

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 WORLD BRAND FUND SR.1 as at 31/03/2015, which comprise the Balance Sheet, the Revenue Account for the period then ended 31/03/2015 and a summary of significant accounting policies and other explanatory information

2. Management's Responsibility for the Financial Statements

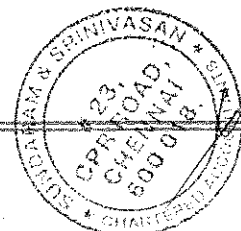
The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Sundaram Mutual Fund SUNDARAM WORLD BRAND FUND SR.1 in accordance with the Eleventh Schedule of Securities and Exchange Board of India (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 WORLD BRAND FUND SR.1 as at 31/03/2015

b. In the case of Revenue Account of the Deficit of Sundaram Mutual fund SUNDARAM WORLD BRAND FUND SR.1 for the period 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.

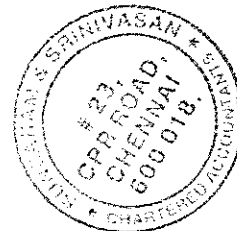
3.a. The accounts have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of "The Regulations".

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:0042075)

Place : Chennai
Date : 29th June 2015


K.SRINIVASAN
Partner Membership No. 5809



BALANCE SHEET AS AT 31st MARCH, 2015

	SCHEDULE NO.	31-Mar-15
		Rs.
LIABILITIES		
Unit Capital	1	450,138,840
Reserves & Surplus	2	704,178
Current Liabilities & Provisions	3	7,721,232
		458,564,250
ASSETS		
Investments	4	449,173,328
Other Current Assets	5	9,390,922
		458,564,250

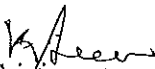
Notes on Accounts

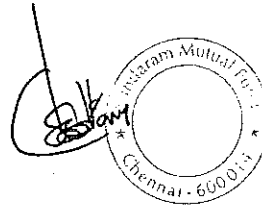
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As per our Report of even date

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 PERIOD FROM 10.12.2014 TO 31.03.2015

	Schedule No.	10.12.2014 - 31.03.2015	
		Rs.	Rs.
REVENUE			
Dividend		1,278,426	
Interest	6	5,069,037	
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		109,577	
Net Appreciation in value of investment on account of Exchange Difference		2,260	
TOTAL (A)		6,459,300	6,459,300
EXPENSES			
Net diminution in value of investment on account of Exchange Difference	7	4,405,600	
Realised loss on foreign exchange transactions		320,486	
Management fee		1,432,407	
Service Tax on AMC Fees		177,045	
Custodian charges		372,482	
Trusteeship fee		6,862	
Commission to Agents		2,525,501	
Audit fee		11,236	
Other Operating expenses		41,340	
Investors Education Fees		27,448	
		9,320,406	
Less : Expenses absorbed by AMC		369,669	
TOTAL (B)			8,950,738
SURPLUS / (DEFICIT) (A-B)			(2,491,438)
Surplus /(Deficit) transferred to Balance Sheet			(2,491,438)

Notes on Accounts

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As per our Report of even date

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

K Srinivasan
Partner
(M.NO : 5809)



For
Sundaram Mutual Fund

Authorised Signatory

Place : Chennai
Date : 29th June 2015

SUNDARAM MUTUAL FUND

SUNDARAM WORLD BRAND FUND SR.I

SCHEDULE : 1
Unit Capital

	31/03/2015	
	Units	Rs.
Initial capital	45,013,884	450,138,840
Unit Capital		
Opening Capital	-	-
Add: Units sold during the period	45,013,884	450,138,840
Less : Units repurchased during the period	-	-
Units at the end of the period	45,013,884	450,138,840
		450,138,840

SCHEDULE : 2
Reserves & Surplus

	31/03/2015	
	Rs.	Rs.
General Reserve		
Opening Balance	-	
Add / (Less): Transfer from Revenue Account	(2,491,438)	(2,491,438)
Unrealised appreciation reserve		
Opening Balance	-	
Add/(Less) Net unrealized appreciation for the period	3,195,616	
Unrealised Appreciation Reserve (Schedule 7)		3,195,616
		704,178

SCHEDULE : 3
Current Liabilities & Provisions

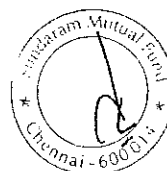
	31/03/2015
	Rs.
Sundry Creditors	2,833,893
Contract for Purchase of Investments	4,845,656
Others	41,683
	7,721,232

SCHEDULE : 4
Investments

	31/03/2015
	Rs.
Equity Shares - Overseas	355,732,116
Investments in ADR / GDR	44,420,987
Others - Reverse Repo / CBLO	49,020,225
	449,173,328

SCHEDULE : 5
Other Current Assets

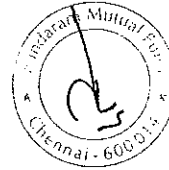
	31/03/2015
	Rs.
Balance with banks in Current Accounts	5,548,727
Deposits with Clearing Corpn of India	2,454,005
Repo Margin Account	891,555
Outstanding and accrued Income	496,635
	9,390,922



SCHEDULE : 6	
Interest	
	10.12.2014 - 31.03.2015
	Rs.
Interest from banks and others	5,069,037
	5,069,037

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

	31.03.2015
	Rs.
Appreciation in Value of Investments	
Equity Shares - Overseas	2,275,271
ADR / GDR - Overseas	920,345
Appreciation in Value of Investments (Schedule 2)	3,195,616
ADR / GDR - Exchange Difference	2,260
Appreciation on account of exchange difference trf to Revenue Account	2,260
Appreciation in Value of Investments	3,197,876
Diminution in value of investments	
Equity Shares - Exchange Difference	4,405,600
Diminution in value of investments trf to Revenue Account	4,405,600



SUNDARAM MUTUAL FUND
SUNDARAM WORLD BRAND FUND SERIES I
Schedules forming part of the Balance Sheet as at 31st March 2015 and the
Revenue Account for the period from 10.12.2014 to 31.03.2015

SCHEDULE 8

NOTES ON ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 INVESTMENTS

a) Overseas equities/ADR/GDR

Traded securities are valued at the last quoted closing price on the overseas stock exchange at their local currency and converted into Indian Rupee value by applying the RBI reference rate/Cross currency rate through Bloomberg.

Non traded/ thinly traded securities are valued in good faith and in true and fair manner through appropriate valuation policies and procedures.

b) Money Market Securities

Instruments bought on 'repo' basis have been valued at the resale price after deduction of applicable interest up to date of resale.

Investment transactions are accounted on trade dates at cost including brokerage, stamp duty and other levies, if any.

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 arising on account of the net asset value movement of the overseas mutual fund units is directly transferred to unrealised appreciation reserve and the net diminution arising there from is debited to revenue account.

1.2 Foreign Exchange Transactions:

Transactions expressed in currencies other than Indian Rupee are translated into Indian Rupees at the exchange rates applicable on the transaction dates.

Exchange differences arising on settlement of transactions are recognized as income or expense.

Assets and liabilities designated in currencies other than Indian Rupee are translated into Indian Rupee at the exchange rates at the end of each year.

Exchange gain or loss on account of changes in the foreign exchange rates is considered as income or expense in the revenue account. The unrealized appreciation arising on account of changes in foreign exchange rate is reduced for calculating the distributable income.

1.3 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.

1.4 EXPENSES

Expenses are accounted for on accrual basis.

Accrual of expenses, in addition to TER, for distribution expenses incurred for bringing in inflows from beyond top 15 cities (as notified by Association of Mutual Funds of India (AMFI)) is accrued in accordance with regulation 52(6A)



2. INVESTMENT MANAGER FEES

Management fee is computed on daily average net assets as under:
Rs. in lakhs

Particulars	10.12.2014 - 31.03.2015
Average daily net asset value	4512.85
Management fee @ 1.03% of average daily net asset value	14.32

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

As per Annexure - I

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

The aggregate value of investments purchased and sold (including matured) during the financial year as a percentage of average daily net asset value is as under:
(Rs. in lakhs)

Period	Purchase Value (Amount)	%	Sales Value (Amount)	%
10.12.2014 - 31.03.2015	5513.61	122.18%	1501.10	33.26%

5. AGGREGATE FAIR VALUE OF NON-TRADED / THINLY TRADED INVESTMENTS

Aggregate 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 is
Rs. Nil representing NIL % of Net assets value.

6. INCOME / EXPENDITURE

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

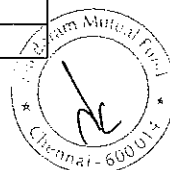
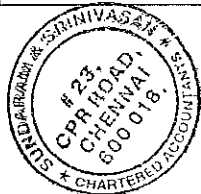
Particulars	10.12.2014 - 31.03.2015
Income	4.66%
Expenditure	3.05%

7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2015 is NIL

8. AMOUNT PAID TO SPONSORS/ASSOCIATES as brokerage (in lakhs)

	10.12.2014 - 31.03.2015
Sundaram Finance Ltd	46.01
IndusInd Bank	7.07



9. **TOTAL VALUE OF INVESTMENTS (EXCLUDING MONEY MARKET INVESTMENTS) FALLING UNDER EACH MAJOR INDUSTRY GROUP WHICH CONSTITUTES NOT LESS THAN 5% OF THE TOTAL INVESTMENTS IS AS BELOW**

(% of total investments within the classification)

Refer Annexure-II

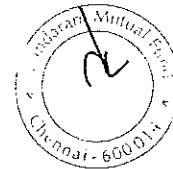
10. **PORTFOLIO DISCLOSURE**

Full portfolio of the scheme is given in **Annexure - III**

11. **MOVEMENT IN UNIT CAPITAL**

Refer Schedule 1

12. Dividend Income from overseas companies are net of withholding tax, if any.



13 HISTORICAL PER UNIT STATISTICS

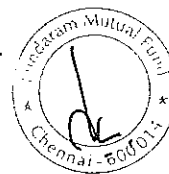
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		10.12.2014 - 31.03.2015			
		Rs.			
(A)	Gross income				
	(i) income other than profit on sale of investment	0.1410			
	(ii) income from profit on inter scheme sales/transfer of investments	0.0000			
	(iii) income from profit on sale of investment to third parties	-0.0047			
	(iv) transfer to revenue account from past year's reserves				
(B)	Aggregate of expenses, write off, amortisation and charges	0.0939			
(C)	Net income	0.0424			
(D)	Net unrealised appreciation/(diminution) in value of investments	-0.0268			
		Growth Option	Dividend Option	Direct Growth Option	Direct Dividend Option
(E)	Net Assets Value	10.0144	10.0144	10.0718	10.0718
(F)	Highest repurchase price	NA	NA	NA	NA
	Lowest repurchase price	NA	NA	NA	NA
	Highest ongoing sale price *	10.0000	10.0000	10.0000	10.0000
	Lowest ongoing sale price *	10.0000	10.0000	10.0000	10.0000
(G)	Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage	3.05%			
(H)	Ratio of gross income to average daily net assets by percentage	4.66%			

14 Computation of Distributable Income

	31.03.2015
	Rs.
Net Income as per revenue account	(2,491,438)
Add : Balance of Undistributed income as at 1st April brought forward	-
	(2,491,438)
Less : Unrealised appreciation in value of investments on account of exchange difference	(4,403,340)
Less : Income Distributed during the year	-
Distributable Income	1,911,902

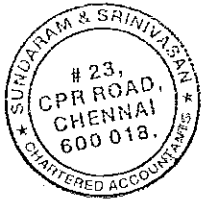
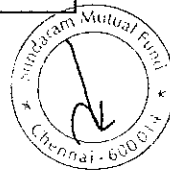
15. Since the scheme was launched during the year, previous year figures are not provided.



ANNEXURE II

SUNDARAM WORLD BRAND SERIES I	2014-2015	2013-2014
FOREIGN SECURITIES/OVERSEAS ETFS		
American Depository Receipt		
Automotive	47.70%	NA
Consumer Discretionary	52.30%	NA
International Equity Shares		
Beverage	8.41%	NA
Computer Services	6.07%	NA
Computers - Software	5.82%	NA
Consumer Discretionary	10.36%	NA
Diversified Manufacturing	5.80%	NA
Information Technology	6.09%	NA
Internet / Intranet	8.35%	NA
Manufacturing	5.92%	NA
Restaurant	5.99%	NA

2



SUNDARAM WORLD BRAND SERIES I

Portfolio Statement as at 31 March 2015

(A Closed - Ended Equity Oriented Scheme)

Name of the Instrument	ISIN	Industry	Quantity	Market/Fair Value (Rs. in Lacs)	% to Holdings
Equity & Equity related					
(a) Listed / awaiting listing on Stock Exchanges					
India Equity Share*					
Sub Total					
Total			NIL	NIL	NIL
				NIL	NIL
				NIL	NIL
FOREIGN SECURITIES/OVERSEAS ETFs					
American Depository Receipt					
Toyota Motor Corp	US8923313071	Automotive	2,420	211.89	4.72%
Honda Motor Co Ltd	US4381283088	Consumer Discretionary	5,866	120.28	2.68%
Hennes & Mauritz Ab-B Shs	US4258831050	Consumer Discretionary	16,975	85.64	1.91%
Lvmh Moet Hennessy Louis Vuitton	US5024413065	Consumer Discretionary	1,197	26.40	0.59%
Sub Total				444.21	9.89%
International Equity Shares					
International Business Machines Corp	US4592001014	Computer Services	2,151	216.09	4.81%
Mcdonald'S Corporation	US5801351017	Restaurant	3,495	213.15	4.75%
Coca-Cola Company	US1912161007	Beverage	8,387	212.87	4.74%
Apple Inc	US0378331005	Manufacturing	2,704	210.59	4.69%
Google Inc-Cl A	US38259P5089	Internet / Intranet	602	209.01	4.65%
Microsoft Corporation	US5949181045	Computers - Software	8,131	206.90	4.61%
General Electric Company	US3696041033	Diversified Manufacturing	13,278	206.19	4.59%
Daimler Ag-Registered Shares	DE0007100900	Consumer Discretionary	2,814	170.58	3.80%
Intel Corporation	US4581401001	Electronic Compon/ Instruments	6,711	131.35	2.92%
Bayerische Motoren Werke Ag	DE0005190003	Automobile Industry	1,651	128.99	2.87%
Procter & Gamble Co	US7427181091	Consumer Staples	2,476	126.99	2.83%
Oracle Corporation	US68389X1054	Software & Services	4,680	126.40	2.81%
The Walt Disney Company	US2546871060	Media & Broadcasting	1,924	126.31	2.81%
Cisco Systems Inc	US17275R1023	Networking	7,311	125.95	2.80%
Hewlett-Packard Company	US4282361033	Information Technology	6,389	124.61	2.77%
Amazon.Com Inc	US0231351067	Product Distribution	535	124.60	2.77%
Sap Se	DE0007164600	Information Technology	2,031	92.16	2.05%
Kellogg Co	US4878361082	Food N Staples Retailing	2,195	90.61	2.02%
Nike Inc	US6541061031	Footware	1,430	89.80	2.00%
Volkswagen Ag	DE0007664005	Consumer Discretionary	553	89.29	1.99%
Facebook Inc	US30303M1027	Internet / Intranet	1,710	87.99	1.96%
Pepsico Inc	US7134481081	Beverage	1,445	86.48	1.93%
Ebay Inc	US2786421030	Commerce	2,368	85.49	1.90%
United Parcel Service Inc	US9113121068	Courier	1,376	83.49	1.86%
American Express Company	US0258161092	Financials	1,692	82.73	1.84%
Lvmh Moet Hennessy Louis Vuitton Sa	FR0000121014	Consumer Discretionary	612	67.82	1.51%
Daimler Ag-Registered Shares	DE0007100000	Consumer Discretionary	676	40.87	0.91%
Sub Total				3,557.32	79.20%
(b) Unlisted					
Sub Total			NIL	NIL	NIL
Total			NIL	NIL	NIL
				4,001.53	89.09%
DEBT INSTRUMENTS					
(a) Listed/Awaiting Listing on Stock Exchanges					
(b) Privately placed/Unlisted					
(c) Securitized Debt Instruments					
Money Market Instruments					
Sub Total				NIL	NIL
Total				NIL	NIL
Others					
Mutual Fund Units					
Sub Total				NIL	NIL
CBLO / Reverse Repo					
Clearing Corporation of India Ltd				490.20	10.91%
Sub Total				490.20	10.91%
GRAND TOTAL				4,491.73	100.00%

