

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

AUDITORS REPORT

The Board of Trustees
Sundaram Mutual Fund
Chennai

We have audited the attached Balance Sheet of Sundaram Mutual Fund - **SUNDARAM GLOBAL ADVANTAGE FUND** as at March 31, 2012 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.

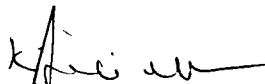
We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence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

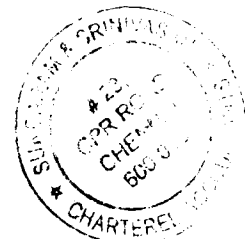
On the basis of the audit as indicated above, we report as follows:-

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 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 Mutual Fund, **SUNDARAM GLOBAL ADVANTAGE FUND** as at March 31, 2012 and
 - b) In the case of Revenue Account of the **Surplus** of Sundaram Mutual Fund - **SUNDARAM GLOBAL ADVANTAGE FUND** for the **Year** ended on **31/03/2012**.

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

Place: Chennai
Date: 26th June, 2012


K. SRINIVASAN
PARTNER (M.No: 5809)



BALANCE SHEET AS AT 31st MARCH, 2012

Amount in Rs.

	SCHEDULE NO.	31-Mar-12	31-Mar-11
LIABILITIES			
Unit Capital	1	459,735,547	580,504,144
Reserves & Surplus	2	109,365,271	119,653,460
Current Liabilities & Provisions	3	2,807,549	7,055,694
		571,908,367	707,213,298
ASSETS			
Investments	4	569,906,193	703,415,557
Other Current Assets	5	2,002,174	3,797,741
		571,908,367	707,213,298

Notes on Accounts

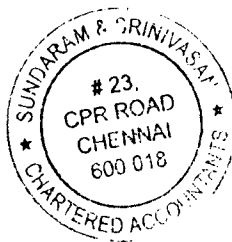
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As per our Report of even date

For**Sundaram & Srinivasan**

Chartered Accountants

(FRN.: 004207S)

For**Sundaram Asset Management Company Ltd**

K Srinivasan
K Srinivasan
Partner
(M.NO : 5809)

Bharath
Bharath
Fund Manager

Dwijendra Srivatsava
Dwijendra Srivatsava
Fund Manager

T P Raman
T P Raman
Managing Director

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

K V Ramanathan
K V Ramanathan
Chairman

S Viji
S Viji
Director

R. Rajamani
R. Rajamani
Director

M.S. Sundara Rajan
Director

Place : Chennai

Date : 26th June 2012

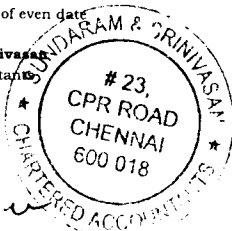
REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2012

		Amount, Rs			
	Schedule No.	2011 - 12		2010 - 11	
REVENUE					
Dividend	6		40,375		109,170
Interest			4,173,280		3,486,745
Unrealised appreciation in value of investments on exchange rate change			60,458,796		539,255
Realised gain on foreign exchange transactions					
- On sale of Investments		5,555,217		25,783,397	
- On Settlement of trade		-	5,555,217	65,233	25,848,630
Other Income			440,837		719,542
Net Gain on sale / redemption of investments (Other than inter-scheme transfer/sale)			23,603,295		36,697,379
TOTAL (A)			94,271,800		67,400,720
EXPENSES					
Net diminution in value of investment	7				
Net Unrealised appreciation in value of investment on exchange rate difference written off					
- On sale of Investments		8,052,440			
- On Settlement of trade		-	8,052,440	2,234,266	2,234,266
Management fee			3,359,058		4,826,168
Trusteeship fee			59,982		86,182
Commission to Agents			47,402		473,983
Audit fee			58,257		114,792
Custodian charges			301,557		392,472
Registrar expenses			267,830		412,542
Service tax on AMC Fees			345,982		497,105
SEBI Fees			4,649		
Other Operating Expenses			77,389		134,253
			12,574,546		31,645,584
Less : Amount transferred from Load on account of Marketing Expenses			23,257		473,983
TOTAL (B)			12,551,289		31,171,601
SURPLUS / (DEFICIT) (A-B)			81,720,511		36,229,119
Add/(Less) : Balance in Equalisation Account			(9,862,574)		310,855
			71,857,937		36,539,974
Surplus /(Deficit) transferred to Balance Sheet			71,857,937		36,539,974

Notes on Accounts

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As per our Report of even date
For
Sundaram & Srinivasan
 Chartered Accountants
 (FRN.: 004207S)



K Srinivasan
 K Srinivasan
 Partner
 (M.NO : 5809)

Bharath
 Bharath
 Fund Manager

For
Sundaram Asset Management Company Ltd

Dwijendra Srivatsava
 Dwijendra Srivatsava
 Fund Manager

T P Raman
 T P Raman
 Managing Director

For and on Behalf of
Sundaram Trustee Company Ltd

K V Ramanathan
 K V Ramanathan
 Chairman

S Vijji
 S Vijji
 Director

R Rajamani
 R Rajamani
 Director

M.S. Sundara Rajan
 M.S. Sundara Rajan
 Director

Place : Chennai
 Date : 26th June 2012

SCHEDULE : 1**Unit Capital**

	31/03/2012		31/03/2011	
	Units	Rs.	Units	Rs.
Initial capital (301518083.59 units of Rs.10 each)	301,518,084	3,015,180,836	301,518,084	3,015,180,836
Unit Capital				
Opening Capital	58,050,414.40	580,504,144	117,966,441.68	1,179,664,417
Add: Units sold during the Year	1,287,747.38	12,877,474	2,688,980.50	26,889,805
	59,338,161.78	593,381,618.00	120,655,422.18	1,206,554,222
Less : Units repurchased during the Year	13,364,607.10	133,646,071	62,605,007.78	626,050,078
Units at the end of the Year	45,973,554.68	459,735,547.00	58,050,414.40	580,504,144
		459,735,547		580,504,144

SCHEDULE : 2**Reserves & Surplus**

	31/03/2012		31/03/2011	
	Rs.		Rs.	
Unit Premium Reserve				
Opening Balance	(54,023,077)		(9,137,230)	
Amount Received on Sale / Repurchase of Units (net)	(12,206,304)		(44,885,847)	
	-	(66,229,381)	-	(54,023,077)
General Reserve				
Opening Balance	46,990,844		10,450,870	
Add /(Less): Transfer from Revenue Account	71,857,937		36,539,974	
		118,848,781		46,990,844
Unrealised appreciation reserve				
Opening Balance	126,685,693		64,813,927	
Add/(Less) Net unrealized appreciation	69,939,822		61,871,766	
Unrealised Appreciation Reserve (Schedule 7)		56,745,871		126,685,693
		109,365,271		119,653,460

SCHEDULE : 3**Current Liabilities & Provisions**

	31/03/2012	31/03/2011
	Rs.	Rs.
Current Liabilities		
Sundry Creditors	2,798,845	7,005,529
Others	8,704	50,165
	2,807,549	7,055,694

SCHEDULE : 4**Investments**

	31/03/2012	31/03/2011
	Rs.	Rs.
Units of Overseas Mutual Funds	535,869,193	653,772,001
Investment in Reverse Repo / CBLO	34,037,000	49,643,556
	569,906,193	703,415,557

SCHEDULE : 5**Other Current Assets**

	31/03/2012	31/03/2011
	Rs.	Rs.
Balance with banks in Current Accounts	1,730,068	2,975,111
Outstanding and accrued Income	21,457	11,291
Others	250,649	811,339
	2,002,174	3,797,741

SCHEDULE : 6**Interest**

	01/04/2011 - 31/03/2012	01/04/2010 - 31/03/2011
	Rs.	Rs.
Interest from banks and others	4,173,280	3,486,745
	4,173,280	3,486,745

SCHEDULE : 7**Net unrealised appreciation in value of Investments**

	2011 - 12	2010 - 11
	Rs.	Rs.
Appreciation in Value of Investments		
Unrealised appreciation in value of investments on exchange rate change	72,396,382	19,990,026
Unrealised appreciation in value of investments on price variance	56,745,871	126,685,693
	129,142,253	146,675,719

12. HISTORICAL PER UNIT STATISTICS

	01-04-11 to 31-03-12		01-04-10 to 31-03-11		01-04-09 to 31-03-10	
	Rs.		Rs.		Rs.	
(A) Gross income						
(i) income other than profit on sale of investment		0.10		0.07		0.11
(ii) income from profit on inter scheme sales/transfer of investments		0.00		0.00		0.00
(iii) income from profit on sale of investment to third parties		0.51		0.63		0.51
(iv) transfer to revenue account from past year's reserves		0.00		0.00		0.00
(B) Aggregate of expenses, write off, amortisation and charges		0.10		0.54		0.10
(C) Net income		0.51		0.17		0.52
(D) Net unrealised appreciation/(diminution) in value of investments (including Exchange Rate appreciation)		2.81		0.25		0.59
(E) Net Assets Value	Dividend Option	Growth Option	Dividend Option	Growth Option	Dividend Option	Growth Option
	12.3843	12.3842	12.061	12.0612	10.5599	10.5598
(F) Highest repurchase price	12.5257	12.5256	12.1648	12.1649	10.8148	10.8146
Lowest repurchase price	9.6709	9.6705	9.3763	9.3763	6.7062	6.6055
Highest ongoing sale price *	12.5257	12.5256	12.1648	12.1649	11.0297	11.0296
Lowest ongoing sale price *	9.6709	9.6705	9.3763	9.3763	6.8022	6.9893
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage	0.75%		0.75%		0.75%	
(H) Ratio of gross income to average daily net assets by percentage	15.72%		7.82%		42.49%	

* includes entry load as applicable

13 Computation of Distributable Income

	31.03.12	31.03.11
Net Income as per revenue account	71857937	36539974
Add : Balance of Undistributed income as at 1st April brought forward	-14923774	-31473722
	56934163	5066252
Less: Unrealised appreciation in value of investments on exchange rate change	72396382	19990026
	-15462219	-14923774
Less : Income Distributed during the year	0	0
	-15462219	-14923774
Add : Unit Premium Reserve	-66229381	-54023077
Distributable Income	-81691600	-68946851

14 Previous year figures have been regrouped/reclassified wherever necessary.

SUNDARAM MUTUAL FUND
SUNDARAM GLOBAL ADVANTAGE FUND
Schedules forming part of the Balance Sheet as at 31st March 2012 and the
Revenue Account for the year ended 31st March 2012

SCHEDULE 8

NOTES ON ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES

1 INVESTMENTS

a) Units of Overseas Mutual Funds

Investments are in the nature of units of overseas mutual funds. These securities are valued at the last disclosed Net asset Value (NAV) at the local currency and converted into Indian Rupee value by applying the RBI reference rate/Cross currency rate through Bloomberg.

b) Money Market Securities

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

Investment transactions are accounted on trade dates at cost including brokerage, stamp duty and other levies, if any.

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 arising on account of the net asset value movement of the overseas mutual fund units is directly transferred to unrealised appreciation reserve and the net diminution arising there from is debited to revenue account.

Foreign Exchange Transactions:

Transactions expressed in currencies other than Indian Rupee are translated into Indian Rupees at the exchange rates applicable on the transaction dates.

Exchange differences arising on settlement of transactions are recognized as income or expense.

Assets and liabilities designated in currencies other than Indian Rupee are translated into Indian Rupee at the exchange rates at the end of each year.

Exchange gain or loss on account of changes in the foreign exchange rates is considered as income or expense in the revenue account. The unrealized appreciation arising on account of changes in foreign exchange rate is reduced for calculating the distributable income.

1 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 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

In terms of SEBI circular dated 15th March 2010, on Unit Premium Reserve, the equalisation account has been credited/debited with an appropriate portion (excluding the Unit Premium Reserve and Unrealised Appreciation) of the sale proceeds/repurchase price in respect of units sold / repurchased on or after 15th March 2010. The net balance in this account is transferred to revenue account for the year.

1.6 UNIT PREMIUM RESERVE

In terms of SEBI circular dated 15 March 2010, on Unit Premium Reserve , when units are sold / repurchased on or after 15th March 2010 a part of the sale price / repurchase price representing unrealized gains is credited / debited to Unit Premium Reserve. The balance in Unit Premium Reserve will not be utilized for determination of distributable surplus.

2. INVESTMENT MANAGER FEES

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

Rs. in lakhs

Particulars	01-04-2011 to 31-03-2012	01-04-2010 to 31-03-2011
Average daily net asset value	5998.31	8618.16
Management fee @ 0.56%(Previous period 0.56%) of average daily net asset value	33.59	48.26

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 financial year as a percentage of average daily net asset value is as under:

(Rs. in lakhs)

Period	Purchase Value (Amount)	%	Sales Value (Amount)	%
01.04.11 to 31.03.12	NIL	-	11210.02	186.89 %
01.04.10to 31.03.11	NIL	-	5964.03	69.20%

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

Aggregate value of non-traded /thinly traded investments, valued in "good faith" exceeding 5% of the Net Asset Value as at the end of the period is Rs. Nil (Previous period Rs. NIL lacs) representing (Previous period NIL %)of Net assets value.

6. INCOME / EXPENDITURE

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

Particulars	01.04.11 to 31.03.12	01.04.10 to 31.03.11
Income	15.72 %	7.82%
Expenditure	0.75 %	0.75%

7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2012 is NIL (Previous period Nil)

8. AMOUNT PAID TO ASSOCIATES

An amount of Rs. 0.25 lakhs (Previous period Rs. 0.73 lakhs) has been paid / payable as brokerage to Sundaram Finance Ltd, sponsor, towards sale of units.

An amount of Rs. 0.01 (Previous period Rs. NIL) has been paid / payable as brokerage to Indus Ind Bank sponsor, towards sale of units.

An amount of Rs.2.68 (Previous period Rs.NIL) has been paid / payable As brokerage to Sundaram BNP Paribas Fund Services Ltd.

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

(% of total investments within the classification)

	31.03.12	31.03.11
Investments in Overseas Securities		
Units of Mutual Funds	100%	100%

10. PORTFOLIO DISCLOSURE

Full portfolio of the scheme is given in **Annexure - II**

11. MOVEMENT IN UNIT CAPITAL

Refer Schedule 1

Investor MF	ISIN	SYSTEM Code	Quantity	BOOK Cost - NAV	USD/EURO Amount	FX Rate	FX Amount	Market price	FX Rate	Market Value	Unrealized Gain/Loss	Breakup price change	Breakup Price change
NEVSKY EASTERN EUROPEAN	IE0009751193	7978	9,009.82	76,930	693,125.44	45.41	31,474,826.78	81.65	51.1565	37,633,375.40	6,158,548.62	2,175,503.83	3,983,044.79
BNP PARIBAS L1 EQUITY WORLD ENERGY	LU0159004745	7979	1,221.71	468.161	571,955.10	62.44	35,712,857.92	631.60	68.3403	52,733,435.26	17,020,577.34	13,645,852.14	3,374,725.20
PARVEST EQUITY LATIN AMERICA	LU0102002223	7971	1.51	380.467	576,028.38	41.93	24,153,789.54	486.03020	51.1565	37,798,398.08	13,645,208.54	8,330,802.26	5,314,406.28
MORGAN STANLEY ASIAN PROPERTY FUND	LU0078113064	7972	32,303.10	19,243	621,600.04	41.49	25,788,639.33	16.73	51.1565	27,646,548.22	1,857,908.89	-4,152,334.23	6,010,243.12
MARTIN CURRIE GLOBAL RESOURCES FUND	LU0174483585	7976	27,708.80	22,419	621,189.72	45.82	28,450,959.04	23.35	51.1565	33,098,273.92	4,637,314.88	1,320,382.01	3,316,932.87
D B TRACKER LATAM	LU0292106619	7974	14,723.00	47,144	694,094.10	44.00	30,537,651.84	60.95	51.1565	45,902,381.63	15,364,728.79	10,394,956.80	4,869,772.99
D B TRACKER EM ASIA	LU0292107961	7975	49,958.00	29,254	1,461,486.45	42.56	62,200,131.23	35.98	51.1565	91,940,459.46	29,740,328.23	17,175,927.88	12,564,400.35
FIDELITY INVESTMENT	LU0048597566	3114	270,319.34	5,931	1,604,429.40	41.42	66,447,646.08	6.41	51.1565	88,762,208.43	22,314,560.35	6,685,215.83	15,623,344.52
SCHRODERS INTERNATIONAL EMERGING ASIA	LU0011850392	7977	43,798.86	22,160	970,582.71	46.02	44,696,216.85	25.48	51.1565	57,090,395.66	12,424,178.81	7,438,781.26	4,985,397.55
BLACKROCK EMERGING EUROPE FUND EUR CLASS A2	LU0011850392	3065	7,161.35	98.015	701,916.21	57.44	40,320,248.50	91.23	68.3403	44,648,765.47	4,328,516.97	-3,320,398.90	7,648,915.87
MORGAN STANLEY GLOBAL PROPERTY FUND CLASS I	LU0266114668	7973	16,540.11	25,485	421,525.50	40.25	16,964,570.94	22.00	51.1565	18,614,951.02	1,650,380.08	-2,948,818.22	4,599,188.30

406,726,940.05

535,869,192.55

129,142,252.50

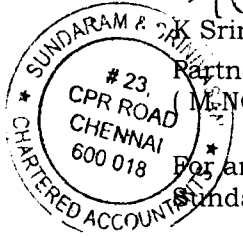
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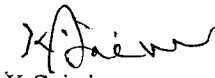
72,396,381.84

Signatures to the schedules 1 to 8 are forming part of the Balance Sheet and the Revenue Account.

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

for Sundaram Asset Management Company Ltd





K. Srinivasan

Partner
(M.NO.5809)

For and on Behalf of
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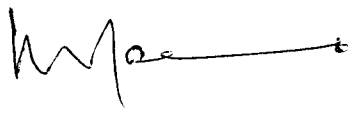


Bharath
Fund Manager

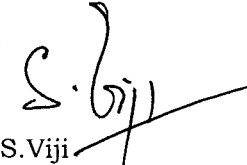

Dwijendra Srivatsava
Fund Manager



T.P. Raman
Managing Director



K.V. Ramanathan
Chairman



S. Viji
Director



R. Rajamani
Director

M.S. Sundara Rajan
Director

Place: Chennai
Date: 26th June 2012