

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 FIXED TERM PLAN - SERIES DH as at 31/03/2015, which comprise the Balance Sheet, the Revenue Account for the period ended 04/04/2014 and a summary of significant accounting policies and other explanatory information

2. Management's Responsibility for the Financial Statements

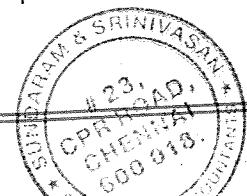
The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Sundaram Mutual Fund SUNDARAM FIXED TERM PLAN - SERIES DH in accordance with the Eleventh Schedule of Securities and Exchange Board of 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.

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.



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

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 FIXED TERM PLAN - SERIES DH as at 31/03/2015

b. In the case of Revenue Account of the Deficit of Sundaram Mutual fund SUNDARAM FIXED TERM PLAN - SERIES DH for the period ended on 04/04/2014.

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)

Place : Chennai
Date : 29th June 2015


K.SRINIVASAN
Partner Membership No. 5809



BALANCE SHEET AS AT 31st MARCH, 2015

	SCHEDULE NO.	31-Mar-15	31-Mar-14
		Rs.	Rs.
LIABILITIES			
Unit Capital	1	-	1,057,184,080
Reserves & Surplus	2	-	96,863,916
Current Liabilities & Provisions	3	20,472	217,889
		20,472	1,154,265,885
ASSETS			
Investments	4	-	1,153,915,284
Other Current Assets	5	20,472	350,601
		20,472	1,154,265,885

Notes on Accounts

8

As per our Report of even date

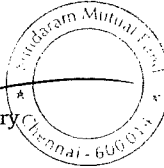
For
Sundaram & Srinivasan
Chartered Accountants
(FRN.: 004207S)

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



For
Sundaram Mutual Fund

[Signature]
Authorised Signatory



Place : Chennai
Date : 29th June 2015

REVENUE ACCOUNT FOR THE PERIOD FROM 01.04.2014 TO 04.04.2014

	Schedule No.	01.04.2014 - 04.04.2014		01.04.2013 - 31.03.2014	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Interest	6	1,541,774		96,869,686	
Net diminution in value of investments written back		27,980		315,476	
Other Income		-		1,336	
		1,569,754		97,186,498	
TOTAL (A)			1,569,754		97,186,498
EXPENSES					
Loss on inter scheme transfer / sale of investments		-		711,715	
Management fee		20,248		1,144,034	
Service Tax on AMC Fees		2,501		141,403	
Custodian charges		3,399		40,478	
Trusteeship fee		633		91,581	
Commission to Agents		-		15,835	
Audit fee		22,472		32,152	
Other Operating expenses		23		1,901	
Investor Education Fees		2,531		220,861	
SEBI Fees		5,235		6,167	
		57,042		2,406,127	
Less : Expenses absorbed by AMC		29,856		-	
TOTAL (B)			27,186		2,406,127
SURPLUS / (DEFICIT) (A-B)			1,542,568		94,780,371
Add/(Less) : Balance in Equalisation Account			(98,406,484)		-
			(96,863,916)		94,780,371
Surplus /(Deficit) transferred to Balance Sheet			(96,863,916)		94,780,371

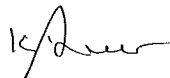
Notes on Accounts

8

As per our Report of even date

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


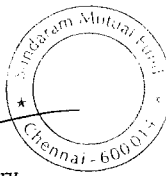
For
Sundaram Mutual Fund



K Srinivasan
Partner
(M.NO : 5809)



Place : Chennai
Date : 29th June 2015

Authorised Signatory

SCHEDULE : 1

Unit Capital

	31/03/2015		31/03/2014	
	Units	Rs.	Units	Rs.
Initial capital	105,718,408	1,057,184,080	105,718,408	1,057,184,080
Unit Capital Opening Capital	105,718,408	1,057,184,080	-	-
Add: Units sold during the Period	-	-	105,718,408	1,057,184,080
	105,718,408	1,057,184,080	105,718,408	1,057,184,080
Less : Units repurchased during the Period	105,718,408	1,057,184,080	-	-
Units at the end of the Period	-	-	105,718,408	1,057,184,080
				<u>1,057,184,080</u>

SCHEDULE : 2

Reserves & Surplus

	31/03/2015		31/03/2014	
	Rs.	Rs.	Rs.	Rs.
General Reserve Opening Balance	96,863,916		2,083,545	
Add /(Less): Transfer from Revenue Account	(96,863,916)	0	94,780,371	96,863,916
		0		<u>96,863,916</u>

SCHEDULE : 3

Current Liabilities & Provisions

	31/03/2015	31/03/2014
	Rs.	Rs.
Sundry Creditors	20,472	203,737
Others	-	14,152
	<u>20,472</u>	<u>217,889</u>

SCHEDULE : 4

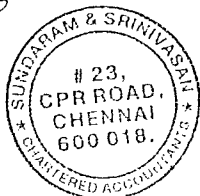
Investments

	31/03/2015	31/03/2014
	Rs.	Rs.
Certificate of Deposits	-	1,140,241,508
Others - Reverse Repo / CBLO	-	13,673,776
	-	<u>1,153,915,284</u>

SCHEDULE : 5

Other Current Assets

	31/03/2015	31/03/2014
	Rs.	Rs.
Balance with banks in Current Accounts	20,472	329,622
Outstanding and accrued Income	-	20,979
	<u>20,472</u>	<u>350,601</u>



SCHEDULE : 6**Interest**

	01.04.2014 - 04.04.2014	01.04.2013 - 31.03.2014
	Rs.	Rs.
Interest from banks and others	811,262	381,002
Discounting Charges	730,512	96,488,684
	1,541,774	96,869,686

SCHEDULE : 7**Net Unrealised Appreciation / (Diminution) in value of Investments**

	31/03/2015	31/03/2014
	Rs.	Rs.
Diminution in value of investments		
Certificate of Deposit		27,980
Diminution in value of Investments transferred to revenue account	-	27,980



SUNDARAM MUTUAL FUND
SUNDARAM FIXED TERM PLAN - DH
Schedules forming part of the Balance Sheet as at 31-Mar-2015
and the Revenue Account for the Period from 01.04.2014 To 04.04.2014

SCHEDULE 7*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 & 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) 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.

2 INVESTMENT MANAGER FEES

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

Description	01.04.2014 to 04.04.2014	01.04.2013 to 31.03.2014
Average daily net asset value	11,548.71	11,042.94
Management fee @ 0.16% of average daily net asset value. (Previous Period 0.10%)	0.20	11.44

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	01.04.2014 to 04.04.2014	01.04.2013 to 31.03.2014
PURCHASE VALUE (AMOUNT)	-	13,502.60
%	0.00%	122.27%
SALES VALUE (AMOUNT)	11,410.00	13,626.51
%	98.80%	123.40%

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.	NIL	11,402.42
% to the asset under management	NIL	98.80%

6 INCOME / EXPENDITURE

The total income and expenditure as a percentage of the daily average net assets, on an annualised basis, are given below.

DESCRIPTION	01.04.2014 - 04.04.2014	01.04.2013 to 31.03.2014
INCOME	12.40%	8.80%
EXPENDITURE *	0.21%	0.22%

* 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 period Rs.Nil

8 AMOUNT PAID TO SPONSORS / ASSOCIATES

	01.04.2014 to 04.04.2014	01.04.2013 to 31.03.2014
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)

Not Applicable

10 PORTFOLIO DISCLOSURE

Not Applicable

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

