
Provision for Deferred Tax	(3.76)	1.69
Provision for Fringe Benefit Tax	(9.83)	(3.88)
Profit/(Loss) after tax	(991.43)	318.91
Profit (loss) brought forward	659.68	340.65
Balance available for Appropriation	(331.75)	659.56
Dividend/Adjustments	--	0.12
Balance carried to Balance Sheet	(331.75)	659.68

The Company has undergone major expansion and restructuring during the year and therefore operating and manpower cost has increased which further resulted into loss of Rs.977.84lacs during the year under review against profit of Rs. 358.75lacs of the previous year.

DIVIDEND

In view of the loss incurred, your directors do not recommend any dividend for the year.

ISSUE OF REDEEMABLE PREFERENCE SHARES

10,00,000 preference shares of Rs.10/- each were issued to M/s Pisces Portfolio Private Limited at 8% coupon rate of dividend on non-cumulative basis. Preference shares to be redeemable at par after expiry of 5 years or on early date as per mutual consent.

FUTURE PLAN

Company has taken an aggressive expansion plan to increase the AUM. Accordingly, various areas of operations including marketing, fund management, accounts etc. are being strengthened by appointing many new senior level officials. Besides this, number of branches are also being increased to improve the Fund's reach amongst the investors. Many new schemes both equity as well as income schemes are likely to be launched shortly.

FIXED DEPOSITS

During the year under review, the company has not accepted or renewed any deposit under section 58A of the Companies Act, 1956 read with Companies (Acceptance of Deposit) Rules, 1975.

BOARD OF DIRECTORS

The Company has non-executive Chairman and more than 50% Directors are Independent Directors in compliance with the SEBI Regulations. Mr. Vijay Sood and Mr. M G Gupta, Directors of the Company retire by rotation pursuant to section 255 of the Companies Act, 1956 at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Board recommends their re-appointment.

AUDIT COMMITTEE

Pursuant to section 292A of the Companies Act, 1956, an Audit Committee was constituted. The Committee is comprised of two independent directors and two non-independent directors including one Managing Director.

The terms of reference of the audit committee include approving and implementing the audit procedures and techniques, reviewing the financial reporting systems, internal control systems and control procedures.

The Committee reviews the reports of the internal auditors and statutory auditors alongwith the comments and action taken reports of the management. The audit committee also invites senior executives, as it considers appropriate to be present at the

meetings of the committee. The Company Secretary cum Compliance Officer acts as the secretary to the Committee.

INVESTMENT COMMITTEE

The investment committee comprises three independent directors and two non-independent directors including one Managing Director. Investment Committee meets every month and reviews the areas of Investment of the Fund viz;

- Movement in NAV of each scheme vis-à-vis the benchmark index
- Stock universe/analysis of new scrips added in the portfolio of each scheme
- Investment Pattern
- Review of outstanding corporate benefits and bad delivery cases
- Status of thinly traded, non-traded and bad delivery cases
- Portfolio of equity schemes
- Marketing Strategy &
- Activities of the Fund during the month including inter-scheme transfers

DETAILS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION ETC.

Information required to be disclosed under section 217(1)(e) of the Companies Act, 1956 is not applicable to the company, as no such activity is being carried out by the company.

PARTICULARS OF EMPLOYEES

Particulars of employees pursuant to section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended, are applicable and details of employees of the company drawing remuneration in excess of the limits specified therein is attached to the Directors' Report as *annexure I*. The members can avail the information in this regards after giving written request to the company.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under section 217(2AA) of the Companies Act, 1956 your directors make the following statements:-

1. that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
2. that the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2009 and its profit or loss for the year ended on that date;

3. that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. that the directors have prepared the annual accounts on a going concern basis.

AUDITORS AND THEIR QUALIFICATIONS

M/s Walker Chandiook & Co., Chartered Accountants, New Delhi, auditors of the company retire at the conclusion of the ensuing Annual General Meeting and, being eligible, offer themselves for reappointment as auditors of the company.

In view of point no. 4 of the Auditors Report, the Board explains that the erstwhile HB Asset Management Company purchased an office in Mumbai in earlier years for Rs.19,800,020, the title to which is yet to be transferred in the name of the Company. However on July 30 2004 the Company had applied for the registration of the office under the "Amnesty Scheme 2004" announced by the Government of Maharashtra. Pending the disposal of company's application, during the earlier years, a demand of Rs.1,884,550 towards stamp duty and Rs 3,769,100 towards penalty has been raised on the Company by the office of the Collector of Stamps (Enforcement-1) Mumbai. On September 06 2008 the Company has moved an application for the registration of the office under the "Abhay Yagna 2008" vide Revenue and Forest Department order no. Mudrank-2007/922/C.R199/M-1 dated 7th June 2008 announced by the Government of Maharashtra whereby penalty amount was reduced to Rs 1000. Accordingly an amount of Rs 1,884,550 was paid towards stamp duty and Rs 1000 as a penalty thereon. However the transfer of title in the name of the company is still awaited.

ACKNOWLEDGEMENT

The directors wish to place on record their appreciation of employees at all levels for their dedication and commitment and also of the investor service centers, distributors and other service providers for their commitment and look forward to their continued support and above all for the faith imposed by the investors in the various schemes of the Fund.

The directors acknowledge the valuable assistance, support and guidance given by Board of Trustees, the Securities and Exchange Board of India, Reserve Bank of India, Unit holders and Bankers. Finally, the directors would like to convey their gratitude to the members and look forward to their continued support.

New Delhi
Date: 31.08.2009

For and on behalf of the Board

Chairman

Annexure to Directors' Report

Information as per Section 217(2A) of the Companies Act, 1956 as amended read with the Companies (Particulars of Employees) Rules, 1975 and forming part of the Directors' Report for the year ended March 31, 2009.

Name of the Employee	Designation /Nature of Duties	Remuneration Received		Qualification	Exp. Years	Date of Joining	Age Years	Last Employment
		Gross Rs.	Net Rs.					
Mr. Waqar Naqvi	Chief Executive Officer	8,747,514	5,174,965	B.Com, MBA, ICWAI	17	01.02.2008	41	Birla Sunlife AMC
Mr. Sanjay Parikh	Chief Operation Officer	5,550,164	3,301,290	B.Com, CA, CFA	18	03.03.2008	38	Birla Sunlife AMC
Mr. Mohit Mirchandani	Vice President & Head-Equity	786,594	567,125	B.Com, MMS, MBA(USA)	14	02.02.2009	35	ING Investment
Mr. Prasanna Pathak	Fund Manager – Equity	1,599,204	1,076,452	B.Tech, MBA	7	20.08.2008	30	UTI Mutual Fund
Mr. Kumar Nathani	Fund Manager - Fixed Income	1,948,333	1,232,480	CFA (ICFAI,Hyderabad)	20	01.07.2008	45	SBI Mutual Fund
Mr. Amit Gupta	Vice President & Country Head-Retail Sales	2,656,438	1,792,668	B.Com, MBA	10	02.04.2008	34	Birla Sunlife AMC

Auditors' Report

To,
The Members of Taurus Asset Management Company Limited

1. We have audited the attached Balance Sheet of **Taurus Asset Management Company Limited**, (the 'Company') as at March 31, 2009 and also the Profit and Loss Account for the year ended on that date annexed thereto (collectively referred as the 'financial statements'). 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 the 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 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. As required by the Companies (Auditor's Report) Order, 2003 (the 'Order') (as amended), issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (the 'Act'), we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
4. *As stated in note 2 on schedule 18, fixed asset, inter alia, includes Rs. 21,853,270 the gross book value of a building, the title of which has not been transferred in the name of the Company.*
5. *Subject to our comments in paragraph 4 above and further to our comments in the Annexure referred to above, we report that:*
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. The financial statements dealt with by this report are in agreement with the books of account;
 - d. On the basis of written representations received from the directors, as on March 31, 2009 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act;

- e. In our opinion and to the best of our information and according to the explanations given to us, the financial statements dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act and the Rules framed there under and give the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, in the case of:
- i) the Balance Sheet, of the state of affairs of the Company as at March 31, 2009; and
 - ii) the Profit and Loss Account, of the loss for the year ended on that date.

for **Walker, Chandiok & Co**
Chartered Accountants

by **B.P.Singh**
Partner
Membership No. 70116

Place: New Delhi

Date: 31st August 2009

Annexure to the Auditors' Report of even date to the members of Taurus Asset Management Company Limited, on the financial statements for the year ended March 31, 2009

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
- (c) In our opinion, a substantial part of fixed assets has not been disposed off during the year.
- (ii) The Company does not have any inventory. Accordingly, the provisions of clause 4(ii) of the Order are not applicable.
- (iii) (a) The Company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, the provisions of clauses 4(iii)(b) to (d) of the Order are not applicable.
- (b) The Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, the provisions of clauses 4(iii)(f) and 4(iii)(g) of the Order are not applicable.
- (iv) Owing to the nature of its business, the Company does not maintain any physical inventories or sells any goods. Accordingly, clause 4(iv) of the Order with respect to purchase of inventories and sale of goods is not applicable. In our opinion, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of services. During the course of our audit, no major weakness has been noticed in the aforesaid internal control system.
- (v) The Company has not entered into contracts or arrangements referred to in section 301 of the Act. Accordingly, the provisions of clause 4(v) of the Order are not applicable.
- (vi) The Company has not accepted any deposits from the public within the meaning of sections 58A and 58AA of the Act and the Companies (Acceptance of Deposits) Rules, 1975. Accordingly, the provisions of clause 4(vi) of the Order are not applicable.

Annexure to the Auditors' Report of even date to the members of Taurus Asset Management Company Limited, on the financial statements for the year ended March 31, 2009 (contd.)

- (vii) In our opinion, the Company has an internal audit system commensurate with its size and the nature of its business.
- (viii) To the best of our knowledge and belief, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Act, in respect of the services rendered by the Company. Accordingly, the provisions of clause 4(viii) of the Order are not applicable.
- (ix) (a) Undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities, though there has been a slight delay in a few cases. No undisputed amounts payable in respect thereof were outstanding at the year end for a period of more than six months from the date they became payable.

(b) There are no dues in respect of income-tax, sales tax, wealth tax, service tax, customs duty, excise duty and cess that have not been deposited with the appropriate authorities on account of any dispute.
- (x) In our opinion, the Company's accumulated losses at the end of the financial year are less than fifty per cent of its net worth. Further, *the Company has incurred cash losses during the financial year covered by our audit.* In the immediately preceding financial year, the Company has not incurred any cash losses.
- (xi) In our opinion, the Company has not defaulted in repayment of dues to a bank during the year. Further, the Company has no dues payable to a financial institution or debenture holders during the year.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, the provisions of clause 4(xii) of the Order are not applicable.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi/ mutual benefit fund/ society. Accordingly, the provisions of clause 4(xiii) of the Order are not applicable.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable.
- (xv) The Company has not given any guarantees for loans taken by others from banks or financial institutions. Accordingly, the provisions of clause 4(xv) of the Order are not applicable.
- (xvi) The Company did not have any term loan outstanding during the year. Accordingly, the provisions of clause 4(xvi) of the Order are not applicable.
- (xvii) In our opinion, no funds raised on short-term basis have been used for long-term investment.

Annexure to the Auditors' Report of even date to the members of Taurus Asset Management Company Limited, on the financial statements for the year ended March 31, 2009 (contd.)

- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Act. Accordingly, the provisions of clause 4(xviii) of the Order are not applicable.
- (xix) The Company has neither issued nor had any outstanding debentures during the year. Accordingly, the provisions of clause 4(xix) of the Order are not applicable.
- (xx) The Company has not raised any money by public issues during the year. Accordingly, the provisions of clause 4(xx) of the Order are not applicable.
- (xxi) No fraud on or by the Company has been noticed or reported during the period covered by our audit.

for **Walker, Chandiok & Co**
Chartered Accountants

by **B.P.Singh**
Partner
Membership No. 70116

Place: New Delhi
Date: 31st August 2009

Taurus Asset Management Company Limited
Balance Sheet as at March 31, 2009

	Schedule	2009 Rs.	2008 Rs.
SOURCES OF FUNDS			
Shareholders' funds			
Share capital	1	135,500,000	125,500,000
Reserves and surplus	2	2,100,000	68,067,803
Loan funds			
Secured loans	3	4,353,605	51,191
Deferred tax liabilities (net)	4	2,314,903	1,938,603
		<u>144,268,508</u>	<u>195,557,597</u>
APPLICATIONS OF FUNDS			
Fixed assets			
Gross block	5	39,992,631	26,975,929
Less: depreciation and amortisation		<u>9,540,562</u>	<u>7,837,498</u>
Net block		30,452,069	19,138,431
Investments	6	67,061,988	133,726,140
Current assets, loans and advances			
Sundry debtors	7	1,468,463	2,716,606
Cash and bank balances	8	19,730,748	39,542,845
Other current assets	9	74,888	576,963
Loans and advances	10	<u>22,824,330</u>	<u>14,432,051</u>
		44,098,429	57,268,465
Less: Current liabilities and provisions			
Current liabilities	11	22,114,370	7,239,621
Provisions	12	<u>8,404,531</u>	<u>7,335,818</u>
		<u>30,518,901</u>	<u>14,575,439</u>
Net current assets		13,579,528	42,693,026
Accumulated deficit in profit & loss account		33,174,923	-
		<u>144,268,508</u>	<u>195,557,597</u>
Significant accounting policies	17		
Notes to the financial statements	18		

The schedules referred to above form an integral part of the financial statements

For and on behalf of the Board of Directors

Sangeeta Verma Company Secretary	Deepa Varshnei Executive Vice President	Waqar Naqvi Chief Executive Officer	R.K Gupta Managing Director	J.P. Kundra Director	M.G. Gupta Director
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This is the Balance Sheet referred to in our report of even date.

for **Walker, Chandio & Co**
Chartered Accountants

Place: New Delhi
Date: 31st August 2009

by **B.P.Singh**
Partner
Membership No. 70116

Taurus Asset Management Company Limited
Profit and Loss Account for the year ended March 31, 2009

	Schedule	2009 Rs.	2008 Rs.
INCOME			
Investment management and advisory fees (Tax deducted at source Rs. 3,362,246 previous year Rs. 4,487,714)		26,442,852	38,012,663
Profit on sale/ switch over of investments, non-trade (net)		50,734,373	53,726,828
Other income	13	5,664,621	4,725,209
		82,841,846	96,464,700
EXPENDITURE			
Personnel cost	14	80,490,060	20,526,989
Administration and other expenses	15	63,746,073	21,088,725
Depreciation and amortisation	5	1,941,608	877,581
Finance costs	16	502,119	13,961
Provision for diminution in value of long-term investments		33,945,775	18,082,579
		180,625,635	60,589,835
(Loss)/profit before tax		(97,783,789)	35,874,865
Provision for taxes			
-Current		-	(3,765,000)
-Deferred tax (expense)/credit		(376,300)	168,664
-Fringe benefit		(982,637)	(388,319)
-Tax adjustments for earlier years		-	215
(Loss)/profit after tax		(99,142,726)	31,890,425
Profit brought forward from previous year		65,967,803	34,065,321
-Transitional adjustment on adoption of Accounting Standard 15- Employee benefits (Revised)		-	12,057
Balance carried over to balance sheet		(33,174,923)	65,967,803
Basic (loss)/earnings per share (Refer note 12 on Schedule 18)		(7.90)	2.54
Significant accounting policies	17		
Notes to the financial statements	18		

The schedules referred to above form an integral part of the financial statements

For and on behalf of the Board of Directors

Sangeeta Verma Company Secretary	Deepa Varshnei Executive Vice President	Waqar Naqvi Chief Executive Officer	R.K Gupta Managing Director	J.P. Kundra Director	M.G. Gupta Director
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This is the Profit and Loss account referred to in our report of even date.

for **Walker, Chandiook & Co**
Chartered Accountants

Place: New Delhi
Date: 31st August 2009

by **B.P.Singh**
Partner
Membership No. 70116

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

SCHEDULE - 1

	2009 Rs.	2008 Rs.
Share capital		
Authorised		
13,000,000 equity shares of Rs. 10 each	130,000,000	130,000,000
3,000,000 Redeemable non-cumulative, non-convertible preference shares of Rs. 10 each	<u>30,000,000</u>	<u>30,000,000</u>
	<u>160,000,000</u>	<u>160,000,000</u>
Issued		
12,550,003 (previous year 12,550,003) equity shares of Rs. 10 each fully paid up	125,500,030	125,500,030
1,000,000 (previous year - Nil) 8% Redeemable non-cumulative, non-convertible preference shares of Rs. 10 each fully paid up	10,000,000	-
	<u>135,500,030</u>	<u>125,500,030</u>
Subscribed and paid up		
12,550,000 (previous year 12,550,000) equity shares of Rs. 10 each fully paid up	125,500,000	125,500,000
1,000,000 (previous year - Nil) 8% Redeemable non-cumulative, non-convertible preference shares of Rs. 10 each fully paid up	10,000,000	-
	<u>135,500,000</u>	<u>125,500,000</u>
(The above preference shares are redeemable on or before March 31, 2014)		
Note: Out of the above, 5,040,000 equity shares of Rs. 10 each have been allotted as fully paid up, pursuant to the Scheme of Amalgamation, for consideration other than cash.		

SCHEDULE - 2

Reserves and surplus		
Amalgamation reserve	2,100,000	2,100,000
Profit and loss account	<u>-</u>	<u>65,967,803</u>
	<u>2,100,000</u>	<u>68,067,803</u>

SCHEDULE - 3

Secured loans		
Vehicle loan*		
- from banks	3,460,557	51,191
- from a body corporate	<u>893,048</u>	<u>-</u>
(*Secured by hypothecation of the specific vehicle)	<u>4,353,605</u>	<u>51,191</u>
Amounts due within one year	710,582	51,191

SCHEDULE - 4

Deferred tax liabilities (net)		
Deferred tax liability		
Depreciation	3,876,091	2,850,946
Other timing differences	15,789	-
Deferred tax asset		
Employee benefits	(1,576,977)	(882,167)
Other timing differences	<u>-</u>	<u>(30,176)</u>
	<u>2,314,903</u>	<u>1,938,603</u>

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

SCHEDULE - 5

Fixed assets

(Amounts in Rs.)

Particulars	Gross block				Depreciation and amortisation				Net block	
	2008	Additions	Deletions	2009	2008	During the year	Adjustments	2009	2009	2008
Tangibles										
Building	19,968,720	1,884,550	-	21,853,270	4,034,430	343,079	-	4,377,509	17,475,761	15,934,290
Data processing equipments	2,925,501	3,887,007	3,328	6,809,180	1,318,825	805,894	2,014	2,122,705	4,686,475	1,606,676
Office equipments	1,369,899	1,147,076	44,259	2,472,716	508,058	139,293	7,994	639,357	1,833,359	861,841
Furniture and fixtures	742,344	129,553	40,748	831,149	540,455	53,248	35,499	558,204	272,945	201,889
Vehicles	720,765	6,015,093	720,765	6,015,093	187,033	518,872	193,037	512,868	5,502,225	533,732
Intangibles										
Computer softwares	1,248,700	762,523	-	2,011,223	1,248,697	81,222	-	1,329,919	681,304	3
	26,975,929	13,825,802	809,100	39,992,631	7,837,498	1,941,608	238,544	9,540,562	30,452,069	19,138,431
Previous year	27,994,624	717,849	1,736,544	26,975,929	8,528,794	877,581	1,568,877	7,837,498	19,138,431	

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

SCHEDULE - 6

Investments				
Long term, non- trade, fully paid up	No. of shares/ units	2009 Rs.	No. of shares/ units	2008 Rs.
Unquoted				
Investment in Government body				
<u>Bonds</u>				
7.90% HUDCO Bonds of face value of Rs.1,000,000 each	2	2,074,600	2	2,074,600
<u>Equity shares of Rs. 10 each</u>				
<u>(a) Listed but not quoted</u>				
ADS Diagnostics Limited	25,000	110,825	25,000	110,825
Aditya Aquaculture Limited	*	350,100	350,100	3,501
Agri Marine Exports Limited	*	73,300	73,300	733
Asian Vegpro Industries Limited	*	100,000	1,000	100,000
Auroma Coke Limited	*	250,000	2,500	250,000
Consolidated Containers Limited	*	12,500	125	12,500
Deep Diamond India Limited	*	100,000	3,500	100,000
Flora Textiles Limited	*	300,100	3,001	300,100
Gujarat Chemical Plasto Limited	*	25,000	250	25,000
Gummadi Industries Limited	*	100,100	1,001	100,100
Hindustan Domestic Oil Limited	*	42,400	424	42,400
Hytasun Magnetics Limited	*	35,500	355	35,500
Jaswal Granites Limited	*	150,000	1,500	150,000
Kumars Kotex Limited	*	300,100	3,001	300,100
LD Textiles Limited	*	225	2	225
Manav Pharma Limited	*	24,900	249	24,900
Maya Agro Limited	*	99,000	990	99,000

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

SCHEDULE - 6 (contd.)

Long term, non- trade, fully paid up		No. of shares/ units	2009 Rs.	No. of shares/ units	2008 Rs.
Megamarkets Share Resources Limited	*	61,000	610	61,000	610
Montana International Limited	*	148,800	1,488	148,800	1,488
M S Securities Limited	*	100,000	1,000	100,000	1,000
Naraingarh Sugar Mills Limited		250,000	2,500	250,000	2,500
Noel Agritech Limited		165,200	1,652	165,200	1,652
Nortech India Limited	*	200,000	2,000	200,000	2,000
Nutech Organic Chemicals Limited	*	200,000	2,000	200,000	2,000
Omtex Limited	*	50,000	500	50,000	500
Pan Asia Global Limited	*	3,100	31	3,100	31
P G Industries Limited	*	50,000	500	50,000	500
Pilani Investment Limited		11,975	1,196,422	11,975	1,196,422
Premier Aqua Limited	*	175,000	1,750	175,000	1,750
Premier Polyfilms Limited	*	170,800	1,708	170,800	1,708
Premier Vinyl Flooring Limited	*	50	-	50	-
Presidency Shoes Limited	*	87,100	871	87,100	871
Prime Solvent Extractions Limited	*	14,400	144	14,400	144
Punjab Wireless Limited		10,500	-	10,500	-
Raghuvendra Spinners Limited	*	30,000	300	30,000	300
Rajendra Mining Spares Limited	*	250,000	2,500	250,000	2,500
Ravi Spinning Limited	*	180,000	1,800	180,000	1,800
Sandur Laminates Limited	*	100,000	1,000	100,000	1,000
Sangam Healthcare Products Limited	*	97,700	977	97,700	977
Seax Leather Exports Limited		200,000	2,000	200,000	2,000

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

SCHEDULE - 6 (contd.)

Long term, non- trade, fully paid up		No. of shares/ units	2009 Rs.	No. of shares/ units	2008 Rs.
Shoppers Investments Limited	*	50	1	50	1
Shree Karthik Papers Limited	*	95,100	951	95,100	951
SKR Chemicals Limited	*	199,800	1,998	199,800	1,998
Sonal Cosmetics Limited	*	7,500	75	7,500	75
Southern Fuels Limited	*	162,000	1,620	162,000	1,620
Sudev Industries Limited		124,900	1,249	124,900	1,249
Superior Sox Limited	*	100,000	1,000	100,000	1,000
Suppliment Foods Limited	*	20,000	200	20,000	200
Suryo Foods and Industries Limited	*	77,700	777	77,700	777
Usha Ispat Limited		23,000	230	23,000	230
Viral Filaments Limited	*	107,100	1,071	107,100	1,071
Viral Syntex Limited		115,900	1,159	115,900	1,159
Western Foods Limited	*	84,800	848	84,800	848
Western Orissa Sugar Limited	*	2,950	30	2,950	30
<u>(b) Unquoted</u>					
Akshay Software Limited		300,000	4,218,000	300,000	4,218,000
Associated Infotech Limited		400,000	4,000	400,000	4,000
Sovika Infotek Limited		350,000	1,780,560	350,000	1,780,560
Teamasia Semiconductors Limited		250,000	2,500	250,000	2,500
Usha International Limited (Formerly Jai Engg Works)	#	50,600	1,133,900	11,500	1,133,900
Sub total (A)			10,579,479		10,579,479

These have increased consequent to restructuring done by the investee Company

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

SCHEDULE - 6 (contd.)

Long term, non- trade, fully paid up	No. of shares/ units	2009 Rs.	No. of shares/ units	2008 Rs.
<u>Units of Mutual Funds of Rs.10 each</u>				
Taurus Bonanza Fund -Dividend Plan	530,229.65	19,135,988	530,229.65	19,135,988
Taurus Starshare Fund -Growth Plan	-	-	256,266	10,000,000
Taurus Infrastructure Fund -Growth Plan	3,185,034	43,395,467	3,685,034	50,207,870
Quoted				
<u>Equity shares of Rs. 10 each unless otherwise stated</u>				
Ahluwalia Contracts Limited (Rs.2 each)	3,582,606	4,299,127	4,503,054	5,403,665
Foursoft Limited (Rs.5 each)	63,031	3,728,834	68,031	4,024,627
Greaves Cotton Limited	11,226	3,567,706	11,226	3,567,706
Infrastructure Development Finance Company Limitec	-	-	30,000	2,395,287
Industrial Finance Corporation of India Limited	-	-	79,900	2,690,122
Industrial Development Bank of India Limited	-	-	95,000	7,367,250
Jaypee Hotels Limited	48,637	11,628,104	48,637	11,628,104
J K Paper Limited	29,801	1,195,020	29,801	1,195,020
JSW Steel Limited	-	-	3,571	1,631,218
Manjushree Extrusion Limited	100,000	1,504,250	100,000	1,504,250
Nahar Capital and Finance Limited	11,948	1,323,697	11,948	1,323,697
Nahar Investments Limited	-	-	1,400	45,290
Nahar Spinning Limited	-	-	11,523	1,265,979
Polar Pharma Limited	49,049	666,576	50,000	679,500
Reliance Petroleum Limited	25,000	5,015,453	25,000	5,015,453
Spice Jet Limited	36,000	1,706,446	36,000	1,706,446
Kohinoor Foods Limited	-	-	12,973	888,165
Sub total (B)		97,166,668		131,675,637
Total (A + B)		107,746,147		142,255,116
Less: Provision for diminution in value of investments		(52,474,751)		(18,528,976)
Sub total (C)		55,271,396		123,726,140

* Not held in the name of the Company

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

SCHEDULE - 6 (contd.)

Current investments, non- trade, fully paid up	No. of shares/ units	2009 Rs.	No. of shares/ units	2008 Rs.
Unquoted				
<u>Units of Mutual Funds of Rs.10 each</u>				
Taurus Short Term Bond Fund -Super Inst. Growth	1,170,784.02	11,790,592	-	-
Taurus Liquid Fund -Growth Plan	-	-	915,667	10,000,000
Sub total (D)		<u>11,790,592</u>		<u>10,000,000</u>
Total investments (C) + (D)		<u>67,061,988</u>		<u>133,726,140</u>
Aggregate cost of unquoted investments		84,901,527		99,923,337
Aggregate cost of quoted investments		34,635,211		52,331,394
Market value of quoted equity shares		124,915,243		938,303,641
Net asset value of units of mutual funds		41,948,198		87,698,484

SCHEDULE - 7

Sundry debtors				
(Unsecured, considered good)				
Debtors outstanding for less than six months		1,468,463		2,716,606
		<u>1,468,463</u>		<u>2,716,606</u>

SCHEDULE - 8

Cash and bank balances				
Cash in hand		52,417		23,994
Balances with scheduled banks				
-in current accounts		19,678,331		39,518,851
		<u>19,730,748</u>		<u>39,542,845</u>

SCHEDULE - 9

Other current assets				
Interest accrued on investments		74,888		576,963
		<u>74,888</u>		<u>576,963</u>

SCHEDULE - 10

Loans and advances				
(Unsecured, considered good)				
Advances recoverable in cash or in kind or for value to be received		12,849,666		6,170,830
Prepaid taxes		9,974,664		8,261,221
		<u>22,824,330</u>		<u>14,432,051</u>

Taurus Asset Management Company Limited
Schedules forming part of the financial statements as at March 31, 2009

	2009 Rs.	2008 Rs.
SCHEDULE - 11		
Current liabilities		
Sundry creditors	18,859,578	5,191,176
Other liabilities	3,220,461	2,048,035
Interest accrued but not due on vehicle loan	34,331	410
	<u>22,114,370</u>	<u>7,239,621</u>
SCHEDULE - 12		
Provisions		
Employee benefits	4,639,531	2,620,818
Provision for tax	3,765,000	4,715,000
	<u>8,404,531</u>	<u>7,335,818</u>

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Taurus Asset Management Company Limited
Schedules forming part of the financial statements for the year ended March 31, 2009

	2009	2008
	Rs.	Rs.
SCHEDULE - 13		
Other income		
Dividend income, non-trade	3,705,081	2,262,913
Interest		
- on investments, non trade (Tax deducted at source Rs. Nil, previous year Rs. 35,800)	158,000	158,433
- on fixed deposits (Tax deducted at source Rs. Nil, previous year Rs. 7,506)	-	33,448
- on inter corporate deposits (Tax deducted at source Rs. Nil, previous year Rs. 147,104)	-	649,180
- on income tax refunds	119,565	888,500
	277,565	47,439
Bad debts recovered	1,679,855	1,439,880
Miscellaneous income	1,522	-
Excess provision written back	598	133,916
	5,664,621	4,725,209

SCHEDULE - 14

Personnel cost		
Salaries, wages and bonus	73,616,552	17,907,986
Contribution to provident and other funds	5,772,462	2,482,057
Staff welfare	1,101,046	136,946
	80,490,060	20,526,989

SCHEDULE - 15

Administration and other expenses		
Advertisement and business promotion	7,165,669	2,645,174
Legal and professional	2,245,189	1,572,460
Recruitment charges	4,699,379	1,179,590
Director's sitting fees	1,010,000	795,000
Electricity	1,431,977	522,706
Travelling and conveyance	6,788,874	2,385,212
Repair and maintenance		
- building	84,695	66,547
- others	1,852,828	1,249,820
Office expenses	530,871	247,915
Outsourced professional service cost	1,809,594	-
Insurance	148,921	18,285
Printing and stationery	1,392,109	502,805
Subscription and membership	3,386,497	3,183,442
Communication	3,461,427	1,562,034
Rent	12,677,146	3,258,482
Loss on sale of assets	73,461	155,165
Brokerage on rented premises	1,567,300	88,500
Rates and taxes	2,455,869	100,427
Securities transaction tax	127,249	176,590
Mutual fund expenses	10,799,488	1,236,605
Interest accrued on investment written off	-	133,916
Miscellaneous expenses	37,530	8,050
	63,746,073	21,088,725

SCHEDULE - 16

Finance cost		
Interest on vehicle loan	451,559	13,961
Processing fees	50,560	-
	502,119	13,961

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

Schedule 17

Significant accounting policies

1. Basis of preparation

The financial statements have been prepared to comply with the Accounting Standards referred to in the Companies (Accounting Standards) Rule 2006 issued by the Central Government in exercise of the power conferred under sub-section (I) (a) of section 642 and the relevant provisions of the Companies Act, 1956 (the 'Act'). The financial statements have been prepared on a going concern basis under the historical cost convention on accrual basis. The accounting policies have been consistently applied by the Company unless otherwise stated.

2. Use of estimates

The preparation of financial statements in conformity with the principles generally accepted in India requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognised in the current and future periods.

3. Fixed assets

Tangibles

Fixed assets are stated at cost (gross block) less accumulated depreciation. The cost of fixed assets comprises its purchase price and any cost attributable of bringing the assets to its working condition and intended use.

Expenditure on account of modification / alteration in fixed assets, which increases the future benefit from the existing asset beyond its previous assessed standard of performance, is capitalised.

Intangibles

Intangible asset comprises of computers software, is stated at cost less accumulated amortisation.

4. Depreciation and amortisation

Depreciation is provided on straight line method on fixed assets at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 on the prorata basis from the date of addition. The rates are indicative of the useful life of the respective assets.

Assets costing less than Rs. 5,000 are depreciated at the rate of 100% per annum.

Intangibles assets are amortised on a straight line basis over a period of 5 years proportionally when such assets are available for use.

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

Schedule 17

Significant accounting policies (contd.)

5. Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investments.

Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline, other than temporary in the value of the long term investments.

6. Revenue recognition

- (i) Management fees are accounted for on an accrual basis at the agreed upon rates with the schemes with reference to their average daily net assets.
- (ii) Interest income is accounted for on an accrual basis on time proportionate basis at the applicable rates.
- (iii) Dividend income is accounted for as income when the Company's right to receive it is established.

7. Employee benefits

Wages, salaries, bonuses and sick leave are accrued in the year in which the associated services are rendered by employees of the Company.

The Company has two post employment benefit plans in operation viz. Gratuity and Leave encashment and one defined contribution plan viz. Provident Fund.

Provident fund benefit is a defined contribution plan under which the Company pays fixed contribution into funds established under Employees Provident Fund and Miscellaneous Provisions Act, 1952. The contributions recognised in respect of defined contribution plans are expensed as they accrue. Liabilities and assets may be recognised if underpayment or prepayment has occurred and are included in current liabilities or current assets, respectively, as they are normally of a short term nature.

The Company provides for gratuity, a defined benefit plan, which defines an amount of benefit that an employee will receive on separation from the Company, usually dependent on one or more factors such as age, years of service and remuneration. The liability recognised in the balance sheet for defined benefit plans is the present value of the defined benefit obligation ('DBO') at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognised actuarial gains or losses and past service costs. The present value of DBO is calculated annually by an independent actuary using the projected unit credit method at the balance sheet date.

The Company also provides benefit of compensated absences under which un-availed leaves are allowed to be accumulated to be availed in future. The scheme is considered as a long term benefit. The

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

Schedule 17

Significant accounting policies (contd.)

compensated absences comprises of vesting as well as non vesting benefit and the liability is determined in accordance with the rules of the Company and is based on actuarial valuations made using the projected unit credit method at the balance sheet date.

8. Leases

- a) Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognised as an expense in the profit and loss account on a straight-line basis over the of the lease term.
- b) Assets acquired on lease where the Company has substantially all the risks and rewards of ownership are classified as finance leases. Such assets are capitalized at the inception of the lease at the lower of fair value or the present value of minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost, so as to obtain a constant periodic rate of interest on the outstanding liability for each period. The resultant interest cost is charged to profit and loss account on accrual basis

9. Income-taxes

Income-tax expenses comprises of current, deferred and fringe benefit tax.

Provision for income-tax is made for current taxes, based on the assessable income and the tax rate applicable to the relevant assessment year.

Deferred income-taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and tax laws enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In respect of carry forward losses and unabsorbed depreciation, deferred tax assets are recognized only to the extent there is virtual certainty that sufficient future taxable income will be available against which such losses, provisions and unabsorbed depreciation can be set off.

The Company makes provision for Fringe-benefit tax (FBT) in accordance with applicable Income-tax laws.

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

Schedule 17

Significant accounting policies (contd.)

10. Impairment of assets

The Company on an annual basis makes an assessment of any indicator that may lead to impairment of asset. If any such indication exists, the Company estimates the recoverable amount of the assets. If such recoverable amount is less than the carrying amount, then the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is charged to the profit and loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

11. Earnings per share

Basic earning per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

12. Provisions and contingencies

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources. Disclosure is also made in respect of a present obligation that probably requires an outflow of resources, where it is not possible to make a reliable estimate of the related outflow. Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

SCHEDULE - 18

Notes to the financial statements

1. The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a SMC. Pursuant to exemptions/ relaxations applicable to a SMC, Accounting Standard 3 – Cash Flow Statements, and Accounting Standard 17 – Segment Reporting, are not applicable to the Company for the current year. Further, certain disclosure requirements in terms of Accounting Standard 15 (R) – Employee Benefits, Accounting Standard 19 – Leases, Accounting Standard 20 – Earnings per Share and Accounting Standard 29 - Contingent Liabilities and Contingent Assets are also not applicable to the Company for the current year.
2. The erstwhile HB Asset Management Company purchased an office in Mumbai in earlier years for Rs.19,800,020, the title to which is yet to be transferred in the name of the Company. However on July 30, 2004 the Company had applied for the registration of the office under the “Amnesty Scheme 2004” announced by the Government of Maharashtra. Pending the disposal of Company’s application, during the earlier years, a demand of Rs.1,884,550 towards stamp duty and Rs 3,769,100 towards penalty has been raised on the Company by the office of the Collector of Stamps (Enforcement-1) Mumbai. On September 6, 2008 the Company has moved an application for the registration of the office under the “Abhay Yogna 2008” vide Revenue and Forest Department order no. Mudrank-2007/922/C.R199/M-1 dated June 7, 2008 announced by the Government of Maharashtra whereby penalty amount was reduced to Rs 1,000. Accordingly an amount of Rs 1,884,550 was paid towards stamp duty and Rs 1000 as a penalty thereon. However, the transfer of title in the name of the Company is still awaited.
3. a) The mutual fund expenses include Rs. 6,385,994 (previous year Rs. 1,142,583) being expenses of the mutual fund schemes managed by the Company in excess of the limits specified in SEBI regulations which are borne by the Company.
b) The mutual fund expenses for the year includes Rs. 3,320,178 incurred in connection with Taurus FMP -30 Days Series – I & II, Taurus FMP -90 Days Series –I, Taurus FMP -370 Days Series –I & II, Taurus Short Term Bond Fund, Taurus Ethical fund schemes launched during that year. These expenses were borne by the Company as per SEBI guidelines / Scheme offer document whereby the new fund offer (NFO) expenses over and above the load collected are required to be borne by the Asset Management Company.

4. Detail of Managerial Remuneration is as follows:

	2009	2008
	Rs.	Rs.
Salaries, wages and bonus	2,987,167	2,420,000
Contribution to provident and other funds	469,800	372,600
Perquisites	36,472	39,945
Total	3,493,439	2,832,545

Note:

The Company determines liability towards gratuity and compensated absences based on an actuarial valuation carried out by an independent actuary at the Balance Sheet date. Accordingly, it is not possible to

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

SCHEDULE - 18

Notes to the financial statements (contd.)

determine the amount of gratuity and leave encashment of a managerial person individually, and hence has not been included in the disclosure above.

5. Auditors' remuneration:	2009	2008
	Rs.	Rs.
Statutory audit	300,000	300,000
Tax audit	25,000	25,000
Company law matters	-	50,000
Service tax	33,475	46,350
Total	358,475	421,350

6. Included in the investments are securities amounting to Rs 46,381 acquired in the earlier years, at book value from Taurus Investment Trust Company, the trustee of Taurus Mutual fund. The Company is in the process of getting these investments transferred in their name.

7. Employee benefits

For the below mentioned defined benefit schemes

- a. Compensated absences
- b. Gratuity

Actuarial valuation has been done with the following assumptions:

Particulars	Compensated absences (Unfunded)	Compensated absences (Unfunded)	Gratuity (Partly funded)	Gratuity (Partly funded)
	2009	2008	2009	2008
Discount rate	7%	8%	7%	8%
Rate of increase in compensation levels	5%	5.5%	5%	5.5%
Rate of return on plan assets	N.A.	N.A.	8.5%	9%

8. Securities transaction tax

Securities transaction tax paid on the purchase of securities has been charged to the profit and loss account, which should have otherwise been included in the cost of securities. This has no material impact on the current year's profit.

9. Expenditure in foreign currency

	2009	2008
	Rs.	Rs.
Business promotion	39,043	-
Traveling expenses	38,517	-

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

SCHEDULE - 18

Notes to the financial statements (contd.)

10. No deferred tax asset has been recognised for timing difference on account of accumulated losses and brought forward depreciation in view of the uncertainty as to its realization in the foreseeable future.
11. Particulars of investments purchased and sold during the year:

Particulars	Purchase (Nos.)	Sale (Nos.)
a) Long term investments		
Ahluwalia Contracts Limited	-	920,448
Foursoft Limited	-	5,000
Infrastructure Development Finance Company Limited	-	30,000
Industrial Finance Corporation of India Limited.	-	79,900
Industrial Development Bank of India Limited	-	95,000
JSW Steel Limited	-	3,571
Nahar Investments Limited	-	1,400
Nahar Spinning Limited	-	11,523
Polar Pharma Limited	-	951
Kohinoor Foods Limited	-	12,973
Taurus Starshare Fund –Growth Plan	-	256,266
Taurus Infrastructure Fund –Growth Plan	-	500,000
b) Current investments		
Taurus Gilt Fund –Growth Plan	74,820	74,820
Taurus Liquid Fund –Growth Plan	5,899,630	6,815,297
Taurus Short Term Bond Fund –Super Inst. Growth	4,079,809	2,909,025

12. Basic (loss)/earnings per share:	2009	2008
	Rs.	Rs.
Weighted average number of equity shares outstanding (Nos.)	12,550,000	12,550,000
Net (loss)/profit after tax available for equity shareholders (Rs.)	(99,142,726)	31,890,425
Nominal value per share (Rs.)	10	10
Basic (loss)/earnings per share (Rs.)	(7.90)	2.54

Taurus Asset Management Company Limited

Schedules forming part of the financial statements for the year ended March 31, 2009

SCHEDULE - 18

Notes to the financial statements (contd.)

13. In the opinion of Board of Directors, current assets, loan and advances have a value on realization in the ordinary course of business at least equal to the amounts at which they are stated in the balance sheet and provision for all known liabilities have been made.
14. Related party disclosures
Key Managerial Personnel
Mr. R.K Gupta, Managing Director

Transactions undertaken/ balances outstanding with related parties: -

Particulars	Key Management Personnel	
	2009	2008
Transactions during the year		
Remuneration paid	2,987,167	2,420,000
Balances at the end of the period	54,397	333,716

15. The Company has identified the micro and small enterprises based upon the information available and confirmations sent to all the suppliers who have registered themselves under the Micro Small Medium Enterprise Development Act, 2006 (MSMED Act, 2006). Based on the information available with the company and the confirmations received, there are no dues outstanding to these micro and small enterprises as at March 31, 2009 (previous year Nil). Further, no interest during the year has been paid or payable under the terms of the MSMED Act, 2006.
16. Previous year figures have been regrouped / recast wherever considered necessary to make them comparable to those of current year.

For and on behalf of the Board of Directors

Sangeeta Verma Deepa Varshnei Waqar Naqvi R K Gupta J.P. Kundra M.G Gupta
Company Secretary Executive Vice President Chief Excecutive Officer Managing Director Director Director

Place: New Delhi

Date: 31st August 2009