

SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS
23, C.P. RAMASWAMY ROAD,
ALWARPET, CHENNAI - 600 018.

AUDITORS REPORT

The Board of Trustees
Sundaram BNP Paribas Mutual Fund
Chennai

We have audited the attached Balance Sheet of Sundaram BNP Paribas Mutual Fund - **SUNDARAM BNP PARIBAS SELECT THEMATIC FUNDS ENERGY OPPORTUNITIES** as at March 31, 2010 and the Revenue Account for the year ended on that date. These financial statements are the responsibility of the management. Our responsibility is to express our opinion on these financial statements based on our audit.


We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and 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.

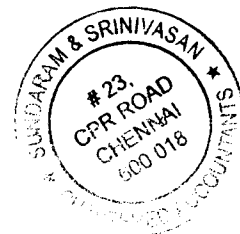
On the basis of the audit as indicated above, we report as follows:-

1. 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.
2. The Balance Sheet and Revenue Account are in agreement with the books of accounts of Sundaram BNP Paribas Mutual Fund.
3. a) The accounts have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.
b) In our opinion, the valuation methods adopted by the fund for valuation of non-traded securities, "in good faith" are fair and reasonable.
4. In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes forming part of Accounts give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a) in case of Balance Sheet, of the state of affairs of the aforesaid Schemes of Sundaram BNP Paribas Mutual Fund, **SUNDARAM BNP PARIBAS SELECT THEMATIC FUNDS ENERGY OPPORTUNITIES** as at March 31, 2010 and
 - b) In the case of Revenue Account of the **Surplus** of Sundaram BNP Paribas Mutual Fund - **SUNDARAM BNP PARIBAS SELECT THEMATIC FUNDS ENERGY OPPORTUNITIES** for the year ended on March 31, 2010.

For and on behalf of **SUNDARAM & SRINIVASAN**
CHARTERED ACCOUNTANTS
(FRN No.: 004207S)

Place: Chennai
Date: 25th June, 2010


K. SRINIVASAN
PARTNER (M.No. : 5809)



BALANCE SHEET AS AT 31st MARCH, 2010

Amount in Rs.

	SCHEDULE NO.	31-Mar-10	31-Mar-09
LIABILITIES			
Unit Capital	1	21,593,651,970	25,035,485,326
Reserves & Surplus	2	(3,606,361,431)	(13,484,892,712)
Current Liabilities & Provisions	3	148,671,044	194,397,777
		18,135,961,583	11,744,990,391
ASSETS			
Investments	4	17,664,422,452	10,573,110,331
Other Current Assets	5	147,338,548	295,295,122
Deferred Revenue Expenditure	6	324,200,583	876,584,938
		18,135,961,583	11,744,990,391

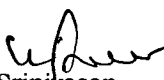
Notes on Accounts

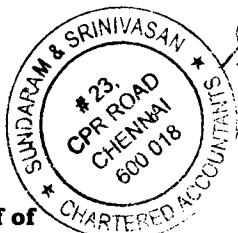
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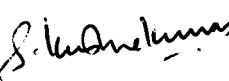
As per our Report of even date

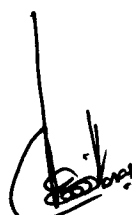
For
Sundaram & Srinivasan
Chartered Accountants
(FRN.: 004207S)

For
Sundaram BNP Paribas Asset Management Company Ltd


K Srinivasan
Partner
(M.NO : 5809)

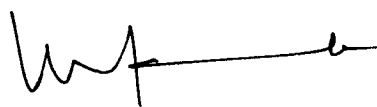



S. Krishnakumar
Fund Manager


T.S. Sritharan
Chief Financial Officer

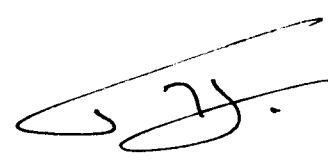

T P Raman
Managing Director

For and on Behalf of
Sundaram BNP Paribas Trustee Company Ltd


K V Ramanathan
Chairman


S Viji
Director


R. Rajamani
Director


Francois Mouzay
Director

Place : Chennai

Date : 25th June 2010

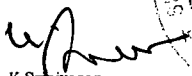
REVENUE ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010

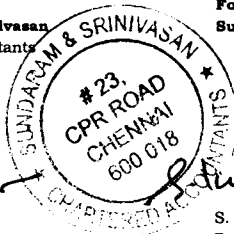
	Schedule No.	Amount, Rs	
		2009-10	2008-09
REVENUE			
Dividend		189311127	195000022
Interest	7	2761958	136,135,660
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		1594647710	
Net diminution in value of investment written back		5182061096	
TOTAL (A)		6968781891	331,135,682
EXPENSES			
Net diminution in value of investment	8	-	220,864,707
Net Loss on sale / redemption of investments (Other than inter-scheme transfer/sale)		-	7,928,184,954
Loss on inter scheme transfer / sale of investments		87000743	304,746,136
Management fee		176072595	154,125,782
Trusteeship fee		1799201	1,638,121
Commission to Agents		91758941	120,237,984
Publicity expenses		33350432	-
Audit fee		308690	314,504
Other operating expenses (Including Marketing Expenses Rs.250,477/- (Previous Year Rs.3751616/-)		19578201	20,007,831
Custodian charges		5298656	4,482,048
Registrar expenses		12696065	11,245,519
Deferred Revenue expenses written off		471267790	527,204,726
SEBI Fees		264640	-
TOTAL (B)		899395954	9,293,052,312
SURPLUS / (DEFICIT) (A-B)		6069385937	(8,961,916,630)
Add/(Less) : Balance in Equalisation Account		729229121	1,018,448,533
		6798615058.00	(7,943,468,097)
Less: Income Distributed		-	-
Distribution Tax		0.00	-
Surplus /(Deficit) transferred to Balance Sheet		6,798,615,058	(7,943,468,097)

Notes on Accounts
As per our Report of even date

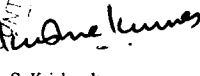
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For
Sundaram & Srinivasan
Chartered Accountants
(FRN.: 004207S)


K Srinivasan
Partner
(M.NO : 5809)



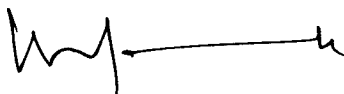
For
Sundaram BNP Paribas Asset Management Company Ltd


S. Krishnakumar
Fund Manager



T.S. Sritharan
Chief Financial Officer

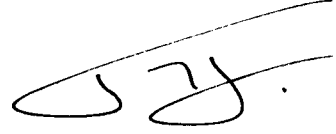

T.P. Ramani
Managing Director

For and on Behalf of
Sundaram BNP Paribas Trustee Company Ltd


K V Ramanathan
Chairman


S. Viji
Director


R. Rajaman
Director


Francois Mouzay
Director

Place : Chennai
Date : 25th June 2010

SCHEDULE : 1

Unit Capital

	31/03/2010		31/03/2009	
	UNITS	AMOUNT	UNITS	AMOUNT
Initial capital	2,786,285,045.82	27,862,850,458	2,786,285,045.82	27,862,850,458
Unit Capital				
Opening Capital	2,503,548,532.57	25,035,485,326	2,743,066,767.79	27,430,667,678
Add: Units sold during the year				
	2,503,548,532.57	25,035,485,326	2,743,066,767.79	27,430,667,677.90
Less : Units repurchased during the year				
	344,183,335.53	3,441,833,356	239,518,235.22	2,395,182,352
Units at the end of the Year	2,159,365,197.04	21,593,651,970	2,503,548,532.57	25,035,485,326
		21,593,651,970		25,035,485,326

SCHEDULE : 2

Reserves & Surplus

	31/03/2010		31/03/2009	
	Rs.		Rs.	
General Reserve				
Opening Balance	(13,484,892,712)		(5,541,424,615)	
Add /(Less): Transfer from Revenue Account	6,798,615,058	(6,686,277,654)	(7,943,468,097)	(13,484,892,712)
Unrealised appreciation reserve				
Opening Balance				
Add/(Less) Net unrealized appreciation for the year	3,079,916,223			
Unrealised Appreciation Reserve (Schedule 8)		3,079,916,223		
		(3,606,361,431)		(13,484,892,712)

SCHEDULE : 3

Current Liabilities & Provisions

	31/03/2010	31/03/2009
	Rs.	Rs.
Current Liabilities		
Sundry Creditors	78,484,950	16,601,298
Contract for Purchase of Investments	68,615,168	177,448,644
Others	1,570,926	347,835
	148,671,044	194,397,777

SCHEDULE : 4

Investments

	31/03/2010	31/03/2009
	Rs.	Rs.
Equity Shares	17,544,701,857	9,526,735,755
Investment in Reverse Repo / CBLO	119,720,595	1,046,374,576
	17,664,422,452	10,573,110,331

SCHEDULE : 5

Other Current Assets

	31/03/2010	31/03/2009
	Rs.	Rs.
Balance with banks in Current Accounts	7,286,781	27,717,316
Contract for Sale of Investments	114,365,885	250,521,870
Deposits with Clearing Corpn of India	15,000,000	15,000,000
Outstanding and accrued Income	10,685,882	2,055,936
	147,338,548	295,295,122

SCHEDULE: 6

Deferred Revenue Expenditure

	31/03/2010	31/03/2009
	Rs.	Rs.
Opening Balance	876,584,938	1,509,062,485
Less: Amount amortised during the period	471,267,790	527,204,726
Less: Amount recovered from Investors	81,116,565	105,272,821
	324,200,583	876,584,938

SCHEDULE : 7

Interest

	2009-10	2008-09
	Rs.	Rs.
Interest from banks and others	2,761,958	85,814,347
Interest on Debentures and Bonds	-	112,329
Discounting Charges	-	46,567,093
Sundry Income	-	3,641,891
	2,761,958	136,135,660

SCHEDULE : 8

Net Appreciation/(Diminution) value of Investments

	2009-10	2008-09
	Rs.	Rs.
Equity Shares	3,079,916,223	
Appreciation in Value of Investments		
Appreciation in value of investments	3,079,916,223	-
Diminution in value of investments		
Equity Shares		220,864,707
Net Appreciation/(Diminution) value of Investments transferred to Revenue Account	-	220,864,707
	3,079,916,223	(220,864,707)

SUNDARAM BNP PARIBAS MUTUAL FUND

SUNDARAM BNP PARIBAS SELECT THEMATIC FUNDS ENERGY OPPORTUNITIES

Schedules forming part of the Balance Sheet as at 31-Mar-2010
and the Revenue Account for the Year ended 31-Mar-2010

SCHEDULE 9

All amounts mentioned rupees in lakhs

NOTES ON ACCOUNTS

1 SIGNIFICANT ACCOUNTING POLICIES

1.1. INVESTMENTS

Investment transactions are accounted on trade dates at cost including brokerage, stamp duty and other levies. Investments are marked to market. In valuing the Scheme's investments:

a) Government Securities

· Government Securities are valued at the prices obtained from CRISIL in accordance with the guidelines for valuation of securities for mutual funds issued by SEBI.

· Instruments bought on 'repo' basis have been valued at the resale price after deduction of applicable interest up to date of resale.

b) Other Securities

· Traded Securities are valued at the last quoted closing price on the stock exchange. Non-traded / thinly traded securities are valued in good faith on the basis of guidelines issued by SEBI in this regard.

In accordance with the guidance note on accounting for investments in the financial statement of mutual funds issued by The Institute of Chartered Accountants of India, the investments are valued separately category-wise and the net unrealised appreciation is directly transferred to unrealised appreciation reserve and the net diminution is debited to revenue account.

Bonus/Rights entitlements are recognised on ex-bonus /ex- rights dates.

1.2. INCOME RECOGNITION

- (i) Dividend is accounted on accrual basis and recognized on ex-dividend dates.
- (ii) Profit/Loss on sale of investments is recognised on the trade dates based on weighted average cost method.
- (iii) Income on investments is accounted on accrual basis.
- (iv) Other income is accounted on cash basis.

1.3. EXPENSES

Expenses are accounted for on accrual basis.

1.4. INITIAL ISSUE EXPENSES

- (i) The initial issue expenses are amortized over a period of three years from the date of allotment.
- (ii) The unamortized portion of the deferred revenue expenditure is included in the net asset value.
- (iii) In terms of SEBI Regulations, the unamortised initial issue expenses would be recovered from the investor while repurchasing the units of the scheme.

1.5. LOAD

In terms of SEBI circular dated 30th June 2009, out of the exit load charged to the investor, a maximum of 1% of the redemption proceeds is maintained in a separate account which can be used by the AMC to pay commission to the distributor and for marketing and selling expenses of the scheme. Any balance in excess of 1% is credited to the scheme immediately and unutilised portion in the load account shall be credited to the scheme whenever felt appropriate by the AMC.

1.5. EQUALISATION ACCOUNT

When the units are sold / re-purchased, the difference between the sale price / re-purchase price and the face value of the units is credited / debited to equalisation account. The net balance in this account is transferred to revenue account for the Year

2. INVESTMENT MANAGER FEES

Management fee is computed on daily average net assets as under:

Description	01.04.09 to 31.03.10	01.04.08 to 31.03.09
Average daily net asset value (excluding deferred revenue expenditure unamortised)	179,919.86	163,813.19
Management fee @ 0.98% of average daily net asset value. (Previous year 0.94%)	1,760.73	1,541.26

3. INVESTMENTS MADE IN COMPANIES WHO HAVE INVESTED MORE THAN FIVE PERCENT OF THE NET ASSET VALUE OF THE SCHEMES OF SUNDARAM BNP PARIBAS MUTUAL FUND.

As Per Annexure - I

4. AGGREGATE VALUE OF PURCHASES & SALES MADE DURING THE YEAR

The aggregate value of investments purchased and sold (including matured) during the Year as a percentage of average daily net asset value (excluding unamortised initial issue expenses) is as under :

Description	01.04.09 to 31.03.10	01.04.08 to 31.03.09
PURCHASE VALUE (AMOUNT)	138,220.67	328,672.40
%	76.82%	200.64%
SALES VALUE (AMOUNT)	140,660.78	428,977.26
%	78.18%	261.87%

5. AGGREGATE FAIR VALUE OF NON-TRADED / THINLY TRADED INVESTMENTS-

Aggregate Fair Value of non traded / thinly traded investments valued in "good faith" exceeding 5% of the Net Asset Value as at the end of the Year :

Description	01.04.09 to 31.03.10	01.04.08 to 31.03.09
Aggregate Fair Value of non traded / thinly traded investments valued in "good faith" exceeding 5% of the Net Asset Value as at the end of the Year (excluding unamortised initial issue expenses)	NIL	NIL
% to the asset under management	NIL	NIL

6. INCOME / EXPENDITURE

The total income and expenditure (excluding deferred revenue expenditure un-amortised) as a percentage of the daily average net assets, during the Year are given below.

DESCRIPTION	01.04.09 to 31.03.10	01.04.08 to 31.03.09
INCOME	38.73%	2.02%
EXPENDITURE	1.90%	1.93%

7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2010 is Rs.268.13 lakhs, towards uncalled liability on partly paid shares. Previous Year Rs. Nil

8. AMOUNT PAID TO SPONSORS / ASSOCIATES

	01.04.09 to 31.03.10	01.04.08 to 31.03.09
Sundaram Finance Ltd (Sponsor)	51.69	44.21
Sundaram Finance Distribution Ltd (Subsidiary of Sponsor)	0.001	0.01
Indus Ind Bank Ltd (Associate)	0.51	0.61

9. TOTAL VALUE OF INVESTMENTS (EXCLUDING MONEY MARKET INVESTMENT) FALLING UNDER EACH MAJOR INDUSTRY GROUP WHICH CONSTITUTES NOT LESS THAN 5% OF THE TOTAL INVESTMENTS IS AS BELOW:

(% of total investment within the classification)

Refer Annexure - II

9.a. Accounting Standard – 3 on Cash Flow statement

The Cash flow statement as required by the Accounting Standard 3 issued by the Institute of Chartered Accountants of India is enclosed as Annexure – 1 ✓

9.b. Accounting Standard 17 on Segment Reporting

As the Financial Statements are prepared separately on each scheme, no further disclosure under Accounting Standard 17 on segment reporting issued by the Institute of Chartered Accountants of India is considered necessary. There is no secondary reporting segment.

9.c. Accounting Standard 18 on Related Party Disclosures

Related party disclosures as required by the Accounting Standard 18 – “ Related Party Disclosures” issued by the Institute of Chartered Accountants of India are given as Annexure – ✓

10. PORTFOLIO DISCLOSURE


Full portfolio of the scheme is given in Annexure - III

11. MOVEMENT IN UNIT CAPITAL

As Per Schedule-I

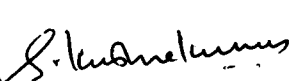
Signatures to the schedules 1 to 9 are forming part of the Balance Sheet and the Revenue Account.


**For Sundaram & Srinivasan
Chartered Accountants**
(FRN No.: 004207S)


K Srinivasan
Partner
(M.No : 5809)



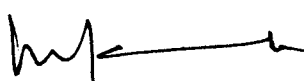
For Sundaram BNP Paribas Asset Management Company Ltd


S Krishna Kumar
Fund Manager


T S Sritharan
Chief Financial Officer

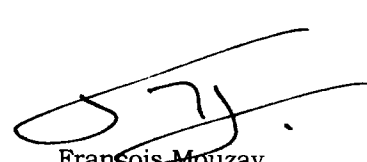

P Raman
Managing Director

**For and on Behalf of
Sundaram BNP Paribas Trustee Company Ltd**


K V Ramanathan
Chairman


S Viji
Director


R Rajamani
Director


Francois Mouzay
Director

Place : Chennai

Date : 25th June, 2010

12. HISTORICAL PER UNIT STATISTICS

		2009-10 Rs.		2008-09 Rs.		2007-08 Rs.	
(A)	Gross income						
	(i) income other than profit on sale of investment	0.0889		0.1323		0.0763	
	(ii) income from profit on inter scheme sales/transfer of investments	-0.0403		-0.1217		0.00	
	(iii) income from profit on sale of investment to third parties	0.7385		-3.1668		0.00	
	(iv) transfer to revenue account from past year's reserves	0.0000		0.0000			
(B)	Aggregate of expenses, write off, amortisation and charges	0.3762		0.3352		0.3190	
(C)	Net income	0.4109		-3.5015		-0.2427	
(D)	Net unrealised appreciation/(diminution) in value of investments	1.4263		-0.0882		(1.8086)	
		Dividend Option	Growth Option	Dividend Option	Growth Option	Dividend Option	Growth Option
(E)	Net Assets Value	8.3299	8.3298	4.6066	4.6066	7.9711	7.9683
(F)	Highest repurchase price*	4.2559	4.2559	8.1119	8.1121	9.2798	9.2798
	Lowest repurchase price*			3.6187	3.6187	7.0758	7.0736
	Highest ongoing sale price *	8.8360	8.8359	0.0000	0.0000	10.0000	10.0000
	Lowest ongoing sale price *			0.0000	0.0000	10.0000	10.0000
(G)	Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage	1.90%		1.93%		1.87%	
(H)	Ratio of gross income to average daily net assets by percentage	38.73%		2.02%		3.43%	

* includes load as applicable

13 Computation of Distributable Income

	2009-10	2008-09
Net Income as per revenue account	6,798,615,058	(7,943,468,097)
Add : Balance of Undistributed income as at 1st April brought forward	(13,484,892,712)	(5,541,424,615)
	(6,686,277,654)	(13,484,892,712)
Less : Income Distributed during the year	-	-
Distributable Income	(6,686,277,654)	(13,484,892,712)

14 Previous year figures have been regrouped wherever necessary to conform with the current year's classification

SUNDARAM BNP PARIBAS ENERGY OPPORTUNITIES FUND

Annexure - II

Equity	2009-10	2008-09
CONSUMER GOODS		5.87%
Energy	48.54%	51.20%
Industrial Manufacturing	20.29%	24.84%
Metals	17.43%	9.01%

Annexure - III

Portfolio Statement for the Month of March 31, 2010

Sl No	Investment	Industry / Ratings	Quantity	Market Value Rs.in Lakhs
A)	Equity & Equity Linked Instruments			
a)	Listed / awaiting listing on Stock Exchanges			
1	Reliance Industries Ltd.	ENERGY	1427361	15,333.43
2	Caim India Limited	ENERGY	3444336	10,527.61
3	Aban Loyd Chiles Offshore Ltd.	INDUSTRIAL MANUFACTURING	899000	10,451.32
4	Oil & Natural Gas Corpn. Ltd.,	ENERGY	850000	9,338.95
5	Maharashtra Seamless Ltd.	METALS	2188139	7,761.33
6	Larsen & Toubro Ltd.	INDUSTRIAL MANUFACTURING	370000	6,034.15
7	GAIL (India) Ltd.	ENERGY	1396275	5,733.11
8	GVK Power & Infrastructure Ltd	ENERGY	12552448	5,629.77
9	Siemens Ltd.	INDUSTRIAL MANUFACTURING	760000	5,625.14
10	Tata Power Co. Ltd.	ENERGY	398240	5,470.42
11	Welspun Guj Stahl Rohren Ltd.	METALS	1940000	5,300.08
12	Adani Power Ltd.	MANUFACTURING	4109120	4,766.58
13	Gujarat Mineral Development Corporation Ltd.	METALS	3340000	4,739.46
14	Sterite Industries (India) Ltd.	METALS	543172	4,616.69
15	Bharat Earth Movers Ltd.	INDUSTRIAL MANUFACTURING	404000	4,240.36
16	Jindal Steel & Power Ltd.	METALS	559754	3,935.63
17	Indian Oil Corporation Ltd.	ENERGY	1330000	3,933.48
18	Indraprastha Gas Ltd.	ENERGY	1593115	3,456.26
19	CESC Ltd.	ENERGY	875031	3,348.74
20	Lanco Infratech Ltd.	ENERGY	6406570	3,341.03
21	ICICI Bank Ltd.	FINANCIAL SERVICES	350000	3,333.75
22	Gujarat Gas Co. Ltd.	ENERGY	1085000	3,070.55
23	Reliance Energy Ltd.	ENERGY	300000	2,997.15
24	Bharat Heavy Electricals Ltd.	INDUSTRIAL MANUFACTURING	120000	2,868.78
25	TRF Limited	INDUSTRIAL MANUFACTURING	286000	2,525.52
26	Gujarat State Petronet Ltd	ENERGY	2811374	2,466.98
27	Jaiprakash Hydropower Ltd.	ENERGY	3529334	2,385.83
28	Bharat Petroleum Corporation Ltd.	ENERGY	457764	2,371.45
29	NTPC Ltd.	ENERGY	1122300	2,325.97
30	Videocon Industries Ltd	CONSUMER GOODS	975000	2,219.10
31	Rural Electrification Corporation Ltd	ENERGY	760000	1,904.94
32	Gammon India Ltd.	CONSTRUCTION	807547	1,901.37
33	PSL Ltd.	METALS	1381779	1,897.87
34	NHPC Ltd	INDUSTRIAL MANUFACTURING	6141631	1,870.13
35	KSK Energy Ventures Ltd	ENERGY	1000000	1,842.50
36	Patel Engineering Ltd.	CONSTRUCTION	400000	1,821.20
37	Shree Renuka Sugars Ltd.	CONSUMER GOODS	2498639	1,781.53
38	Gujarat NRE Coke Ltd	METALS	1900000	1,661.55
39	Nagarjuna Fertilizers & Chemicals Ltd.	FERTILISERS & PESTICIDES	5010000	1,540.58
40	Tata Steel Limited	METALS	228008	1,441.12
41	Cummins India Ltd.	INDUSTRIAL MANUFACTURING	280000	1,437.24
42	Seamec Limited	INDUSTRIAL MANUFACTURING	750000	1,436.25
43	Infrastructure Development Finance Company Ltd.	FINANCIAL SERVICES	800000	1,287.60
44	Petronet LNG Ltd	ENERGY	1621504	1,233.15
45	Chambal Fertilizers & Chemicals Ltd.	FERTILISERS & PESTICIDES	1474539	906.10
46	PTC India Ltd.	ENERGY	529811	593.65
47	JSW Energy Ltd	MANUFACTURING	423304	473.47
48	Videocon Industries Ltd -Rights	CONSUMER	238334	268.13
	EQUITY TOTAL			175,447.02
B)	Money Market Instruments			
	Reverse Repo / CBLO			1,197.21
	TOTAL			176,644.23