

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 FIXED TERM PLAN K** as at March 31, 2010 and the Revenue Account for the **period** ended on October 01, 2009. 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.

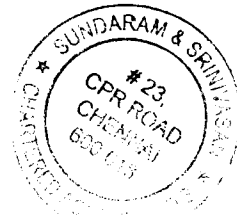
On the basis of the audit as indicated above, we report as follows:-

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 FIXED TERM PLAN K** as at March 31, 2010 and
 - b) In the case of Revenue Account of the **Deficit** of Sundaram BNP Paribas Mutual Fund - **SUNDARAM BNP PARIBAS FIXED TERM PLAN K** for the period ended on October 01, 2009.

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


K. SRINIVASAN
PARTNER (M.No : 5809)

Place: Chennai
Date: 25th June, 2010



BALANCE SHEET AS AT 31st MARCH, 2010

Amount in Rs.

	SCHEDULE NO.	31-Mar-10	31-Mar-09
LIABILITIES			
Unit Capital	1	-	717,790,972
Reserves & Surplus	2	-	34,542,651
Current Liabilities & Provisions	3	836,611	5,080,633
		836,611	757,414,256
ASSETS			
Investments	4	-	714,601,360
Other Current Assets	5	836,611	42,812,896
		836,611	757,414,256

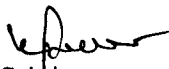
Notes on Accounts

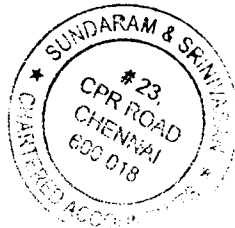
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As per our Report of even date


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

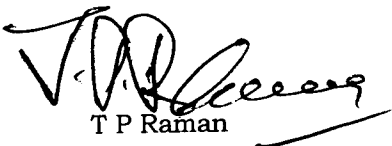
For
Sundaram BNP Paribas Asset Management Company Ltd


K Srinivasan
Partner
(M.NO : 5809)

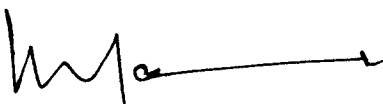



K. Ramkumar
Fund Manager


T.S. Sritharan
Chief Financial Officer

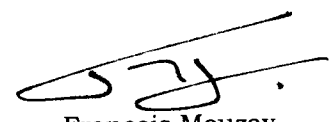

T P Raman
Managing Director

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 PERIOD 01.04.2009 to 01.10.2009

	Schedule No.	Amount, Rs		Amount, Rs	
		01.04.2009 To	01.10.2009	26-09-2008 to	31-03-2009
REVENUE	6				
Interest		42,156,283		44,523,717	
Other Income		192,216		-	
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		5,780		-	
TOTAL (A)		42,354,279	42,354,279	44,523,717	44,523,717
EXPENSES					
Management fee		505,873		502,881	
Trusteeship fee		38,913		38,683	
Commission to Agents		611,876		259,323	
Audit fee		9,333		5,515	
Other operating expenses (Including Marketing Expenses Rs.- NIL , Previous Year Rs. NIL)	70,097		63,042		
Custodian charges	30,963		31,442		
Registrar expenses	96,624		86,864		
	1,363,679		987,750		
Less : Amount transferred from Load on account of Marketing Expenses	427,235		78,032		
TOTAL (B)		936,444		909,718	
SURPLUS / (DEFICIT) (A-B)		41,417,835		43,613,999	
Add/(Less) : Balance in Equalisation Account		(66,373,615)		(1,006,545)	
		(24,955,780)		42,607,454	
Less: Income Distributed		7,907,151		6,652,353	
Distribution Tax	1,679,720	9,586,871	1,412,450	8,064,803	
Surplus /(Deficit) transferred to Balance Sheet		(34,542,651)		34,542,651	

Notes on Accounts

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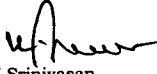
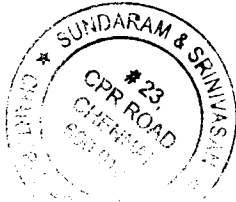
As per our Report of even date

For

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

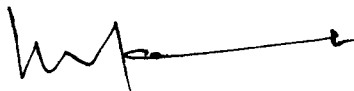
For

Sundaram BNP Paribas Asset Management Company Ltd


K Srinivasan
Partner
(M.NO : 5809)



K. Ramkumar
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

SCHEDULE : 1**Unit Capital**

	31/03/2010		31/03/2009	
	Units	Rs.	Units	Rs.
Initial capital	76,158,113.793	761,581,138	76,158,113.793	761,581,138
Unit Capital				
Opening Capital	71,779,097.19	717,790,972	76,158,113.79	761,581,138
Add: Units sold during the Period	284,644.23	2,846,442	77,997.07	779,971
	72,063,741.42	720,637,414	76,236,110.86	762,361,109
Less : Units repurchased during the Period	72,063,741.42	720,637,414	4,457,013.67	44,570,137
Units at the end of the Period			71,779,097.19	717,790,972
		-		717,790,972

SCHEDULE : 2**Reserves & Surplus**

	31/03/2010		31/03/2009	
	Rs.		Rs.	
General Reserve				
Opening Balance	34,542,651		-	
Add /(Less): Transfer from Revenue Account	(34,542,651)		34,542,651	
		-		34,542,651
		-		34,542,651

SCHEDULE : 3**Current Liabilities & Provisions**

	31/03/2010	31/03/2009
	Rs.	Rs.
Current Liabilities		
Sundry Creditors	836,059	886,470
Distributed Income Payable	-	3,450,936
Others	552	743,227
	836,611	5,080,633

SCHEDULE : 4**Investments**

	31/03/2010	31/03/2009
	Rs.	Rs.
Certificate of Deposits	-	583,256,680
Commercial Papers	-	129,224,247
Investment in Reverse Repo / CBLO	-	2,120,433
	-	714,601,360

SCHEDULE : 5**Other Current Assets**

	31/03/2010	31/03/2009
	Rs.	Rs.
Balance with banks in Current Accounts	836,611	271,354
Sundry Debtors	-	42,541,542
Outstanding and accrued Income	-	-
	836,611	42,812,896

Annexure - II

SUNDARAM BNP PARIBAS FIXED TERM PLAN K

	% of total investments within the classification
	2008-2009
A) Debt Instruments	
a) Privately Placed	NIL