

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 DO 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

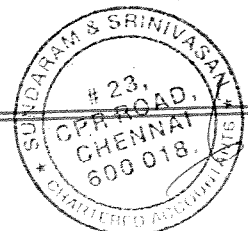
The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Sundaram Mutual Fund SUNDARAM FIXED TERM PLAN - SERIES DO in accordance with the Eleventh Schedule of Securities and Exchange Board of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



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 DO as at 31/03/2015

b. In the case of Revenue Account of the Deficit of Sundaram Mutual fund SUNDARAM FIXED TERM PLAN - SERIES DO 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".

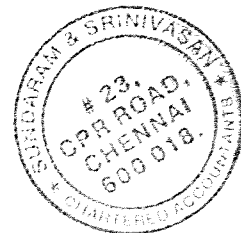
b. In our opinion, the valuation methods adopted by the fund for valuation of non-traded securities, "in good faith" are fair and reasonable.

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

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	436,233,640	1,253,388,350
Reserves & Surplus	2	74,868,245	80,817,005
Current Liabilities & Provisions	3	54,594	348,168
		511,156,479	1,334,553,523
ASSETS			
Investments	4	485,169,858	1,334,322,048
Other Current Assets	5	25,986,621	231,475
		511,156,479	1,334,553,523

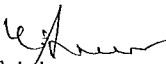
Notes on Accounts


8

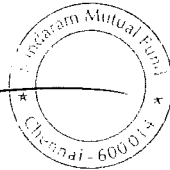
As per our Report of even date

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.	01.04.2014 - 31.03.2015		07.08.2013 - 31.03.2014	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Interest	6	74,396,815		81,542,317	
Net profit on inter scheme transfer / sale of investments		11,554		-	
Other Income		-		11,874	
TOTAL (A)		74,408,369	74,408,369	81,554,191	81,554,191
EXPENSES					
Management fee		2,470,448		1,598,696	
Service Tax on AMC Fee		305,347		197,599	
Custodian charges		44,189		26,966	
Trusteeship fee		40,114		62,299	
Commission to Agents		66,710		110,145	
Audit fee		17,089		19,456	
Other Operating expenses		10,326		864	
Investor Education Fees		160,457		168,126	
Sebi Fees		6,138		-	
TOTAL (B)		3,120,818	3,120,818	2,184,151	2,184,151
SURPLUS / (DEFICIT) (A-B)			71,287,551		79,370,040
Add/(Less) : Balance in Equalisation Account			(79,686,749)		-
			(8,399,198)		79,370,040
Surplus /(Deficit) transferred to Balance Sheet			(8,399,198)		79,370,040

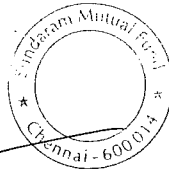
Notes on Accounts

8

As per our Report of even date

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

For
Sundaram Mutual Fund



[Signature]
Authorised Signatory

[Signature]
K Srinivasan
Partner
(M.NO : 5809)



Place : Chennai
Date : 29th June 2015

SCHEDULE : 1**Unit Capital**

	31/03/2015		31/03/2014	
	Units	Rs.	Units	Rs.
Initial capital	125,338,835	1,253,388,350	125,338,835	1,253,388,350
Unit Capital				
Opening Capital	125,338,835	1,253,388,350	-	-
Add: Units sold during the year	-	-	125,338,835	1,253,388,350
	125,338,835	1,253,388,350	125,338,835	1,253,388,350
Less : Units repurchased during the year	81,715,471	817,154,710	-	-
Units at the end of the year	43,623,364	436,233,640	125,338,835	1,253,388,350
		436,233,640		1,253,388,350

SCHEDULE : 2**Reserves & Surplus**

	31/03/2015		31/03/2014	
	Rs.	Rs.	Rs.	Rs.
General Reserve				
Opening Balance	79,370,040		-	
Add /(Less): Transfer from Revenue Account	(8,399,198)		79,370,040	
		70,970,842		79,370,040
Unrealised appreciation reserve				
Opening Balance	1,446,965		-	
Add/(Less) Net unrealized appreciation for the year	2,450,438		1,446,965	
Unrealised Appreciation Reserve (Schedule 7)		3,897,403		1,446,965
		74,868,245		80,817,005

SCHEDULE : 3**Current Liabilities & Provisions**

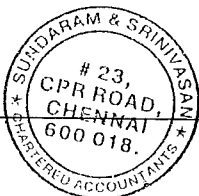
	31/03/2015	31/03/2014
	Rs.	Rs.
Sundry Creditors	50,825	327,222
Others	3,769	20,946
	54,594	348,168

SCHEDULE : 4**Investments**

	31/03/2015	31/03/2014
	Rs.	Rs.
Debentures & Bonds listed / awaiting listing on stock exchange	404,202,906	-
Certificate of Deposits	-	1,332,126,259
Others - Reverse Repo / CBLO	2,795,451	2,195,789
Zero Coupon Bond	78,171,501	-
	485,169,858	1,334,322,048

SCHEDULE : 5**Other Current Assets**

	31/03/2015	31/03/2014
	Rs.	Rs.
Balance with banks in Current Accounts	215,011	228,106
CBLO Margin Account	142,303	-
Repo Margin Account	51,700	-
Outstanding and accrued Income	25,511,977	3,369
Others	65,630	-
	25,986,621	231,475



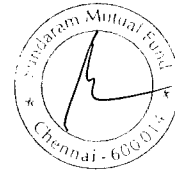
SCHEDULE : 6**Interest**

	01.04.2014 - 31.03.2015	07.08.2013 - 31.03.2014
	Rs.	Rs.
Interest from banks and others	1,272,665	1,127,277
Interest on Debentures and Bonds	23,971,780	-
Discounting Charges	49,152,370	80,415,040
	74,396,815	81,542,317

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

	31.03.2015	31.03.2014
	Rs.	Rs.
Appreciation in Value of Investments		
Certificate of Deposits	-	1,446,965
Debentures & Bonds listed / awaiting listing on stock exchange	3,431,440	-
Zero Coupon Bond	465,963	
Appreciation in value of investments (Schedule 2)	3,897,403	1,446,965

5



SUNDARAM MUTUAL FUND
SUNDARAM FIXED TERM PLAN - DO
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) 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 31.03.2015	07.08.2013 to 31.03.2014
Average daily net asset value	8,022.72	12,946.48
Management fee @ 0.31% of average daily net asset value (previous year 0.19%)	24.70	15.99

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 31.03.2015	07.08.2013 to 31.03.2014
PURCHASE VALUE (AMOUNT)	4,785.92	12,502.64
%	59.65%	96.57%
SALES VALUE (AMOUNT)	13,770.16	-
%	171.64%	0.00%

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.	4,823.75	13,321.26
% to the asset under management	94.39%	99.84%

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 to 31.03.2015	07.08.2013 to 31.03.2014
INCOME	9.27%	9.70%
EXPENDITURE	0.40%	0.26%

7 CONTINGENT LIABILITY

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

8 AMOUNT PAID TO SPONSORS / ASSOCIATES

	01.04.2014 to 31.03.2015	07.08.2013 to 31.03.2014
Sundaram Finance Ltd (Sponsor)	0.08	0.23
IndusInd Bank (Associate)	0.04	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

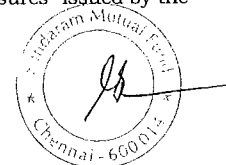
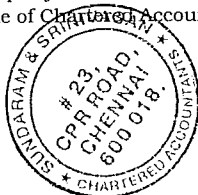
As Per Schedule-I

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



14. HISTORICAL PER UNIT STATISTICS	2014 - 2015		2013 - 2014	
	Rs.		Rs.	
(A) Gross Income				
(i) Income other than profit on sale of investment	1.7054	0.6507		
(ii) Income from profit on inter scheme sales/transfer of investments	0.0003	0.0000		
(iii) Income from profit on sale of investment to third parties	0.0000	0.0000		
(iv) Transfer to revenue account from past year's reserves				
(B) Aggregate of expenses, write off, amortisation and charges	0.0715	0.0174		
(C) Net Income	1.6342	0.6332		
(D) Net unrealised appreciation(diminution) in value of investments	0.0893	0.0115		
(E) Net Assets Value				
	Growth Option	Direct Growth Option	Half Yearly Dividend Option	Half Yearly Dividend Option
	11.6521	11.7154	NIL	10.6349
(F) Highest repurchase price	10.9633	10.9772	10.9606	NA
Lowest repurchase price	10.9633	10.9772	10.9606	NA
Highest ongoing sale price *	NA	NA	NA	10.0000
Lowest ongoing sale price *	NA	NA	NA	10.0000
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage		0.40%		0.26%
(H) Ratio of gross income to average daily net assets by percentage		9.27%		9.70%

15 Computation of Distributable Income	31.03.2015	31.03.2014
	Rs.	Rs.
Net Income as per revenue account	(8,399,189)	79,370,040
Add: Balance of Undistributed Income as at 1st April brought forward	79,370,040	79,370,040
	70,970,852	79,370,040
Less: Income Distributed during the year	-	-
Distributable Income	70,970,852	79,370,040

Previous year figures have been regrouped wherever necessary to confirm with the current year's classifications.

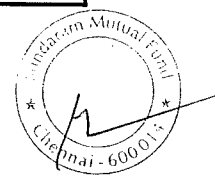


Handwritten signature or mark.

ANNEXURE-II

SUNDARAM FIXED TERM PLAN DO	% of total Investments within the classification	
	2014-2015	2013-2014
DEBT INSTRUMENTS		
a) Listed/awaiting listing on stock exchange		
FINANCE	63.87%	0.00%
ENERGY	36.13%	0.00%
Money Market Instruments		
FINANCE	0.00%	100.00%

Handwritten mark



SUNDARAM MUTUAL FUND						
SUNDARAM FIXED TERM PLAN DO						
Portfolio Statement as at 31 March 2015						
S.NO	ISIN CODE	Name of the instrument	Rating / Industry	Quantity	Mkt Value Rs. in Lacs	% of Investments
		A) Debt Instruments				
		a) Listed / awaiting listing on Stock Exchange				
1	INE020B07IX0	Rural Electrification Corporation Ltd**	CRISIL AAA	95	961.21	19.81%
2	INE134E08GB1	Power Finance Corporation Ltd**	CRISIL AAA	95	956.18	19.71%
3	INE115A07AX7	LIC Housing Finance Ltd**	CRISIL AAA	90	909.43	18.74%
4	INE137K08016	HPCL Mittal Energy Ltd**	[ICRA]AA-	87	781.72	16.11%
5	INE121A07HT8	Cholamandalam Investment and Finance Company Ltd**	[ICRA]AA	70	703.98	14.51%
6	INE261F09BZ7	National Bank for Agricultural & Rural Development**	CRISIL AAA	35	350.19	7.22%
7	INE001A07KK5	Housing Development Finance Corporation Ltd**	CRISIL AAA	13	130.74	2.69%
8	INE043D07BP9	IDFC Ltd**	[ICRA]AAA	3	30.30	0.62%
		Sub Total			4,823.75	99.42%
		Total for Debt Instruments			4,823.75	99.42%
		B) Money Market Instruments				
		a) Reverse Repo / CBLO				
1		CBLO			27.95	0.58%
		Sub Total			27.95	0.58%
		Total for Money Market Instruments			27.95	0.58%
		GRAND TOTAL			4,851.70	100.00%

** Thinly traded / Non Traded securities

