

AUDITORS REPORT

The Board of Trustees
Sundaram Mutual Fund
Chennai

We have audited the attached Balance Sheet of Sundaram Mutual Fund - **SUNDARAM CAPEX OPPORTUNITIES FUND - GROWTH** 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.

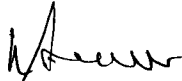
We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence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

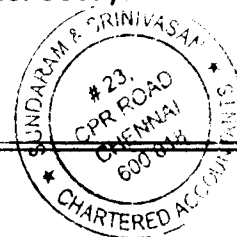
On the basis of the audit as indicated above, we report as follows:-

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 CAPEX OPPORTUNITIES FUND - GROWTH** as at March 31, 2012 and
 - b) In the case of Revenue Account of the **Deficit** of Sundaram Mutual Fund - **SUNDARAM CAPEX OPPORTUNITIES FUND - GROWTH** 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	1,395,508,101	1,681,998,289
Reserves & Surplus	2	1,195,759,518	2,053,087,403
Current Liabilities & Provisions	3	5,109,161	23,226,338
		2,596,376,780	3,758,312,030
ASSETS			
Investments	4	2,568,228,383	3,731,337,624
Other Current Assets	5	28,148,397	26,974,406
		2,596,376,780	3,758,312,030

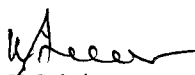
Notes on Accounts

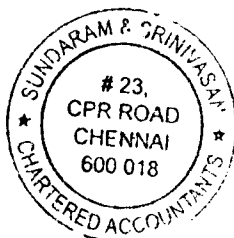
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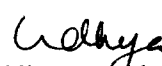
As per our Report of even date

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

For
Sundaram Asset Management Company Ltd


K Srinivasan
Partner
(M.NO : 5809)





Srividhya Rajesh
Fund Manager


T P Ramani
Managing Director

For and on Behalf of
Sundaram Trustee Company Ltd



K V Ramanathan
Chairman



S Viji
Director



R. Rajamani
Director

M. S. Sundara Rajan
Director

Place : Chennai
Date : 26th June 2012

REVENUE ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2012

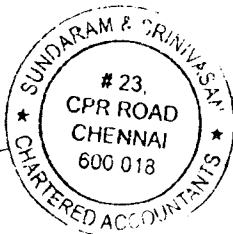
	Schedule No.	Amount, Rs	
		2011-12	2010-11
REVENUE			
Dividend		43,383,244	42,368,870
Interest	6	28,662,069	13,806,095
Other Income		1,259,680	49,263
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		0	784,070,349
Net profit on inter scheme transfer / sale of investments		0	18,691,289
TOTAL (A)		73,304,993	858,985,866
EXPENSES			
Net diminution in value of investment	7	356,335,918	0
Net Loss on sale / redemption of investments (Other than inter-scheme transfer/sale)		207,625,693	0
Loss on inter scheme transfer / sale of investments		193,302	0
Management fee		32,441,101	51,121,742
Trusteeship fee		299,422	486,218
Commission to Agents		18,424,756	23,081,520
Publicity expenses		3,517,989	12,715,871
Marketing Expenses		16,535,708	9,336,030
Audit fee		129,095	136,886
Other operating expenses		4,353,359	7,225,335
Custodian charges		802,023	1,675,847
Registrar expenses		3,081,144	6,487,611
SEBI Fees		25,200	34,058
		643,764,710	112,301,118
Less : Amount transferred from load on account of Marketing Expenses		9,748,613	2,698,426
TOTAL (B)		634,016,097	109,602,692
SURPLUS / (DEFICIT) (A-B)		(560,711,104)	749,383,174
Add/(Less) : Balance in Equalisation Account		(338,435,917)	(701,107,386)
		(899,147,021)	48,275,788
Less: Income Distributed		-	-
Distribution Tax		-	-
Surplus /(Deficit) transferred to Balance Sheet		(899,147,021)	48,275,788

Notes on Accounts
As per our Report of even date


8

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

For Sundaram Asset Management Company Ltd


K Srinivasan
Partner
(M.NO : 5809)


Srividhya Rajesh
Fund Manager


T P Raman
Managing Director
For and on Behalf of
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K V Ramanathan
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Director
M. S. Sundara Rajan
DirectorPlace : Chennai
Date : 26th June 2012

80

SCHEDULE : 1**Unit Capital**

	31/03/2012		31/03/2011	
	UNITS	Rs. AMOUNT	UNITS	Rs. AMOUNT
Initial capital	205,734,469.87	2,057,344,699	205,734,469.87	2,057,344,699
Unit Capital				
Opening Capital	168,199,829	1,681,998,289	228,693,716	2,286,937,164
Add: Units sold during the year	11,133,087	111,330,856	31,605,647	316,056,472
	179,332,915	1,793,329,145	260,299,364	2,602,993,636
Less : Units repurchased during the year	39,782,105	397,821,044	92,099,535	920,995,347
Units at the end of the Year	139,550,810	1,395,508,101	168,199,829	1,681,998,289
		1,395,508,101		1,681,998,289

SCHEDULE : 2**Reserves & Surplus**

	31/03/2012		31/03/2011	
	Rs.	Rs.	Rs.	Rs.
Unit Premium Reserve				
Opening Balance	(278,306,487)		(15,626,254)	
Amount Received on Sale / Repurchase of Units (net)	44,059,665	(234,246,822)	(262,680,233)	(278,306,487)
General Reserve				
Opening Balance	2,329,153,361		2,280,877,573	
Add /(Less): Transfer from Revenue Account	(899,147,021)	1,430,006,340	48,275,788	2,329,153,361
Unrealised appreciation reserve				
Opening Balance	2,240,529		1,129,668,792	
Add/(Less) Net unrealized appreciation for the year	(2,240,529)		(1,127,428,263)	
Unrealised Appreciation Reserve (Schedule 7)		-		2,240,529
		1,195,759,518		2,053,087,403

SCHEDULE : 3**Current Liabilities & Provisions**

	31/03/2012	31/03/2011
	Rs.	Rs.
Current Liabilities		
Sundry Creditors	4,912,300	11,959,201
Contract for Purchase of Investments	-	10,899,451
Others	196,861	367,686
	5,109,161	23,226,338

SCHEDULE : 4**Investments**

	31/03/2012	31/03/2011
	Rs.	Rs.
Equity Shares	2,271,618,883	3,487,614,734
Others-Reverse Repo/Cblo	296,609,500	243,722,890
	2,568,228,383	3,731,337,624

SCHEDULE : 5**Other Current Assets**

	31/03/2012	31/03/2011
	Rs.	Rs.
Balance with banks in Current Accounts	15,047,997	16,517,943
Contract for Sale of Investments	-	7,807,225
Deposits with Clearing Corpn of India	9,500,000	100,000
Equity Derivatives Instrument Account for margin money	104,546	-
Outstanding and accrued Income	3,308,681	2,382,259
Others	187,173	166,979
	28,148,397	26,974,406

SCHEDULE : 6**Interest**

	2011-12	2010-11
	Rs.	Rs.
Interest from banks and others	28,662,069	12,938,708
Discounting Charges	-	867,387
	28,662,069	13,806,095

SCHEDULE :7**Net unrealised appreciation / (diminution) in value of Investments**

	2011-12	2010-11
	Rs.	Rs.
Equity Shares	-	2240529
Net unrealised appreciation reserves (schedule 2)	-	2,240,529
Diminution in value of investments		
Equity Shares	356,335,918	
	356,335,918	-
Net -Diminution in value of investments transferred to revenue account	356,335,918	-

SUNDARAM MUTUAL FUND

SUNDARAM CAPEX OPPORTUNITIES FUND - GROWTH

Schedules forming part of the Balance Sheet as at 31-Mar-2012
and the Revenue Account for the Year ended 31-Mar-2012

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.

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

c) Equity Derivative Instruments

Open positions of traded equity Index / stock futures are valued at the last quoted closing price on the stock exchange.

Equity derivative instruments 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) 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.

When the future contracts of equity derivative instruments are squared off on or before the expiry of contract, the difference between the settlement price and contractual price is recognized in Revenue Account.

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

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 15th March 2010, on Unit Premium Reserve, when units are sold / repurchased on or after 15th March 2010 a part of the sale price / re-purchase price representing unrealized gains is credited/debited to Unit Premium Reserve. The balance in Unit Premium Reserve will not be utilised for determination of distributable surplus.

2. INVESTMENT MANAGER FEES

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

Description	01.04.11 to 31.03.12	01.04.10 to 31.03.11
Average daily net asset value	29,941.10	48,621.74
Management fee @ 1.08% of average daily net asset value. (Previous year 1.05%)	324.41	511.22

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

As Per Annexure - I

By

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	01.04.11 to 31.03.12	01.04.10 to 31.03.11
PURCHASE VALUE (AMOUNT)	19,934.33	54,694.81
%	66.58%	112.49%
SALES VALUE (AMOUNT)	26,445.88	70,769.61
%	88.33%	145.55%

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	31.03.2012	31.03.2011
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.	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	01.04.11 to 31.03.12	01.04.10 to 31.03.11
INCOME	2.45%	17.67%
EXPENDITURE	2.33%	2.25%

7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2012 is Rs. Nil. Previous Year Rs. Nil

8. AMOUNT PAID TO SPONSORS / ASSOCIATES

	01.04.11 to 31.03.12	01.04.10 to 31.03.11
Sundaram Finance Ltd (Sponsor)	2.29	7.17
Sundaram Finance Distribution Ltd (subsidiary of Sponsor)	0.61	NIL
Indus Ind Bank Ltd (Associate)	0.12	NIL
Sundaram BNP Paribas Funds Services Ltd (R & T)	22.10	NIL

9. TOTAL VALUE OF INVESTMENTS 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

10. DETAILS OF DERIVATIVE CONTRACTS OUTSTANDING AT THE YEAR END AND EXECUTED DURING THE PERIOD

Margin account on futures amounting to Rs.1.05 Lakhs (Previous Year Rs.Nil lakhs) represent the margin towards future contracts and is disclosed under other current assets.Refer Annexure VI for details of derivative contracts executed during the Year.

11. PORTFOLIO DISCLOSURE

Full portfolio of the scheme is given in Annexure - III

12. MOVEMENT IN UNIT CAPITAL

As Per Schedule-I

13. 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 - V

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.

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 - IV

85

14. HISTORICAL PER UNIT STATISTICS				
		2011-12	2010-11 Rs.	2009-10 Rs.
(A)	Gross income			
	(i) income other than profit on sale of investment	0.5253	0.3343	0.2010
	(ii) income from profit on inter scheme sales/transfer of investments	-0.0014	0.1111	0.2270
	(iii) income from profit on sale of investment to third parties	-1.488	4.6615	6.5516
	(iv) transfer to revenue account from past year's reserves	0.0000	0.0000	0.0000
(B)	Aggregate of expenses, write off, amortisation and charges	0.5006	0.6516	0.5257
(C)	Net income	-1.4645	4.4553	6.4539
(D)	Net unrealised appreciation/(diminution) in value of investments	-2.5534	-6.7029	4.9396
		Growth	Growth	Growth
(E)	Net Assets Value	18.5695	22.2059	24.8445
(F)	Highest repurchase price*	24.0160	27.9693	25.5830
	Lowest repurchase price*	15.1078	20.8251	10.8451
	Highest ongoing sale price *	23.4872	28.4009	26.1586
	Lowest ongoing sale price *	15.0765	21.0355	10.9546
(G)	Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage	2.33%	2.25%	2.23%
(H)	Ratio of gross income to average daily net assets by percentage	2.45%	17.67%	50.79%

* includes load as applicable

15. Computation of Distributable Income

	2011-12	2010-11	2009-10
Net Income as per revenue account	(899147021.00)	48,275,788	2,013,835,384
Add : Balance of Undistributed income as at 1st April brought forward	2,329,153,361	2,280,877,573	267,042,189
	1,430,006,340	2,329,153,361	2,280,877,573
Less : Income Distributed during the year	-	-	-
	1,430,006,340	2,329,153,361	2,280,877,573
Add Unit Premium Reserve	(234246821.89)	(278,306,487)	(15,626,254)
Distributable Income	1,195,759,518.11	2,050,846,874	2,265,251,319

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

SUNDARAM CAPEXG OPPORTUNITIES FUND - GROWTH

Annexure - II

Equity	2011-12	2010-11
Construction	20.17%	7.41%
Consumer Goods	0.00%	5.09%
Industrial Manufacturing	48.80%	56.70%
Energy	18.43%	13.18%
Services	6.29%	

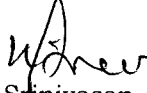
Portfolio Statement for the Month of March-2012
SUNDARAM CAPEXG OPPORTUNITIES FUND -
GROWTH

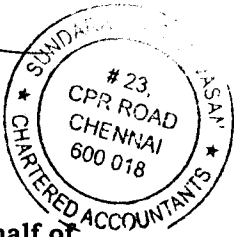
SI No	Investment	Industry / Ratings	Quantity	Market Value Rs.in Lakhs	% of Portfolio Assets
1	Honeywell Automation India Ltd.	INDUSTRIAL MANUFACTURING	46603	1,316.56	5.13%
2	Bharat Heavy Electricals Ltd.	INDUSTRIAL MANUFACTURING	506067	1,301.35	5.07%
3	Larsen & Toubro Ltd.	CONSTRUCTION	97877	1,281.21	4.99%
4	KEC International Ltd.	ENERGY	1437909	936.80	3.65%
5	Sadbhav Engineering Ltd.	CONSTRUCTION	580298	900.91	3.51%
6	Thermax Ltd.	INDUSTRIAL MANUFACTURING	192241	892.96	3.48%
7	Gujarat Gas Company Ltd.	ENERGY	222666	874.08	3.40%
8	Alstom Projects India Ltd.	INDUSTRIAL MANUFACTURING	244026	868.00	3.38%
9	Cummins India Ltd.	INDUSTRIAL MANUFACTURING	173400	859.02	3.34%
10	Alstom T&D India Ltd.	INDUSTRIAL MANUFACTURING	419428	788.52	3.07%
11	Crompton Greaves Ltd	INDUSTRIAL MANUFACTURING	482368	666.15	2.59%
12	Petronet LNG Ltd.	ENERGY	377066	633.66	2.47%
13	Bharat Electronics Ltd.	INDUSTRIAL MANUFACTURING	40797	622.09	2.42%
14	Elecon Engineering Company Ltd.	INDUSTRIAL MANUFACTURING	968716	595.76	2.32%
15	VA Tech Wabag Ltd.	SERVICES	135267	580.84	2.26%
16	GMR Infrastructure Ltd.	CONSTRUCTION	1856256	576.37	2.24%
17	Sterlite Technologies Ltd.	ENERGY	1459499	575.04	2.24%
18	Engineers India Ltd.	CONSTRUCTION	212612	540.67	2.11%
19	Hindustan Dorr-Oliver Ltd.	SERVICES	1538842	540.13	2.10%
20	Kalpataru Power Transmission Ltd.	ENERGY	470116	509.61	1.98%
21	Mcnally Bharat Engineering Company Ltd.	INDUSTRIAL MANUFACTURING	575976	495.63	1.93%
22	Tecpro Systems Ltd.	INDUSTRIAL MANUFACTURING	262488	443.74	1.73%
23	Action Construction Equipment Ltd.	INDUSTRIAL MANUFACTURING	1339660	417.97	1.63%
24	Indraprastha Gas Ltd.	ENERGY	97423	369.62	1.44%
25	The India Cements Ltd.	CEMENT & CEMENT PRODUCTS	330669	368.53	1.43%
26	Timken India Ltd.	INDUSTRIAL MANUFACTURING	165630	362.73	1.41%
27	Texmaco Rail & Engineering Ltd.	INDUSTRIAL MANUFACTURING	591121	357.04	1.39%
28	Ashoka Buildcon Ltd.	CONSTRUCTION	177058	354.74	1.38%
29	Lakshmi Machine Works Ltd.	INDUSTRIAL MANUFACTURING	21653	342.88	1.34%
30	Schneider Electric Infrastructure Ltd.	INDUSTRIAL MANUFACTURING	509393	339.77	1.32%
31	Adani Ports and Special Economic Zone Ltd.	SERVICES	237492	307.55	1.20%
32	Ahluwalia Contracts (India) Ltd.	CONSTRUCTION	410861	286.37	1.12%
33	Infrastructure Development Finance Company Ltd.	FINANCIAL SERVICES	207221	279.75	1.09%
34	IRB Infrastructure Developers Ltd.	CONSTRUCTION	147482	275.57	1.07%
35	Escorts Ltd.	AUTOMOBILE	364708	250.19	0.97%
36	Torrent Power Ltd.	ENERGY	123696	249.56	0.97%
37	Siemens Ltd.	INDUSTRIAL MANUFACTURING	32088	243.71	0.95%
38	Voltas Ltd.	CONSTRUCTION	212813	238.88	0.93%
39	Torrent Pharmaceuticals Ltd.	PHARMA	31594	199.23	0.78%
40	Madras Cements Ltd.	CEMENT & CEMENT PRODUCTS	120013	184.52	0.72%
41	TRF Ltd.	INDUSTRIAL MANUFACTURING	59293	170.76	0.66%
42	Lloyd Electric & Engineering Ltd.	CONSUMER GOODS	306568	134.43	0.52%
43	Lanco Infratech Ltd.	CONSTRUCTION	697859	127.01	0.49%
44	Gujarat State Petronet Ltd.	ENERGY	48770	37.31	0.15%
45	Sesa Goa Ltd.	METALS	9696	18.88	0.07%
46	Eicher Motors Ltd.	AUTOMOBILE	5	0.10	0.00%
EQUITY TOTAL				22,716.20	88.45%
B) Money Market Instruments Reverse Repo / CBLO				2,966.10	11.55%
Grand Total				25,682.29	100.00%

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

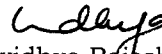
**For Sundaram & Srinivasan
Chartered Accountants**

(FRN No.: 004207S)


K Srinivasan
Partner
(M.No : 5809)





For Sundaram Asset Management Company Ltd


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R Rajaman
Director

M S Sundara Rajan
Director

Place : Chennai

Date : 26th June, 2012