

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 FTP - 367 DAYS SERIES - 8** 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:-

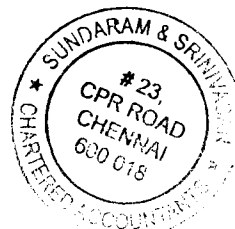
1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. The Balance Sheet and Revenue Account are in agreement with the books of accounts of Sundaram BNP Paribas Mutual Fund.
3. a) The accounts have been prepared 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 FTP - 367 DAYS SERIES - 8** 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 FTP - 367 DAYS SERIES - 8** for the year ended on March 31, 2010.

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.

Amount in Rs.

	SCHEDULE NO.	31-Mar-10	31-Mar-09
LIABILITIES			
Unit Capital	1	1,214,170,415	1,214,144,281
Reserves & Surplus	2	91,148,326	931,801
Current Liabilities & Provisions	3	813,699	35,188
		1,306,132,440	1,215,111,270
ASSETS			
Investments	4	1,285,300,061	1,209,571,298
Other Current Assets	5	20,832,379	5,539,972
		1,306,132,440	1,215,111,270

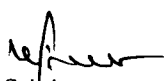
Notes on Accounts

8


As per our Report of even date

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

For
Sundaram BNP Paribas Asset Management Company Ltd


K Srihivasan
Partner
(M.NO : 5809)

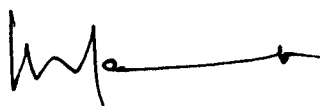



K. Ramkumar
Fund Manager



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 Vij
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	
		01-04-2009 to 31-03-2010	30-03-2009 to 31-03-2009
REVENUE			
Interest	6	86,472,981	420,629
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		12,578,342	-
TOTAL (A)		99,051,323	420,629
EXPENSES			
Net diminution in value of investment	7	1,278,660	-
Management fee		1,011,207	5,322
Trusteeship fee		126,404	665
Commission to Agents		4,365,017	15,557
Publicity expenses		18,698	-
Audit fee		10,408	5,515
Other Operating Expenses (Including Marketing Expenses Rs. 731115/-, Previsou year NIL)		839,531	549
SEBI Audit Fees		11,139	-
Custodian charges		53,076	4,412
Registrar expenses		279,370	3,326
TOTAL (B)		7,993,510	35,346
SURPLUS / (DEFICIT) (A-B)		91,057,813	385,283
Add/(Less) : Balance in Equalisation Account		138	-
		91,057,951	385,283
Less: Income Distributed		249,728	-
Distribution Tax		45,180	-
		294,908	-
Surplus /(Deficit) transferred to Balance Sheet		90,763,043	385,283

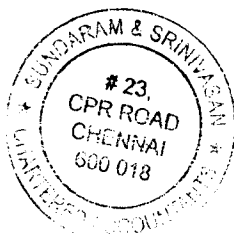
Notes on Accounts
As per our Report of even date


8


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


For
Sundaram BNP Paribas Asset Management Company Ltd


K Srinivasan
Partner
(M.NO : 5809)





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Chairman


S. Giji
Director


R. Rajamani
Director


Francois Mouzay
Director

Place : Chennai
Date : 25th June 2010

SCHEDULE : 1

Unit Capital

	31/03/2010		31/03/2009	
	UNITS	AMOUNT	UNITS	AMOUNT
	121,414,428.09	1,214,144,281	121,414,428.09	1,214,144,281
Initial capital				
Unit Capital				
Opening Capital	121,414,428.09	1,214,144,281	121,414,428.09	1,214,144,281
Add: Units sold during the year	2,613.44	26,134	-	-
	121,417,041.53	1,214,170,415	121,414,428.09	1,214,144,281
Less : Units repurchased during the year	-	-	-	-
Units at the end of the Year	121,417,041.53	1,214,170,415	121,414,428.09	1,214,144,281
		1,214,170,415		1,214,144,281

SCHEDULE : 2

Reserves & Surplus

	31/03/2010		31/03/2009	
	Rs.		Rs.	
General Reserve				
Opening Balance	385,283		-	
Add /(Less): Transfer from Revenue Account	90,763,043		385,283	
		91,148,326		385,283
Unrealised appreciation reserve				
Opening Balance	546,518		-	
Add/(Less) Net unrealized appreciation for the year	546,518		546,518	
Unrealised Appreciation Reserve (Schedule 7)		0		546,518
		91,148,326		931,801

SCHEDULE : 3

Current Liabilities & Provisions

	31/03/2010	31/03/2009
	Rs.	Rs.
Current Liabilities		
Sundry Creditors	803,704	34,485
Others	9,995	703
	813,699	35,188

SCHEDULE : 4

Investments

	31/03/2010	31/03/2009
	Rs.	Rs.
Debenture & Bonds listed / awaiting listing	180,051,630	102,223,747
recognised stockexchange	1,061,578,343	1,003,475,781
Certificate of Deposits	43,670,089	103,871,770
Investment in Reverse Repo / CBLO		
	1,285,300,061	1,209,571,298

SCHEDULE : 5

Other Current Assets

	31/03/2010	31/03/2009
	Rs.	Rs.
Balance with banks in Current Accounts	304,376	4,830,107
Outstanding and accrued Income	20,528,003	709,865
Others	-	-
	20,832,379	5,539,972

SCHEDULE : 6

Interest

	01-04-2009 to 31-03-2010	30-03-2009 to 31-03-2009
	Rs.	Rs.
Interest from banks and others	172,117	26,248
Interest on Debentures and Bonds	12,569,726	54,795
Discounting Charges	73,731,139	339,586
	86,472,982	420,629

SCHEDULE : 7

Net unrealised appreciation/ (diminution) in value of Investments

	01-04-2009 to 31-03-2010	30-03-2009 to 31-03-2009
	Rs.	Rs.
Appreciation in Value of Investments		
Central Government Securities		
Privately placed Debentures / Bonds	-	-
Debentures / Bonds listed / awaiting listing on the recognised stock exchange	-	546,518.07
Appreciation in value of investments	-	546,518.07
Diminution in value of investments		
Equity Shares	-	-
Derivatives	-	-
Privately placed debentures / Bonds	-	-
Debentures & Bonds listed / awaiting listing in the Recognised stock exchange	1,278,660.23	-
	1,278,660.23	-
Unrealised appreciation (diminution) in value of investments	(1,278,660)	546,518

SUNDARAM BNP PARIBAS MUTUAL FUND

SUNDARAM BNP PARIBAS FTP - 367 DAYS SERIES - 8

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

SCHEDULE 8

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.

1.2. INCOME RECOGNITION

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

1.3. EXPENSES

Expenses are accounted for on accrual basis.

1.4. 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	30.03.08 to 31.03.09
Average daily net asset value	12,640.39	12,150.49
Management fee @ 0.08% of average daily net asset value.(Previous year 0.08%)	10.11	0.05

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 is as under :

Description	01.04.09 to 31.03.10	30.03.08 to 31.03.09
PURCHASE VALUE(AMOUNT)	22,776.92	11,051.53
%	180.19%	90.96%
SALES VALUE (AMOUNT)	21,399.37	NIL
%	169.29%	

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	30.03.08 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	1,800.52	NIL
% to the asset under management	14.25%	NIL

6. INCOME / EXPENDITURE

The total income and expenditure as a percentage of the daily average net assets, during the Year are given below.

DESCRIPTION	01.04.09 to 31.03.10	30.03.08 to 31.03.09
INCOME	7.84%	6.32%
EXPENDITURE	0.53%	0.53%

7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2010 is Rs. Nil. Previous Year Rs. Nil

8. AMOUNT PAID TO SPONSORS / ASSOCIATES

	01.04.09 to 31.03.10	30.03.08 to 31.03.09
Sundaram Finance Ltd (Sponsor)	NIL	NIL
Indus Ind Bank Ltd (Associate)	NIL	NIL

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 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. b. 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 – V

10 PORTFOLIO DISCLOSURE

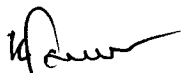
Full portfolio of the scheme is given in Annexure - III

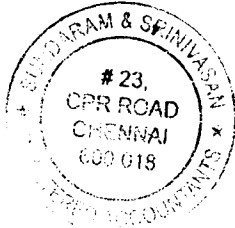
11. MOVEMENT IN UNIT CAPITAL

As Per Schedule-I

Signatures to the schedules 1 to 8 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)



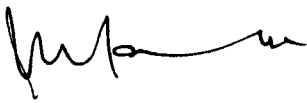
For Sundaram BNP Paribas Asset Management Company Ltd


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Fund Manager


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Chief Financial Officer


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**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

	2009-2010 Rs.				2008-2009 Rs.			
	Dividend Option	Growth Option	Inst Growth Option	Super Inst Growth Option	Dividend Option	Growth Option	Growth Option	Growth Option
(A) Gross income								
(i) income other than profit on sale of investment			0.7122					0.0035
(ii) income from profit on inter scheme sales/transfer of investments			0.0000					0.0000
(iii) income from profit on sale of investment to third parties			0.1036					0.0000
(iv) transfer to revenue account from past year's reserves								0.0000
(B) Aggregate of expenses, write off, amortisation and charges			0.0658					0.0003
(C) Net income			0.7500					0.0032
(D) Net unrealised appreciation/(diminution) in value of investments			-0.0105					0.0045
(E) Net Assets Value	10.1189	10.7242	10.7566	10.7566	10.0000	10.0000	10.0000	10.0000
(F) Highest repurchase price	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Lowest repurchase price	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Highest ongoing sale price *	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000
Lowest ongoing sale price *	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage			0.53%					0.53%
(H) Ratio of gross income to average daily net assets by percentage			7.84%					6.32%

* includes entry load as applicable

13. Computation of Distributable Income

	31.03.10	31.03.09
Net Income as per revenue account	91,057,951	385,283
Add : Balance of Undistributed income as at 1st April brought forward	385,283	
	91,443,234	385,283
Less : Income Distributed during the year	294,908	-
Distributable Income	91,148,326	385,283

14. Previous year figures have been regrouped/reclassified to conform with current year classification.

Annexure - II

Sundaram BNP Paribas Fixed Term Plan - 367 DAYS - SERIES 8	
	% of total investments within the classification
	2009-2010
A) Debt Instruments	
a) Listed / awaiting listing on Stock Exchange	
FINANCE	100.00%
b) Privately Placed	NIL

Annexure - III

Sundaram BNP Paribas Fixed Term Plan - 367 DAYS - SERIES 8				
Portfolio Statement for the period ended 31st March, 2010				
Particulars	Rating	Quantity	Mkt Value Rs. in Lacs	% of Net Asset
A) Debt Instruments				
a) Listed / awaiting listing on Stock Exchange				
HDFC LTD **	AAA	30	300.04	2.33%
HDFC LTD **	AAA	150	1500.48	11.67%
Sub Total			1800.52	14.01%
b) Privately Placed				
	NIL			
c) Securitized Debt Instruments				
	NIL			
B) Money Market Instruments				
UNITED BANK OF INDIA	A1+	3700	3667.10	28.53%
CENTRAL BANK OF INDIA	PR1+	1800	1798.71	13.99%
VIJAYA BANK	PR1+	1500	1483.93	11.55%
SOUTH INDIAN BANK	PR1+	3700	3666.04	28.52%
Sub Total			10615.78	82.59%
C) Others				
Reverse Repo / CBLO			436.70	3.40%
GRAND TOTAL			12853.00	100.00%

** Thinly Traded / Non Traded Securities