

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 FIXED TERM PLAN - SERIES EU 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

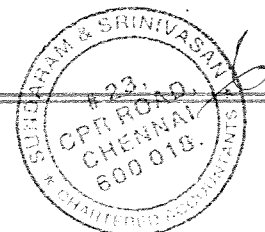
The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Sundaram Mutual Fund SUNDARAM FIXED TERM PLAN - SERIES EU in accordance with the Eleventh Schedule of Securities and Exchange Board of 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 EU as at 31/03/2015

b. In the case of Revenue Account of the Surplus of Sundaram Mutual fund SUNDARAM FIXED TERM PLAN - SERIES EU 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)

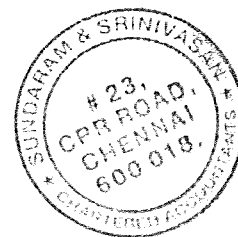

K.SRINIVASAN

Place : Chennai

Date : 29th June 2015

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	411,696,550	411,696,550
Reserves & Surplus	2	46,276,395	7,650,176
Current Liabilities & Provisions	3	67,097	66,207
		458,040,042	419,412,933
ASSETS			
Investments	4	445,562,541	400,758,236
Other Current Assets	5	12,477,501	18,654,697
		458,040,042	419,412,933

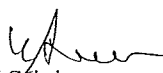
Notes on Accounts

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As per our Report of even date

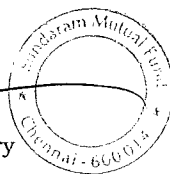
For
Sundaram & Srinivasan
Chartered Accountants
(FRN.: 004207S)

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		23.01.2014 TO 31.03.2014	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Interest	6	39,761,173		6,928,235	
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		683,172		5,175	
TOTAL (A)		40,444,345		6,933,410	
EXPENSES					
Net diminution in value of investment	7	123,059		-	
Management fee		416,514		73,710	
Service Tax on AMC Fee		51,481		9,111	
Custodian charges		42,556		10,112	
Trusteeship fee		21,943		3,862	
Commission to Agents		195,399		24,458	
Audit fee		9,191		5,618	
Other Operating expenses		4,402		4,757	
Investor Education Fees		87,772		15,449	
Sebi Fees		1,966		-	
TOTAL (B)		954,283		147,077	
SURPLUS / (DEFICIT) (A-B)			39,490,062		6,786,333
Surplus / (Deficit) transferred to Balance Sheet			39,490,062		6,786,333

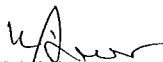
Notes on Accounts

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As per our Report of even date

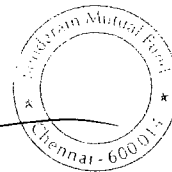
For
Sundaram & Srinivasan
Chartered Accountants
(FRN.: 004207S)

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	41,169,655	411,696,550	41,169,655	411,696,550
Unit Capital				
Opening Capital	41,169,655	411,696,550	-	-
Add: Units sold during the Period	-	-	41,169,655	411,696,550
Less : Units repurchased during the Period	41,169,655	411,696,550	41,169,655	411,696,550
Units at the end of the Period	41,169,655	411,696,550	41,169,655	411,696,550
		411,696,550		411,696,550

SCHEDULE : 2**Reserves & Surplus**

	31/03/2015		31/03/2014	
	Rs.	Rs.	Rs.	Rs.
General Reserve				
Opening Balance	6,786,333	-	-	-
Add /(Less): Transfer from Revenue Account	39,490,062	46,276,395	6,786,333	6,786,333
Unrealised appreciation reserve				
Opening Balance	863,843	-	-	-
Add/(Less) Net unrealized appreciation for the Period	(863,843)	-	863,843	-
Unrealised Appreciation Reserve (Schedule 7)		-		863,843
		46,276,395		7,650,176

SCHEDULE : 3**Current Liabilities & Provisions**

	31/03/2015	31/03/2014
	Rs.	Rs.
Sundry Creditors	62,748	63,023
Others	4,349	3,184
	67,097	66,207

SCHEDULE : 4**Investments**

	31/03/2015	31/03/2014
	Rs.	Rs.
Debentures & Bonds listed / awaiting listing in the Recognised the recognised stock exchange	160,009,137	305,624,721
Certificate of Deposits	279,563,153	92,638,300
Others - Reverse Repo / CBLO	5,990,251	2,495,215
	445,562,541	400,758,236

SCHEDULE : 5**Other Current Assets**

	31/03/2015	31/03/2014
	Rs.	Rs.
Balance with banks in Current Accounts	367,741	181,010
CBLO Margin Account	304,724	-
Repo Margin Account	110,708	-
Outstanding and accrued Income	11,694,328	18,473,687
	12,477,501	18,654,697

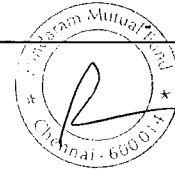


SCHEDULE : 6**Interest**

	01.04.2014 - 31.03.2015	23.01.2014 TO 31.03.2014
	Rs.	Rs.
Interest from banks and others	785,405	313,366
Interest on Debentures and Bonds	28,266,355	5,660,669
Discounting Charges	10,709,413	954,200
	39,761,173	6,928,235

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	-	418,700
Debentures & Bonds listed / awaiting listing in the Recognised the recognised stock exchange	-	445,143
Appreciation in Value of Investments (Schedule 2)		863,843
Diminution in value of investments		
Debentures & Bonds listed / awaiting listing in the Recognised the recognised stock exchange	103,613	-
Money Market Instruments	19,446	-
Diminution in value of investments transferred to Revenue account	123,059	



SUNDARAM MUTUAL FUND
SUNDARAM FIXED TERM PLAN EU
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.

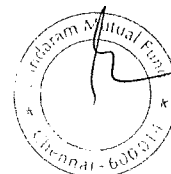
2 INVESTMENT MANAGER FEES

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

Description	01.04.2014 to 31.03.2015	23.01.2014 to 31.03.2014
Average daily net asset value	4,388.55	4,146.26
Management fee @ 0.09% of average daily net asset value (previous year 0.10%)	4.17	0.74

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	23.01.2014 to 31.03.2014
PURCHASE VALUE (AMOUNT)	4,186.54	4,924.89
%	95.40%	118.78%
SALES VALUE (AMOUNT)	3,877.50	690.00
%	88.35%	16.64%

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.	4,196.02	3,795.42
% to the asset under management	91.62%	90.51%

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	23.01.2014 to 31.03.2014
INCOME	9.22%	8.98%
EXPENDITURE	0.19%	0.19%

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	23.01.2014 to 31.03.2014
Sundaram Finance Ltd (Sponsor)	NIL	0.3807
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

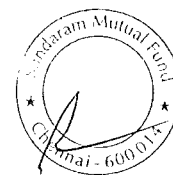
As Per Schedule-I

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



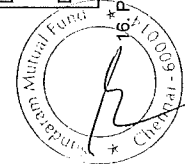
14 HISTORICAL PER UNIT STATISTICS

	2014-15		2013-14											
	Rs.		Rs.											
(A) Gross income														
(i) income other than profit on sale of investment		0.9658		0.1683										
(ii) income from profit on inter scheme sales/transfer of investments		0.0000		0.0000										
(iii) income from profit on sale of investment to third parties		0.0166		0.0001										
(iv) transfer to revenue account from past year's reserves														
(B) Aggregate of expenses, write off, amortisation and charges		0.0202		0.0036										
(C) Net income		0.9622		0.1648										
(D) Net unrealised appreciation/(diminution) in value of investments		-0.0030		0.0210										
(E) Net Assets Value	Growth Option	11.1301	Quarterly Dividend Option	11.0963	Half Yearly Dividend Option	11.0962	Growth Option	10.1818	Direct Growth Option	10.1867	Quarterly Dividend Option	10.1818	Half Yearly Dividend Option	10.1818
(F) Highest repurchase price	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
Lowest repurchase price	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
Highest ongoing sale price *	NA	NA	NA	NA	NA	NA	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	
Lowest ongoing sale price *	NA	NA	NA	NA	NA	NA	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage		0.19%											0.19%	
(H) Ratio of gross income to average daily net assets by percentage		9.22%											8.98%	

15 Computation of Distributable Income

	31.03.15	31.03.14
	Rs.	Rs.
Net Income as per revenue account	39,490,062	6,786,333
Add : Balance of Undistributed income as at 1st April brought forward	6,786,333	-
	46,276,395	6,786,333
Less : Income Distributed during the year	-	-
Distributable Income	46,276,395	6,786,333

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



ANNEXURE-II

SUNDARAM FIXED TERM PLAN EU % of total Investments within the classification

2014-2015 2013-2014

DEBT INSTRUMENTS

a) Listed/awaiting listing on stock exchange

FINANCE	100.00%	71.98%
ENERGY	0.00%	28.02%

Money Market Instruments

FINANCE	100.00%	100.00%
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SUNDARAM MUTUAL FUND						
SUNDARAM FIXED TERM PLAN - EU						
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) Equity & Equity Related				
		a) Listed / awaiting listing on Stock Exchange				
		Sub Total			-	0.00%
		b) Preference / Right Shares				
		Sub Total			-	0.00%
		c) Warrants				
		Sub Total				
		d) Derivative				
		Sub Total			-	0.00%
		Total for Equity & Equity Related			-	0.00%
		B) Debt Instruments				
		a) Listed / awaiting listing on Stock Exchange				
1	INE667F07DB6	Sundaram BNP Paribas Home Finance Ltd**	CRISIL AA+	60	600.04	13.47%
2	INE306N07AN6	TATA Capital Financial Services Ltd**	CRISIL AA+	50	500.03	11.22%
3	INE115A07CE3	LIC Housing Finance Ltd**	CRISIL AAA	50	500.02	11.22%
		Sub Total			1,600.09	35.91%
		b) Privately Placed / Unlisted				
		Sub Total			-	0.00%
		c) Govt Security				
		Sub Total			-	0.00%
		d) Securitized Debt Instruments				
		Sub Total			-	0.00%
		Total for Debt Instruments			1,600.09	35.91%
		C) Money Market Instruments				
		a) Certificate of Deposits				
1	INE428A16PA1	Allahabad Bank**	CRISIL A1+	1100	1,098.11	24.65%
2	INE434A16JO3	Andhra Bank**	CRISIL A1+	1000	998.53	22.41%
3	INE028A16AM6	Bank of Baroda**	CRISIL A1+	500	499.29	11.21%
4	INE008A16YF2	IDBI Bank Ltd**	CRISIL A1+	200	199.70	4.48%
		Sub Total			2,795.63	62.74%
		b) Commercial Papers				
		Sub Total			-	0.00%
		c) Treasury Bills				
		Sub Total			-	0.00%
		d) Reverse Repo / CBLO				
1		CBLO			59.90	1.34%
		Sub Total			59.90	1.34%
		Total for Money Market Instruments			2,855.53	64.09%
		D) Mutual Fund Units				
		a) Investment in Mutual Fund Units				
		Sub Total			-	0.00%
		E) Others				
		a) FDs with Commercial Banks				
		Sub Total			-	0.00%
		b) Primary Market Application				
		Sub Total			-	0.00%
		GRAND TOTAL			4,455.62	100.00%

** Thinly traded / Non Traded securities

