

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.2 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

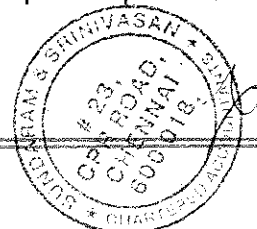
The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Sundaram Mutual Fund SUNDARAM WORLD BRAND FUND SR.2 in accordance with the Eleventh Schedule of Securities and Exchange Board of India (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.2 as at 31/03/2015

b. In the case of Revenue Account of the Deficit of Sundaram Mutual fund SUNDARAM WORLD BRAND FUND SR.2 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:004207S)

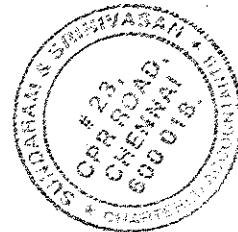
Place : Chennai

Date : 29th June 2015


K.SRINIVASAN

Partner

Membership No. 5809



BALANCE SHEET AS AT 31st MARCH, 2015

| | SCHEDULE NO. | 31-Mar-15 |
|----------------------------------|--------------|--------------------|
| | | Rs. |
| LIABILITIES | | |
| Unit Capital | 1 | 404,520,370 |
| Reserves & Surplus | 2 | 822,992 |
| Current Liabilities & Provisions | 3 | 6,846,290 |
| | | 412,189,652 |
| ASSETS | | |
| Investments | 4 | 403,797,674 |
| Other Current Assets | 5 | 8,391,978 |
| | | 412,189,652 |

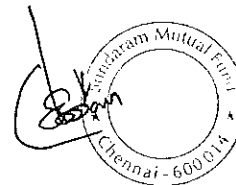
Notes on Accounts

8


As per our Report of even date

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

For
Sundaram Mutual Fund



Authorised Signatory


K Srinivasan
Partner
(M.NO : 5809)



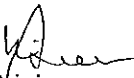
Place : Chennai
Date : 29th June 2014

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 | | 1,138,272 | |
| Interest | 6 | 4,614,020 | |
| Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale) | | 102,272 | |
| TOTAL (A) | | 5,854,564 | 5,854,564 |
| EXPENSES | | | |
| Net diminution in value of investment on account of Exchange Difference | 7 | 3,951,746 | |
| Realised loss on foreign exchange transactions | | 233,902 | |
| Management fee | | 1,385,768 | |
| Service Tax on AMC Fees | | 171,281 | |
| Custodian charges | | 363,000 | |
| Trusteeship fee | | 6,170 | |
| Commission to Agents | | 2,202,424 | |
| Audit fee | | 11,236 | |
| Other Operating expenses | | 35,891 | |
| Investors Education Fees | | 24,681 | |
| | | 8,386,100 | |
| Less : Expenses absorbed by AMC | | 360,323 | |
| TOTAL (B) | | | 8,025,776 |
| SURPLUS / (DEFICIT) (A-B) | | | (2,171,212) |
| Surplus /(Deficit) transferred to Balance Sheet | | | (2,171,212) |
| Notes on Accounts | 8 | | |


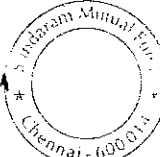
As per our Report of even date

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


K Srinivasan
Partner
(M.NO : 5809)



For
Sundaram Mutual Fund

Authorised Signatory

Place : Chennai
Date : 29th June 2014

SUNDARAM MUTUAL FUND

SCHEDULE : 1

Unit Capital

SUNDARAM WORLDBRAND FUND SR. II

| | 31/03/2015 | |
|--|------------|--------------------|
| | Units | Rs. |
| Initial capital | 40,452,037 | 404,520,370 |
| Unit Capital Opening Capital | - | - |
| Add: Units sold during the period | 40,452,037 | 404,520,370 |
| Less : Units repurchased during the period | 40,452,037 | 404,520,370 |
| Units at the end of the period | 40,452,037 | 404,520,370 |
| | | 404,520,370 |

SCHEDULE : 2

Reserves & Surplus

| | 31/03/2015 | |
|--|-------------|------------------|
| | Rs. | Rs. |
| General Reserve Opening Balance | - | - |
| Add /(Less): Transfer from Revenue Account | (2,171,212) | (2,171,212) |
| Unrealised appreciation reserve Add/(Less) Net unrealized appreciation for the period | 2,994,204 | |
| Unrealised Appreciation Reserve (Schedule 7) | | 2,994,204 |
| | | 822,992 |

SCHEDULE : 3

Current Liabilities & Provisions

| | 31/03/2015 |
|--------------------------------------|------------------|
| | Rs. |
| Sundry Creditors | 2,481,442 |
| Contract for Purchase of Investments | 4,324,499 |
| Others | 40,349 |
| | 6,846,290 |

SCHEDULE : 4

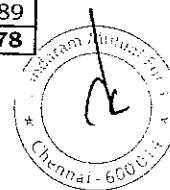
Investments

| | 31/03/2015 |
|------------------------------|--------------------|
| | Rs. |
| Equity Shares - Overseas | 319,831,604 |
| Investments in ADR / GDR | 39,937,722 |
| Others - Reverse Repo / CBLO | 44,028,348 |
| | 403,797,674 |

SCHEDULE : 5

Other Current Assets

| | 31/03/2015 |
|--|------------------|
| | Rs. |
| Balance with banks in Current Accounts | 4,942,957 |
| CBLO Margin Account | 2,205,104 |
| Repo Margin Account | 801,128 |
| Outstanding and accrued Income | 442,789 |
| | 8,391,978 |



SCHEDULE : 6

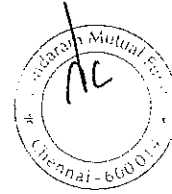
Interest

| | 10.12.2014 - 31.03.2015 |
|--------------------------------|----------------------------|
| Interest from banks and others | Rs. 4,614,020 |
| | 4,614,020 |

SCHEDULE : 7

Net unrealised appreciation/ (diminution) in value of Investments

| | 31.03.2015 |
|--|------------------|
| | Rs. |
| Appreciation in Value of Investments | |
| Equity Shares - Overseas | 2,156,966 |
| ADR / GDR - Overseas | 837,238 |
| Appreciation in Value of Investments (Schedule 2) | 2,994,204 |
| Diminution in value of investments | |
| ADR / GDR - Exchange Difference | 2,037 |
| Equity Shares - Exchange Difference | 3,949,709 |
| Diminution in value of investments trf to Revenue Account | 3,951,746 |



SUNDARAM MUTUAL FUND
SUNDARAM WORLD BRAND FUND SERIES II
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.

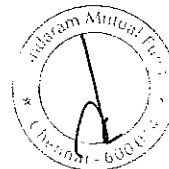
1.2 Foreign Exchange Transactions:

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:

| Particulars | Rs. in lakhs | |
|---|--------------|------------|
| | 10.12.2014 | 31.03.2015 |
| Average daily net asset value | 4057.73 | - |
| Management fee @ 1.11% of average daily net asset value | 13.86 | - |

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:

| Period | Purchase Value (Amount) | % | Sales Value (Amount) | % |
|------------|-------------------------|---------|----------------------|--------|
| 10.12.2014 | 5007.27 | 123.40% | 1401.02 | 34.53% |
| 31.03.2015 | | | | |



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 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 | 4.70% |
| Expenditure | 3.08% |

7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2015 is NIL (Previous period NA).

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

| | 10.12.2014 31.03.2015 | - |
|--------------------------|--------------------------|---|
| Sundaram Finance Limited | 30.91 | |
| Indusind Bank Ltd | 27.22 | |

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

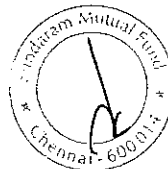
10. PORTFOLIO DISCLOSURE

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

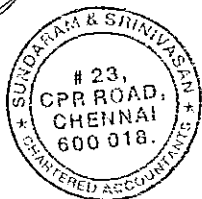
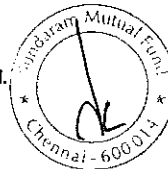
SWBFSR2

| | | 10.12.2014 - 31.03.2015 | | | |
|-----|--|-------------------------|-----------------|----------------------|------------------------|
| | | Rs. | | | |
| (A) | Gross income | | | | |
| | (i) income other than profit on sale of investment | 0.1422 | | | |
| | (ii) income from profit on inter scheme sales/transfer of investments | 0.0000 | | | |
| | (iii) income from profit on sale of investment to third parties | -0.0033 | | | |
| | (iv) transfer to revenue account from past year's reserves | | | | |
| (B) | Aggregate of expenses, write off, amortisation and charges | 0.0949 | | | |
| (C) | Net income | 0.0440 | | | |
| (D) | Net unrealised appreciation/(diminution) in value of investments | -0.0237 | | | |
| | | Growth Option | Dividend Option | Direct Growth Option | Direct Dividend Option |
| (E) | Net Assets Value | 10.0199 | 10.0199 | 10.0749 | 10.0749 |
| (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 | 3.08% | | | |
| (H) | Ratio of gross income to average daily net assets by percentage | 4.70% | | | |

14 Computation of Distributable Income

| | 31.03.2015 |
|--|-------------|
| | Rs. |
| Net Income as per revenue account | (2,171,212) |
| Add : Balance of Undistributed income as at 1st April brought forward | - |
| | (2,171,212) |
| Less : Unrealised appreciation in value of investments on account of exchange difference | (3,951,746) |
| Less : Income Distributed during the year | - |
| Distributable Income | 1,780,534 |

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



ANNEXURE II

| SUNDARAM WORLD BRAND SERIES II | 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 |



SUNDARAM WORLD BRAND SERIES II
Portfolio Statement as at 31 March 2019
(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 | | | NIL | NIL | NIL |
| Total | | | | NIL | NIL |
| FOREIGN SECURITIES/OVERSEAS ETFS | | | | | |
| American Depository Receipt | | | | | |
| Toyota Motor Corp | US8923313071 | Automotive | 2,176 | 190.53 | 4.72% |
| Honda Motor Co Ltd | US4381283088 | Consumer Discretionary | 5,272 | 108.10 | 2.68% |
| Hennes & Mauritz Ab-B Shs | US4258631050 | Consumer Discretionary | 15,262 | 76.99 | 1.91% |
| Lvmh Moet Hennessy Louis Vuitton | US5024413065 | Consumer Discretionary | 1,077 | 23.76 | 0.59% |
| Sub Total | | | | 399.38 | 9.89% |
| International Equity Shares | | | | | |
| International Business Machines Corp | US4592001014 | Computer Services | 1,934 | 194.29 | 4.81% |
| McDonald'S Corporation | US5801351017 | Restaurant | 3,142 | 191.63 | 4.75% |
| Coca-Cola Company | US1912161007 | Beverage | 7,541 | 191.39 | 4.74% |
| Apple Inc | US0378331005 | Manufacturing | 2,432 | 189.41 | 4.69% |
| Google Inc-Cl A | US38259P5089 | Internet / Intranet | 541 | 187.83 | 4.65% |
| Microsoft Corporation | US5949181045 | Computers - Software | 7,310 | 186.01 | 4.61% |
| General Electric Company | US3696041033 | Diversified Manufacturing | 11,938 | 185.38 | 4.59% |
| Daimler Ag-Registered Shares | DE0007100000 | Consumer Discretionary | 2,523 | 152.54 | 3.79% |
| Intel Corporation | US4581401001 | Electronic Compy/ Instruments | 6,033 | 118.08 | 2.92% |
| Bayerische Motoren Werke Ag | DE0005190003 | Automobile Industry | 1,484 | 115.94 | 2.87% |
| Procter & Gamble Co | US7477181091 | Consumer Staples | 2,226 | 114.16 | 2.83% |
| Oracle Corporation | US68389X1054 | Software & Services | 4,208 | 113.65 | 2.81% |
| The Walt Disney Company | US2546871060 | Media & Broadcasting | 1,730 | 113.58 | 2.81% |
| Cisco Systems Inc | US17275R1023 | Networking | 6,573 | 113.24 | 2.80% |
| Hewlett-Packard Company | US4282361033 | Information Technology | 5,745 | 112.05 | 2.77% |
| Amazon.Com Inc | US0231351067 | Product Distribution | 481 | 112.03 | 2.77% |
| Sap Se | DE0007164600 | Information Technology | 1,827 | 82.90 | 2.05% |
| Kellogg Co | US4878361082 | Food N Staples Retailing | 1,973 | 81.44 | 2.02% |
| Nike Inc | US6541061031 | Footware | 1,286 | 80.76 | 2.00% |
| Volkswagen Ag | DE0007664005 | Consumer Discretionary | 497 | 80.25 | 1.99% |
| Facebook Inc | US30303M1027 | Internet / Intranet | 1,538 | 79.14 | 1.95% |
| Pepsico Inc | US7134481081 | Beverage | 1,299 | 77.74 | 1.93% |
| Ebay Inc | US2786421030 | Commerce | 2,129 | 76.86 | 1.90% |
| United Parcel Service Inc | US9113121068 | Courier | 1,237 | 75.06 | 1.86% |
| American Express Company | US0258161092 | Financials | 1,522 | 74.42 | 1.84% |
| Lvmh Moet Hennessy Louis Vuitton Sa | FR0000121014 | Consumer Discretionary | 550 | 60.95 | 1.51% |
| Daimler Ag-Registered Shares | DE0007100000 | Consumer Discretionary | 615 | 37.19 | 0.92% |
| Sub Total | | | | 3,198.32 | 79.21% |
| (b) Unlisted | | | | | |
| Sub Total | | | NIL | NIL | NIL |
| Total | | | | 3,597.69 | 89.10% |
| DEBT INSTRUMENTS | | | | | |
| (a) Listed/Awaiting Listing on Stock Exchanges | | | | | |
| (b) Privately placed/Unlisted | | | | | |
| (c) Securitised Debt Instruments | | | | | |
| Money Market Instruments | | | | | |
| Sub Total | | | NIL | NIL | NIL |
| Total | | | | NIL | NIL |
| Others | | | | | |
| Mutual Fund Units | | | | | |
| Sub Total | | | NIL | NIL | NIL |
| CBLO / Reverse Repo | | | | | |
| Clearing Corporation of India Ltd | | | | 440.28 | 10.90% |
| Sub Total | | | | 440.28 | 10.90% |
| GRAND TOTAL | | | | 4,037.98 | 100.00% |

