

SUNDARAM & SRINIVASAN

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

Independent auditor's report on the financial statements To the Board of Trustees of Sundaram Mutual Fund

1. Report on the Financial Statements.

We have audited the accompanying financial statement of Sundaram Mutual Fund SUNDARAM CAP. PR. ORIENTED FUND 3 YEARS - SERIES 9 as at 31/03/2015, which comprise the Balance Sheet, the Revenue Account for the year then ended 31/03/2015 and a summary of significant accounting policies and other explanatory information

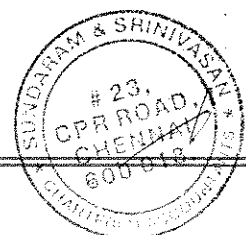
2. Management's Responsibility for the Financial Statements

The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Sundaram Mutual Fund SUNDARAM CAP. PR. ORIENTED FUND 3 YEARS - SERIES 9 in accordance with the Eleventh Schedule of Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 ("The Regulations"). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Regulations for safeguarding the assets of the Mutual fund and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditors Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountant of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Mutual fund's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the mutual fund has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.



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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the said statements together with the notes forming part of Accounts give the information required by "The Regulations" in the manner so required and 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 Sundaram Mutual fund, SUNDARAM ·CAP. PR. ORIENTED FUND 3 YEARS - SERIES 9 as at 31/03/2015

b. In the case of Revenue Account of the Surplus of Sundaram Mutual fund SUNDARAM CAP. PR. ORIENTED FUND 3 YEARS - SERIES 9 for the year ended on 31/03/2015.

5. Report on Other Legal and Regulatory Requirements

As required by Regulation 55 of Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 we report that:

1. We have sought and 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 dealt with by this Report are in agreement with the books of accounts of the Sundaram Mutual Fund.
- 3.a. The accounts have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of "The Regulations".
- b. In our opinion, the valuation methods adopted by the fund for valuation of non-traded securities, "in good faith" are fair and reasonable.

For and on behalf of SUNDARAM & SRINIVASAN
Chartered Accountants (FRN No:004207S)

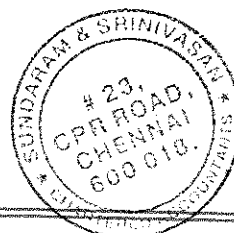

K.SRINIVASAN

Partner

Membership No. 5809

Place : Chennai

Date : 29th June 2015



BALANCE SHEET AS AT 31st MARCH, 2015

	SCHEDULE NO.	31-Mar-15	31-Mar-14
		Rs.	Rs.
LIABILITIES			
Unit Capital	1	740,411,270	740,411,270
Reserves & Surplus	2	159,831,036	71,133,160
Current Liabilities & Provisions	3	717,965	2,438,833
		900,960,271	813,983,263
ASSETS			
Investments	4	875,692,400	789,243,269
Other Current Assets	5	25,267,871	24,739,994
		900,960,271	813,983,263

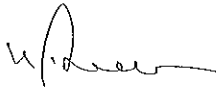
Notes on Accounts

8

As per our Report of even date

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

For
Sundaram Mutual Fund



K Srinivasan
Partner
(M.NO : 5809)




Authorised Signatory



Place : Chennai
Date : 29th June 2015

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2015

	Schedule No.	2014 - 2015		2013 - 2014	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Dividend	6	2,283,170		1,551,091	
Interest		62,140,450		60,514,377	
Net diminution in value of investments written back		2,842,412		5,032,142	
Other Income				42,217	
TOTAL (A)		67,266,032	67,266,032	67,139,827	67,139,827
EXPENSES					
Net diminution in value of investment	7			2,842,412	
Net Loss on sale / redemption of investments (Other than inter-scheme transfer/sale)		140,122		2,809,800	
Loss on inter scheme transfer / sale of investments		31,854		22,012	
Management fee		3,887,153		3,492,200	
Service Tax on AMC Fees		480,452		431,636	
Custodian charges		141,688		132,248	
Trusteeship fee		43,167		64,416	
Commission to Agents		13,373,843		11,987,556	
Audit fee		18,267		18,025	
Other Operating expenses		8,802		10,871	
Investors Education Fees		172,666		155,212	
SEBI Fees		3,679		4,368	
TOTAL (B)		18,301,693	18,301,693	21,970,756	21,970,756
SURPLUS / (DEFICIT) (A-B)			48,964,339		45,169,071
Surplus /(Deficit) transferred to Balance Sheet			48,964,339		45,169,071

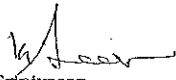
Notes on Accounts

8


As per our Report of even date

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

For
Sundaram Mutual Fund


K Srinivasan
Partner
(M.NO : 5809)




Authorised Signatory

Place : Chennai
Date : 29th June 2015

SCHEDULE : 1**Unit Capital**

	31/03/2015		31/03/2014	
	Units	Rs	Units	Rs
Initial capital	74,041,127	740,411,270	74,041,127	740,411,270
Unit Capital				
Opening Capital	74,041,127	740,411,270	74,041,127	740,411,270
Add: Units sold during the year	-	-	-	-
	74,041,127	740,411,270	74,041,127	740,411,270
Less : Units repurchased during the year	-	-	-	-
Units at the end of the Year	74,041,127	740,411,270	74,041,127	740,411,270
		<u>740,411,270</u>		<u>740,411,270</u>

SCHEDULE : 2**Reserves & Surplus**

	31/03/2015		31/03/2014	
	Rs.	Rs.	Rs.	Rs.
General Reserve				
Opening Balance	54,865,939		9,696,868	
Add /(Less): Transfer from Revenue Account	48,964,339		45,169,071	
		103,830,278		54,865,939
Unrealised appreciation reserve				
Opening Balance	16,267,221		38,705	
Add/(Less) Net unrealized appreciation for the year	39,733,537		16,228,516	
Unrealised Appreciation Reserve (Schedule 7)		56,000,758		16,267,221
		<u>159,831,036</u>		<u>71,133,160</u>

SCHEDULE : 3**Current Liabilities & Provisions**

	31/03/2015	31/03/2014
	Rs.	Rs.
Sundry Creditors	682,198	2,414,454
Others	35,767	24,379
	<u>717,965</u>	<u>2,438,833</u>



SCHEDULE : 4**Investments**

	31/03/2015	31/03/2014
	Rs.	Rs.
Equity Shares - Listed	173,696,442	133,806,974
Rights Entitlement - Unlisted	-	83,121
Debentures & Bonds listed / awaiting listing on the recognised stock exchange	641,713,805	644,733,499
Certificate of Deposits	47,902,300	3,993,817
Treasury Bill	-	4,729,495
Others - Reverse Repo / CBLO	12,379,853	1,896,363
	875,692,400	789,243,269

SCHEDULE : 5**Other Current Assets**

	31/03/2015	31/03/2014
	Rs.	Rs.
Balance with banks in Current Accounts	460,049	487,852
CBLO Margin Account	623,150	-
Repo Margin Account	226,394	-
Outstanding and accrued Income	23,958,278	24,252,142
	25,267,871	24,739,994



SCHEDULE : 6**Interest**

	2014 - 2015	2013 - 2014
	Rs.	Rs.
Interest from banks and others	1,149,075	4,345,373
Interest on Debentures and Bonds	59,701,441	55,795,211
Discounting Charges	1,289,934	373,793
	62,140,450	60,514,377

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

	31/03/2015	31/03/2014
	Rs.	Rs.
Appreciation in Value of Investments		
Equity Shares	54,722,454	16,267,221
Debentures & Bonds listed / awaiting listing on the recognised stock exchange	1,209,705	-
Certificate of Deposits	68,599	-
Appreciation in value of investments (Schedule 2)	56,000,758	16,267,221
Diminution in value of investments		
Debentures & Bonds listed / awaiting listing on the recognised stock exchange	-	2,839,507
Treasury Bills	-	2,513
Certificate of Deposits	-	392
Diminution in value of investments transferred to Revenue account	-	2,842,412



SUNDARAM MUTUAL FUND
SUNDARAM CAPITAL PROTECTION ORIENTED FUND SERIES 9 - 3 YRS
Schedules forming part of the Balance Sheet as at 31-Mar-2015
and the Revenue Account for the Year ended 31-Mar-2015

SCHEDULE 8
NOTES ON ACCOUNTS

All amounts mentioned rupees in lakhs

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 & ICRA 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 and in true and fair manner through appropriate valuation policies and procedures.

For securities having residual maturity of less than 60 days are valued on the basis of amortisation or reference prices as per the valuation policy. With effect from 29th November 2013, securities having residual maturity of more than 60 days are valued based on the scrip level prices provided by AMFI approved agencies viz., CRISIL & ICRA in line with AMFI Circular No.42/2013-14 dated 19th November 2013.

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) 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.

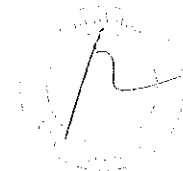
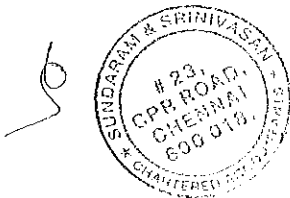
2 INVESTMENT MANAGER FEES

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

Description	2014 - 2015	2013 - 2014
Average daily net asset value	8,632.80	7,760.14
Management fee @ 0.45% of average daily net asset value. (Previous year 0.45%)	38.87	34.92

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



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

The aggregate value of investments purchased and sold (including matured) during the Period, as a percentage of average daily net asset value is as under :

Description	2014 - 2015	2013 - 2014
PURCHASE VALUE (AMOUNT)	1,250.38	3,921.04
%	14.48%	50.53%
SALES VALUE (AMOUNT)	926.08	3,187.73
%	10.73%	41.08%

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 Period. :

Description	31.03.2015	31.03.2014
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 Period.	6,645.91	5,130.68
% to the asset under management	73.82%	63.22%

6 INCOME / EXPENDITURE

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

DESCRIPTION	2014 - 2015	2013 - 2014
INCOME	7.79%	8.65%
EXPENDITURE	2.10%	2.10%

* With effect from 01st Oct, 2012 Service Tax on AMC fees is charged over and above the total expense ratio as per SEBI guidelines and is included in the above expense ratio.

7 CONTINGENT LIABILITY

Contingent liability as at 31st March 2015 is Rs. Nil. Previous Year Rs. Nil

8 AMOUNT PAID TO SPONSORS / ASSOCIATES

	2014 - 2015	2013 - 2014
Sundaram Finance Ltd (Sponsor)	NIL	NIL
Sundaram Finance Distribution Ltd (subsidiary of Sponsor)	NIL	NIL
INDUSIND BANK (ASSOCIATE)	NIL	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 PORTFOLIO DISCLOSURE

Full portfolio of the scheme is given in Annexure - III

11 MOVEMENT IN UNIT CAPITAL

As Per Schedule-I

12 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

13 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



[Handwritten signature]

14 HISTORICAL PER UNIT STATISTICS

CP3SR9

		2014-2015		2013-2014		2013-2014	
(A)	Gross income						
	(i) income other than profit on sale of investment	0.9085		0.9068		0.2684	
	(ii) income from profit on inter scheme sales/transfer of investments	-0.0004		-0.0003		0.0000	
	(iii) income from profit on sale of investment to third parties	-0.0019		-0.0379		0.0016	
	(iv) transfer to revenue account from past year's reserves						
(B)	Aggregate of expenses, write off, amortisation and charges	0.2449		0.2201		0.0680	
(C)	Net income	0.6613		0.6484		0.1989	
(D)	Net unrealised appreciation/(diminution) in value of investments	0.7563		0.1813		-0.0674	
		DIVIDEND	GROWTH	DIVIDEND	GROWTH	DIVIDEND	GROWTH
(E)	Net Assets Value	12.1583	12.1588	10.9604	10.9608	10.1312	10.1316
(F)	Highest repurchase price	NA	NA	NA	NA	NA	NA
	Lowest repurchase price	NA	NA	NA	NA	NA	NA
	Highest ongoing sale price	NA	NA	NA	NA	NA	NA
	Lowest ongoing sale price	NA	NA	NA	NA	NA	NA
(G)	Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage	2.10%		2.10%		2.10%	
(H)	Ratio of gross income to average daily net assets by percentage	7.79%		8.65%		8.30%	

15 Computation of Distributable Income

	31/03/2015	31/03/2014	31/03/2013
Net Income as per revenue account	48,964,339	45,169,071	9,696,868
Add : Balance of Undistributed income as at 1st April brought forward	54,865,939	9,696,868	-
	103,830,278	54,865,939	9,696,868
Less : Income Distributed during the year	-	-	-
Distributable Income	103,830,278	54,865,939	9,696,868

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



ANNEXURE-III

SUNDARAM MUTUAL FUND						
SUNDARAM CAPITAL PROTECTION ORIENTED FUND SERIES 9 - 3 YRS						
Portfolio Statement as at 31 March 2015						
S.NO	ISIN CODE	Name of the Instrument	Rating / Industry	Quantity	Mkt Value Rs. In Lacs	% of Investment
A) Equity & Equity Related						
a) Listed / awaiting listing on Stock Exchange						
1	INE009A01021	Infosys Ltd	IT	6242	138.47	1.58%
2	INE040A01026	HDFC Bank Ltd	FINANCIAL SERVICES	11894	121.64	1.39%
3	INE090A01021	ICICI Bank Ltd	FINANCIAL SERVICES	37420	118.06	1.35%
4	INE001A01036	Housing Development Finance Corporation Ltd	FINANCIAL SERVICES	8824	116.10	1.33%
5	INE018A01030	Larsen & Toubro Ltd	CONSTRUCTION	5509	94.74	1.08%
6	INE002A01018	Reliance Industries Ltd	ENERGY	10588	87.46	1.00%
7	INE154A01025	ITC Ltd	CONSUMER GOODS	24782	80.75	0.92%
8	INE467B01029	Tata Consultancy Service Ltd	IT	2908	74.27	0.85%
9	INE326A01037	Lupin Ltd	PHARMA	3650	73.31	0.84%
10	INE155A01022	TATA Motors Ltd	AUTOMOBILE	11258	61.94	0.71%
11	INE044A01036	Sun Pharmaceuticals Industries Ltd	PHARMA	4890	50.07	0.57%
12	INE669C01036	Tech Mahindra Ltd	IT	7840	49.37	0.56%
13	INE075A01022	Wipro Ltd	IT	7202	45.29	0.52%
14	INE121J01017	Bharti Airtel Ltd	TELECOM	11375	43.79	0.50%
15	INE213A01029	OIL & Natural Gas Corpn. Ltd	ENERGY	14100	43.20	0.49%
16	INE030A01027	Hindustan Unilever Ltd	CONSUMER GOODS	4788	41.83	0.48%
17	INE089A01023	Dr.Reddy's Laboratories	PHARMA	1100	38.38	0.44%
18	INE860A01027	HCL Technologies Ltd	IT	3818	37.43	0.43%
19	INE585B01010	Maruti Suzuki India Ltd	AUTOMOBILE	975	36.05	0.41%
20	INE101A01026	Mahindra & Mahindra Ltd	AUTOMOBILE	2945	34.98	0.40%
21	INE397D01024	Bharti Airtel Ltd	TELECOM	8000	31.46	0.36%
22	INE029A01011	Bharat Petroleum Corporation Ltd	ENERGY	3554	28.82	0.33%
23	INE052A01020	State Bank of India Ltd	FINANCIAL SERVICES	9800	26.17	0.30%
24	INE237A01028	Kotak Mahindra Bank Ltd	FINANCIAL SERVICES	1975	25.94	0.30%
25	INE669E01016	Idea Cellular Ltd	TELECOM	11427	21.03	0.24%
26	INE059A01026	Cipla Ltd	PHARMA	2933	20.90	0.24%
27	INE245A01021	Tata Power Company Ltd.	ENERGY	26914	20.75	0.24%
28	INE481G01011	Ultratech Cement Ltd	CEMENT & CEMENT PR	713	20.52	0.23%
29	INE043D01016	HDFC Ltd	FINANCIAL SERVICES	11609	19.38	0.22%
30	INE910H01017	Calrn India Ltd	ENERGY	7672	16.41	0.19%
31	INE158A01026	Hero Motocorp Ltd	AUTOMOBILE	593	15.65	0.18%
32	INE522F01014	Coal India Ltd	METALS	4204	15.26	0.17%
33	INE129A01019	Gas Authority of India Ltd	ENERGY	3606	13.98	0.16%
34	INE081A01012	Tata Steel Ltd	METALS	4292	13.59	0.16%
35	INE205A01025	Sesa Sterlite Ltd	METALS	6345	12.02	0.14%
36	INE021A01026	Asian Paints Ltd	CONSUMER GOODS	1420	11.52	0.13%
37	INE160A01022	Punjab National Bank	FINANCIAL SERVICES	7500	10.83	0.12%
38	INE079A01024	Ambuja Cements Ltd	CEMENT & CEMENT PR	3573	9.12	0.10%
39	INE256A01028	Zee Entertainment Enterprises Ltd	MEDIA & ENTERTAINME	2456	8.39	0.10%
40	INE012A01025	ACC Ltd	CEMENT & CEMENT PR	519	8.11	0.09%
Sub Total					1,736.98	19.84%
Total for Equity & Equity Related					1,736.98	19.84%
B) Debt Instruments						
a) Listed / awaiting listing on Stock Exchange						
1	INE134E07471	Power Finance Corporation Ltd**	CRISIL AAA	150	1,509.09	17.23%
2	INE094A07046	Hindustan Petroleum Corporation Ltd.**	CRISIL AAA	145	1,450.55	16.56%
3	INE001A07313	Housing Development Finance Corporation Ltd**	CRISIL AAA	100	1,001.58	11.44%
4	INE115A07030	LIC Housing Finance Ltd**	CRISIL AAA	70	702.40	8.07%
5	INE851M07028	Volkswagen Finance Private Ltd**	IND AAA	50	501.81	5.73%
6	INE115A07DC5	LIC Housing Finance Ltd**	CRISIL AAA	50	500.96	5.72%
7	INE752E07FU4	Power Grid Corporation of India Ltd**	CRISIL AAA	40	500.50	5.72%
8	INE752E07HP0	Power Grid Corporation of India Ltd**	CRISIL AAA	20	250.25	2.86%
Sub Total					6,417.14	73.28%
Total for Debt Instruments					6,417.14	73.28%
C) Money Market Instruments						
a) Certificate of Deposits						
1	INE040A16A19	HDFC Bank Ltd**	[ICRA]A1+	500	479.02	5.47%
Sub Total					479.02	5.47%
b) Reverse Repo / CBLO						
1		CBLO			123.80	1.41%
Sub Total					123.80	1.41%
Total for Money Market Instruments					602.82	6.88%
GRAND TOTAL					8,756.94	100.00%

** Thinly traded / Non Traded securities



ANNEXURE-II		
SUNDARAM CAPITAL PROTECTION ORIENTED FUND SERIES 9 - 3 YRS		
	% of total Investments within the classification	
	2014-2015	2013 - 2014
EQUITY INSTRUMENTS		
AUTO	8.56%	7.52%
CEMENT	2.17%	0.00%
CONSTRUCTION	5.45%	5.73%
CONSUMER GOODS	7.72%	9.39%
ENERGY	12.13%	16.31%
FINANCE	25.22%	25.17%
IT	19.85%	18.44%
MEDIA	0.49%	0.00%
METALS	2.35%	0.00%
PHARMA	10.52%	7.89%
TELECOM	5.54%	0.00%
DEBT INSTRUMENTS		
a) Listed/awaiting listing on stock exchange		
FINANCE	66.00%	58.74%
ENERGY	34.00%	21.48%
Money Market Instruments		
FINANCE	100%	100.00%

K. P. Sreenivasulu Reddy

R.

