

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 GROWTH FUND** as at 31/03/2016, which comprise the Balance Sheet, the Revenue Account, the Cash Flow Statement for the Year then ended 31/03/2016 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 and cash flows of the Sundaram Mutual Fund **SUNDARAM GROWTH FUND** 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

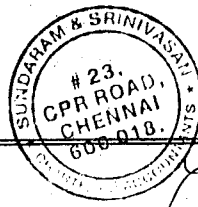
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountant of India. Those standards require that we comply with ethical requirements and plan and perform 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 :



SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

23, C.P. RAMASWAMY ROAD,
ALWARPET, CHENNAI - 600 018.

- a. In case of Balance sheet, of the state of affairs of Sundaram Mutual fund, **SUNDARAM GROWTH FUND** as at 31/03/2016
- b. In the case of Revenue Account of the Deficit of Sundaram Mutual fund **SUNDARAM GROWTH FUND** for the Year ended on 31/03/2016.
- c. in the case of Cash Flow Statement, of the cash flows of the **SUNDARAM GROWTH FUND** for the year ended on that date..


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, , Revenue Account and Cash Flow Statement **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 : 30th June 2016


K.SRINIVASAN
Partner
Membership No. 5809



BALANCE SHEET AS AT 31st MARCH, 2016

| | SCHEDULE NO. | 31-Mar-16 | 31-Mar-15 |
|----------------------------------|--------------|----------------------|----------------------|
| | | Rs. | Rs. |
| LIABILITIES | | | |
| Unit Capital | 1 | 906,475,325 | 1,310,395,572 |
| Reserves & Surplus | 2 | 1,201,027,226 | 1,841,886,285 |
| Current Liabilities & Provisions | 3 | 23,470,264 | 271,695,292 |
| | | 2,130,972,815 | 3,423,977,149 |
| ASSETS | | | |
| Investments | 4 | 1,863,668,086 | 3,132,952,379 |
| Other Current Assets | 5 | 267,304,729 | 291,024,770 |
| | | 2,130,972,815 | 3,423,977,149 |

Notes on Accounts

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As per our Report of even date

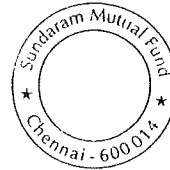
For
Sundaram & Srinivasan
Chartered Accountants
(FRN.: 004207S)

K Srinivasan
Partner
(M.NO : 5809)



For
Sundaram Mutual Fund

Authorised Signatory



Place : Chennai

Date : 30th June 2016

REVENUE ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2016

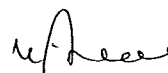
| | Schedule No. | 2015 - 16 | | 2014 - 15 | |
|--|--------------|--------------------|----------------------|--------------------|----------------------|
| | | Rs. | Rs. | Rs. | Rs. |
| REVENUE | | | | | |
| Dividend | | 30,770,301 | | 28,038,681 | |
| Interest | 6 | 2,744,823 | | 28,735,376 | |
| Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale) | | - | | 748,904,590 | |
| Net profit on inter scheme transfer / sale of investments | | 5,361,653 | | 1,896,338 | |
| Net diminution in value of investments written back for Foreign Exchange fluctuation | | - | | 406,755 | |
| Other Income | | 1,966,664 | | 967,424 | |
| TOTAL (A) | | 40,843,441 | 40,843,441 | 808,949,164 | 808,949,164 |
| EXPENSES | | | | | |
| Net Loss on sale / redemption of investments (Other than inter-scheme transfer/sale) | | 38,819,984 | | - | |
| Net diminution in value of investments written off | 7 | 415,556,074 | | 42,909,393 | |
| Realised loss on foreign exchange transaction - on sale of investments | | - | | 314,049 | |
| Realised Gain /(Losses) on Derivative Transactions | | 2,697,377 | | 66,890,833 | |
| Management fee | | 52,822,608 | | 57,725,425 | |
| Service Tax on AMC Fee | | 7,384,260 | | 7,134,862 | |
| Custodian charges | | 581,949 | | 907,430 | |
| Trusteeship fee | | 119,089 | | 176,935 | |
| Commission to Agents | | 6,774,246 | | 26,107,910 | |
| Audit fee | | 176,928 | | 127,185 | |
| Other operating expenses | | 163,238 | | 218,928 | |
| Investor Education Fees | | 476,382 | | 707,740 | |
| SEBI Fees | | 40,945 | | 8,686 | |
| | | 525,613,080 | | 203,229,376 | |
| Less : Amount absorbed by AMC | | 22,321 | | - | |
| Less : Amount adjusted from load towards commission, marketing and selling expenses. | | 25,000 | | 77,591 | |
| TOTAL (B) | | | 525,565,759 | | 203,151,785 |
| SURPLUS / (DEFICIT) (A-B) | | | (484,722,318) | | 605,797,379 |
| Add/(Less) : Balance in Equalisation Account | | | (73,161,949) | | 1,881,789,464 |
| | | | (557,884,267) | | 2,487,586,843 |
| Less: Income Distributed | | - | | 1,620,117,206 | |
| | | - | | - | 1,620,117,206 |
| Surplus /(Deficit) transferred to Balance Sheet | | | (557,884,267) | | 867,469,637 |

Notes on Accounts

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As per our Report of even date

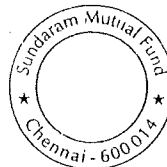
For
Sundaram & Srinivasan
Chartered Accountants
(FRN.: 004207S)


K Srinivasan
Partner
(M.NO : 5809)



For
Sundaram Mutual Fund


Authorised Signatory



Place : Chennai
Date : 30th June 2016

SCHEDULE : 1**Unit Capital**

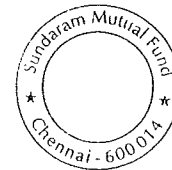
| | 31/03/2016 | | 31/03/2015 | |
|--|-------------|--------------------|-------------|----------------------|
| | UNITS | Rs. | UNITS | Rs. |
| | 10,321,500 | 103,215,000 | 10,321,500 | 103,215,000 |
| Initial capital | | | | |
| Unit Capital | | | | |
| Opening Capital | 131,039,558 | 1,310,395,572 | 76,414,286 | 764,142,857 |
| Add: Units sold during the year | 23,002,874 | 230,028,747 | 340,648,203 | 3,406,482,030 |
| | 154,042,432 | 1,540,424,319 | 417,062,489 | 4,170,624,887 |
| Less : Units repurchased during the year | 63,394,899 | 633,948,994 | 286,022,931 | 2,860,229,315 |
| Units at the end of the Year | 90,647,533 | 906,475,325 | 131,039,558 | 1,310,395,572 |
| | | 906,475,325 | | 1,310,395,572 |

SCHEDULE : 2**Reserves & Surplus**

| | 31/03/2016 | | 31/03/2015 | |
|--|---------------|----------------------|---------------|----------------------|
| | Rs. | Rs. | Rs. | Rs. |
| Unit Premium Reserve | | | | |
| Opening Balance | 131,925,211 | | (101,807,037) | |
| Add/(Less): Net Premium on Sale/(redemption) of units. | (82,514,323) | 49,410,888 | 233,732,248 | 131,925,211 |
| General Reserve | | | | |
| Opening Balance | 1,709,500,605 | | 842,030,968 | |
| Add /(Less): Transfer from Revenue Account | (557,884,267) | 1,151,616,338 | 867,469,637 | 1,709,500,605 |
| Unrealised appreciation reserve | | | | |
| Opening Balance | 460,469 | | 257,526,266 | |
| Add/(Less) Net unrealized appreciation for the year | (460,469) | | (257,065,797) | |
| Unrealised Appreciation Reserve (Schedule 7) | | | | 460,469 |
| | | 1,201,027,226 | | 1,841,886,285 |

SCHEDULE : 3**Current Liabilities & Provisions**

| | 31/03/2016 | 31/03/2015 |
|--------------------------------------|-------------------|--------------------|
| | Rs. | Rs. |
| Sundry Creditors | 2,049,678 | 3,192,337 |
| Contract for Purchase of Investments | - | 98,981,383 |
| Income Distribution Payable | - | 279,068 |
| Others | 21,420,586 | 169,242,504 |
| | 23,470,264 | 271,695,292 |

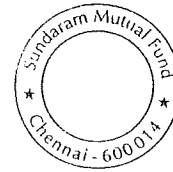


SCHEDULE : 4**Investments**

| | 31/03/2016 | 31/03/2015 |
|-------------------------------|----------------------|----------------------|
| | Rs. | Rs. |
| Equity Shares | 1,861,070,008 | 2,109,810,192 |
| Units of Domestic Mutual Fund | - | 950,460,469 |
| Others-Reverse Repo/CBLO | 2,598,078 | 72,681,718 |
| | 1,863,668,086 | 3,132,952,379 |

SCHEDULE : 5**Other Current Assets**

| | 31/03/2016 | 31/03/2015 |
|---|--------------------|--------------------|
| | Rs. | Rs. |
| Derivative option - Premium | 230,407,474 | 121,573,030 |
| Balance with banks in Current Accounts | 707,909 | 126,686,623 |
| Contract for Sale of Investments | 34,691,001 | - |
| CBLO Margin Account | 81,326 | 3,503,883 |
| Repo Margin Account | 140,345 | 1,272,982 |
| Equity Derivatives Instrument Account Deposits for Margin Money | 835,258 | 35,121,511 |
| Outstanding and accrued Income | 441,416 | 457,521 |
| Others | - | 2,409,220 |
| | 267,304,729 | 291,024,770 |

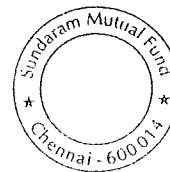
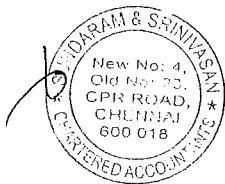


SCHEDULE : 6**Interest**

| | 2015 - 16 | 2014 - 15 |
|--------------------------------|------------------|-------------------|
| | Rs. | Rs. |
| Interest from banks and others | 2,744,823 | 28,735,376 |
| | 2,744,823 | 28,735,376 |

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

| | 31/03/2016 | 31/03/2015 |
|--|--------------------|-------------------|
| | Rs. | Rs. |
| Appreciation in Value of Investments | | |
| Units of Domestic Mutual Fund | - | 460,469 |
| Appreciation in value of Investments (Schedule 2) | - | 460,469 |
| Diminution in value of investments | | |
| Equity Shares | 189,087,509 | 30,580,692 |
| MTM loss on derivative option contracts | 269,377,958 | 12,328,701 |
| Diminution in value of Investments transferred to Revenue Account | 458,465,467 | 42,909,393 |



**SUNDARAM MUTUAL FUND
SUNDARAM GROWTH FUND**

Schedules forming part of the Balance Sheet as at 31-Mar-2016
and the Revenue Account for the Year ended 31-Mar-2016

**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.

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.

Bonus/Rights entitlements are recognised on ex-bonus /ex- rights dates.

c) Equity Derivative Instruments

• Open positions of traded equity Index / stock futures are valued at the last quoted closing price on the stock exchange.

In case of Options, premium received / paid is marked to market and the difference amount is treated as an asset / liability till the expiry of the position

• Equity derivative instruments 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.

d) Foreign Exchange Transactions

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

Exchange difference arising on settlement of transaction are recognised as income or expense.

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

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

1.2. INCOME RECOGNITION

(i) Dividend is accounted on accrual basis and recognized on ex-dividend dates.

(ii) Profit/Loss on sale of investments is recognised on the trade dates based on weighted average cost method.

(iii) Income on investments is accounted on accrual basis.

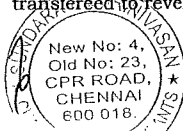
(iv) Other income is accounted on cash basis.

Futures contract of equity derivative instruments are marked to market and resultant gain/loss is transferred to revenue account

When the future contracts of equity derivative instruments are squared off on or before the expiry of contract, the difference between the settlement price and contractual price is recognized in Revenue Account.

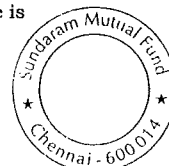
When the option contracts are squared off before expiry, the difference between the premium paid and received on the squared off transactions is recognized in the revenue account. When the option contracts are exercised on or before expiry, the difference between the option settlement price as determined by the exchange and the premium is recognized in the revenue account

Premium asset / liability in respect of option not exercised / squared off as on expiry date is transferred to revenue account.



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1.3. 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)

1.4. LOAD

a) Entry load collected during the year from systematic investment plan registered prior to Aug 2009 is maintained in a separate account, which can be used by AMC towards distribution, commission etc of the scheme. The unutilised portion shall be carried forward to the next year.

b) The exit Load charged to the investor net of service tax is fully credited to the Scheme.

1.5. EQUALISATION ACCOUNT

In terms of SEBI circular dated 15th March 2010, on Unit Premium Reserve, the equalisation account has been credited/debited with an appropriate portion (excluding the Unit Premium Reserve and Unrealised Appreciation) of the sale proceeds/repurchase price in respect of units sold / repurchased on or after 15th March 2010. The net balance in this account is transferred to revenue account for the Year.

1.6. UNIT PREMIUM RESERVE

In terms of SEBI Circular dated 15th March 2010, on Unit Premium Reserve, when units are sold / repurchased on or after 15th March 2010 a part of the sale price / re-purchase price representing unrealized gains is credited/debited to Unit Premium Reserve. The balance in Unit Premium Reserve will not be utilised for determination of distributable surplus.

2. INVESTMENT MANAGER FEES

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

| Description | 2015-16 | 2014-15 |
|---|-----------|-----------|
| Average daily net asset value | 23,817.14 | 35,384.75 |
| Management fee @ 2.22 % of average daily net asset value.(Previous year 1.63 %) | 528.23 | 577.25 |

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 YEAR.

The aggregate value of investments purchased and sold (including matured) during the Year, as a percentage of average daily net asset value is as under :

| Description | 2015-16 | 2014-2015 |
|--------------------------------|------------------|------------------|
| PURCHASE VALUE (AMOUNT) | 4,680.26 | 99,501.94 |
| % | 19.65% | 281.20% |
| SALES VALUE (AMOUNT) | 14,748.01 | 90,856.13 |
| % | 61.92% | 256.77% |

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 Year. :

| Description | 31.03.2016 | 31.03.2015 |
|--|------------|------------|
| Aggregate Fair Value of non traded / thinly traded | NIL | NIL |
| % to the asset under management | NIL | NIL |

6. INCOME / EXPENDITURE

The total income and expenditure (excluding deferred revenue expenditure un-amortised) as a percentage of the daily average net assets, on an annualised basis, are given below.

| DESCRIPTION | 2015-16 | 2014-2015 |
|----------------------|--------------|---------------|
| INCOME | 3.52% | 22.85% |
| EXPENDITURE # | 2.88% | 2.63% |

Total expenses charged includes service tax on management fees charged to the investor

over and above the normal expense charged and Additional Total Expense ratio as per SEBI CIR/IMD/DF/21/2012 dated September 13, 2012.

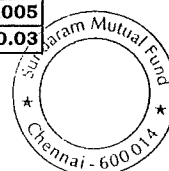
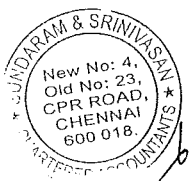
7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2016 is Rs. Nil. Previous Year Rs. Nil

8. AMOUNT PAID TO SPONSORS / ASSOCIATES

| | 2015-16 | 2014-2015 |
|---|---------|-----------|
| Sundaram Finance Ltd (Sponsor) | 6.68 | 26.30 |
| Sundaram Finance Distribution Ltd (subsidiary of Sponsor) | 0.00 | 0.005 |
| Indus Ind Bank Ltd (Associate) @ | 0.01 | 0.03 |

@ Indusind Bank ceased to be an associate with effect from 27 June 2015



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. DETAILS OF DERIVATIVE CONTRACTS OUTSTANDING AT THE YEAR END AND EXECUTED DURING THE PERIOD

Margin account on futures amounting to Rs.8.35 (Previous Year : 351.21) represent the margin towards future contracts and is disclosed under other current assets.Refer Annexure V for details of derivative contracts executed during the Year.

11. PORTFOLIO DISCLOSURE

Full portfolio of the scheme is given in Annexure - III

12. MOVEMENT IN UNIT CAPITAL

As Per Schedule-I

13 ACCOUNTING STANDARD 3 ON CASH FLOW STATEMENT

The Cash flow statement as required by the Accounting Standard 3 issued by the Institute of Chartered Accountants of India is enclosed as Annexure - VIII

14 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.

15 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

16 UNCLAIMED REDEMPTION /DIVIDEND

The details of unclaimed dividend and redemption accounts are disclosed in Annexure VI. During the year ,the unclaimed redemption and dividend payable more than 90 days were transferred to a separate pool account. As on 31st March 16, these sums were deployed in money market instruments in terms of SEBI circular no .SEBI/Cir/9/120/2000 dated November 24,2000

17 Audit fees

The current year audit fees of Rs 176928/- as per Revenue account includes SEBI audit fees of Rs 10970/-.

18 Investor Education & Awareness Initiatives (IEAI)

An annual charge of minimum 2bps (0.02% p.a.) of daily net assets, being part of total recurring expenses is set aside for IEAI as mandated by SEBI vide circular no. CIR/IMD/21/DF/21/2012 dated September 13, 2012. Accordingly accrued balance is transferred on periodic basis to a separate bank account maintained for the purpose. These funds are utilized by the AMC in accordance with SEBI Regulations.

The balances pending utilization are deployed in money market instruments. Movement of IEAI balances are provided in Annexure VII.



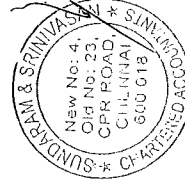
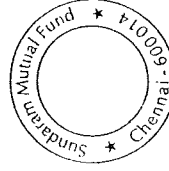
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| | 2015 - 16 Rs. | | | 2014 - 15 Rs. | | | 2013 - 14 Rs. | | |
|---|-------------------------|-----------------------|----------------------|-------------------------|-----------------------|----------------------|-------------------------|-----------------------|----------------------|
| | Regular Dividend Option | Regular Growth Option | Direct Growth Option | Regular Dividend Option | Regular Growth Option | Direct Growth Option | Regular Dividend Option | Regular Growth Option | Direct Growth Option |
| (A) Gross income | | | | | | | | | |
| (i) Income other than profit on sale of investment | 9.4817 | 106.0123 | 107.7718 | 11.6241 | 129.8893 | 131.7229 | 12.3099 | 101.9071 | 102.4789 |
| (ii) Income from profit on inter scheme sales/transfer of investments | 12.0094 | 134.3029 | 135.5377 | 16.6232 | 137.8042 | 138.7230 | 0.0000 | 101.9071 | 101.2361 |
| (iii) Income from profit on sale of investment to third parties | 8.2943 | 92.0138 | 96.7879 | 11.3054 | 100.3630 | 101.7561 | 0.0000 | 76.6713 | 84.0271 |
| (iv) Transfer to revenue account from past year's reserves | 12.1732 | 136.1335 | 136.1496 | 16.9188 | 140.2548 | 136.7766 | 16.5997 | 101.9108 | 102.2566 |
| (v) Aggregate of expenses, write off, amortisation and charges | 8.3976 | 93.8916 | 95.4305 | 11.5361 | 101.0295 | 101.6693 | 16.5997 | 79.4660 | 79.6154 |
| (B) Net income | | | | | | | | | |
| (i) Net income | | | | | | | | | |
| (ii) Net unrealised appreciation/(diminution) in value of investments | | | | | | | | | |
| (C) Net Assets Value | | | | | | | | | |
| (D) Ratio of gross income to average daily net assets by percentage | | | | | | | | | |
| (E) Ratio of gross income to average daily net assets by percentage | | | | | | | | | |
| (F) Ratio of gross income to average daily net assets by percentage | | | | | | | | | |
| (G) Ratio of gross income to average daily net assets by percentage | | | | | | | | | |
| (H) Ratio of gross income to average daily net assets by percentage | | | | | | | | | |

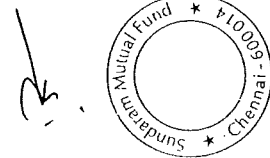
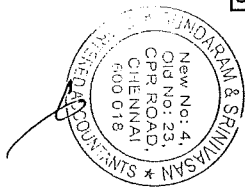
20

| | 2015 - 16 Rs. | | 2014 - 15 Rs. | |
|---|-------------------------|-----------------------|-------------------------|-----------------------|
| | Regular Dividend Option | Regular Growth Option | Regular Dividend Option | Regular Growth Option |
| (A) Net income as per revenue account | 9.4817 | 106.0123 | 11.6241 | 129.8893 |
| Add : Balance of Undistributed Income as at 1st April brought forward | 12.0094 | 134.3029 | 16.6232 | 137.8042 |
| Less : Income Distributed during the year | 8.2943 | 92.0138 | 11.3054 | 100.3630 |
| Add Unit Premium Reserve | 12.1732 | 136.1335 | 16.9188 | 140.2548 |
| Distributable income | 8.3976 | 93.8916 | 11.5361 | 101.0295 |

21 Previous year figures have been regrouped wherever necessary to confirm with current year's classification



| ANNEXURE-II | | |
|---|-----------|-----------|
| SUNDARAM GROWTH FUND | | |
| % of total Investments within the classification | | |
| | 31-Mar-16 | 31-Mar-15 |
| Equity Instruments | | |
| a) Listed / awaiting listing on Stock Exchange | | |
| AUTO | 7.97% | 7.57% |
| BANKS | 24.15% | 0.00% |
| CONSTRUCTION PROJECT | 0.00% | 5.37% |
| CONSUMER DURABLES | 0.00% | 8.17% |
| CONSUMER NON DURABLES | 10.83% | 0.00% |
| FINANCE | 6.65% | 40.07% |
| ENERGY | 0.00% | 9.10% |
| IT | 0.00% | 14.53% |
| PETROLEUM PRODUCTS | 7.04% | 0.00% |
| PHARMACEUTICALS | 7.07% | 5.93% |
| SOFTWARE | 17.81% | 0.00% |
| b) Derivative | | |
| INDEX OPTION | 100.00% | 0.00% |
| NIFTY OPTION | 0.00% | 55.01% |
| NIFTY FUTURE | 0.00% | 44.99% |
| Investment in Mutual Fund Units | | |
| SUNDARAM MONEY FUND - DIRECT GROWTH | 0.00% | 100.00% |

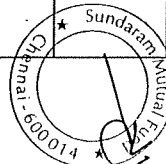


ANNEXURE - III

| SUNDARAM MUTUAL FUND | | | | | | |
|---|--------------|---|--------------------------|----------|--------------------------|-------------------|
| SUNDARAM GROWTH FUND | | | | | | |
| Portfolio Statement as at 31 March 2016 | | | | | | |
| S.NO | ISIN CODE | Name of the Instrument | Rating / Industry | Quantity | Mkt Value Rs. in Lacs | % of Net Asset |
| A) Equity & Equity Related | | | | | | |
| a) Listed / awaiting listing on Stock Exchange | | | | | | |
| 1 | INE009A01021 | Infosys Ltd | Software | 138686 | 1689.61 | 8.02% |
| 2 | INE040A01026 | HDFC Bank Ltd | Banks | 135000 | 1446.05 | 6.86% |
| 3 | INE154A01025 | ITC Ltd | Consumer Non Durables | 396246 | 1300.68 | 6.17% |
| 4 | INE001A01036 | Housing Development Finance Corporation Ltd | Finance | 111939 | 1237.60 | 5.87% |
| 5 | INE002A01018 | Reliance Industries Ltd | Petroleum Products | 110000 | 1149.72 | 5.46% |
| 6 | INE090A01021 | ICICI Bank Ltd | Banks | 410000 | 970.27 | 4.60% |
| 7 | INE467B01029 | Tata Consultancy Services Ltd | Software | 33681 | 848.86 | 4.03% |
| 8 | INE018A01030 | Larsen & Toubro Ltd | Construction Project | 57000 | 693.52 | 3.29% |
| 9 | INE044A01036 | Sun Pharmaceuticals Industries Ltd | Pharmaceuticals | 77268 | 633.60 | 3.01% |
| 10 | INE238A01034 | Axis Bank Ltd | Banks | 118874 | 527.98 | 2.51% |
| 11 | INE237A01028 | Kotak Mahindra Bank Ltd | Banks | 73305 | 498.95 | 2.37% |
| 12 | INE155A01022 | TATA Motors Ltd | Auto | 128780 | 497.86 | 2.36% |
| 13 | INE030A01027 | Hindustan UniLever Ltd | Consumer Non Durables | 49531 | 430.67 | 2.04% |
| 14 | INE062A01020 | State Bank of India Ltd | Banks | 217935 | 423.34 | 2.01% |
| 15 | INE101A01026 | Mahindra & Mahindra Ltd | Auto | 31700 | 383.79 | 1.82% |
| 16 | INE585B01010 | Maruti Suzuki India Ltd | Auto | 9500 | 353.05 | 1.68% |
| 17 | INE397D01024 | Bharti Airtel Ltd | Telecom - Services | 98071 | 344.03 | 1.63% |
| 18 | INE095A01012 | IndusInd Bank Ltd | Banks | 34672 | 335.49 | 1.59% |
| 19 | INE860A01027 | HCL Technologies Ltd | Software | 39625 | 322.59 | 1.53% |
| 20 | INE021A01026 | Asian Paints Ltd | Consumer Non Durables | 32690 | 283.88 | 1.35% |
| 21 | INE089A01023 | Dr. Reddy's Laboratories Ltd | Pharmaceuticals | 8916 | 270.62 | 1.28% |
| 22 | INE522F01014 | Coal India Ltd | Minerals/Mining | 89155 | 260.29 | 1.24% |
| 23 | INE213A01029 | Oil & Natural Gas Corporation Ltd | Oil | 120000 | 256.92 | 1.22% |
| 24 | INE075A01022 | Wipro Ltd | Software | 44578 | 251.53 | 1.19% |
| 25 | INE158A01026 | Hero Motocorp Ltd | Auto | 8420 | 248.03 | 1.18% |
| 26 | INE326A01037 | Lupin Ltd | Pharmaceuticals | 15850 | 234.46 | 1.11% |
| 27 | INE481G01011 | Ultratech Cement Ltd | Cement | 7132 | 230.27 | 1.09% |
| 28 | INE752E01010 | Power Grid Corporation of India Ltd | Power | 158498 | 220.47 | 1.05% |
| 29 | INE669C01036 | Tech Mahindra Ltd | Software | 42596 | 202.31 | 0.96% |
| 30 | INE528G01019 | Yes Bank Ltd | Banks | 22784 | 197.09 | 0.94% |
| 31 | INE733E01010 | NTPC Ltd | Power | 148592 | 191.46 | 0.91% |
| 32 | INE059A01026 | Cipla Ltd | Pharmaceuticals | 34672 | 177.50 | 0.84% |
| 33 | INE047A01013 | Grasim Industries Ltd. | Cement | 4458 | 171.37 | 0.81% |
| 34 | INE029A01011 | Bharat Petroleum Corporation Ltd | Petroleum Products | 17831 | 161.25 | 0.77% |
| 35 | INE256A01028 | Zee Entertainment Enterprises Ltd | Media & Entertainment | 37643 | 145.66 | 0.69% |
| 36 | INE081A01012 | Tata Steel Ltd | Ferrous Metals | 44578 | 142.52 | 0.68% |
| 37 | INE323A01026 | Bosch Ltd | Auto Ancillaries | 624 | 129.70 | 0.62% |
| 38 | INE079A01024 | Ambuja Cements Ltd | Cement | 54484 | 126.70 | 0.60% |
| 39 | INE129A01019 | Gas Authority of India Ltd | Gas | 31700 | 112.98 | 0.54% |
| 40 | INE028A01039 | Bank Of Baroda | Banks | 64390 | 94.65 | 0.45% |
| 41 | INE012A01025 | ACC Ltd | Cement | 6637 | 91.72 | 0.44% |
| 42 | INE669E01016 | Idea Cellular Ltd | Telecom - Services | 79249 | 87.33 | 0.41% |
| 43 | INE245A01021 | Tata Power Company Ltd | Power | 127789 | 82.62 | 0.39% |
| 44 | INE038A01020 | Hindalco Industries Ltd. | Non - Ferrous Metals | 89155 | 78.41 | 0.37% |
| 45 | INE257A01026 | Bharat Heavy Electricals Ltd | Industrial Capital Goods | 64390 | 73.31 | 0.35% |
| Sub Total | | | | | 18610.70 | 88.31% |
| b) Derivative | | | | | | |
| 1 | | NIFTY OPTION DEC2017 8700.000 | Index Option | 103300 | 899.49 | 4.27% |
| 2 | | NIFTY OPTION DEC2017 8300.000 | Index Option | 68500 | 707.45 | 3.36% |
| 3 | | NIFTY OPTION DEC2017 8500.000 | Index Option | 73450 | 697.14 | 3.31% |
| Sub Total | | | | | 2304.08 | 10.93% |
| Total for Equity & Equity Related | | | | | 20914.78 | 99.24% |
| B) Money Market Instruments | | | | | | |
| a) Reverse Repo / CBLO | | | | | | |
| 1 | | CBLO | | | 25.98 | 0.12% |
| Sub Total | | | | | 25.98 | 0.12% |
| Total for Money Market Instruments | | | | | 25.98 | 0.12% |
| Cash & Other Net Current Assets | | | | | 125.91 | 0.60% |
| Margin Money For Derivatives | | | | | 8.35 | 0.04% |
| GRAND TOTAL | | | | | 21075.03 | 100.00% |

** Thinly traded / Non Traded securities

Sundaram Mutual Fund
New No. 4,
Old No: 23,
CPR ROAD,
CHENNAI
600 018.



SUNDARAM MUTUAL FUND
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

ANNEXURE VIII

| | | SUNGRO |
|---|---|---------------|
| | | YE 31.03.16 |
| A | Cashflow from Operating Activity | |
| | Excess of income and gains over expenses and losses | -484,722,318 |
| | Add/(less) | |
| | Unrealised Appreciation In Value of Investment on Foreign Exchange Difference | |
| | Unrealised Depreciation provided/ written back | 415,556,074 |
| | Net Marked to Market on outstanding derivatives | |
| | Operating Profit Before Working Capital Changes | -69,166,244 |
| | Adjustments for: | |
| | (Increase)/Decrease in other current assets | -361,697,805 |
| | (Increase)/Decrease in Investments | 1,110,317,006 |
| | Increase/(Decrease) in Current Liabilities and Provisions | -268,730,360 |
| | Increase/(decrease) in Borrowings | 0 |
| | Net Cash Generated from Operations - | 410,722,597 |
| B | Cashflow from Financing Activities | |
| | Increase/(decrease) in Unit Corpus | -403,920,247 |
| | Increase/(decrease) in Unit Premium / Equalisation Reserve | -155,676,272 |
| | Outstanding Receivables/Payable to unit holders | 22,895,207 |
| | Dividend paid during the year (including distribution tax paid) | 0 |
| | Net Cash Used In Financing Activities | -536,701,312 |
| | Net Increase/(Decrease) in Cash and Cash Equivalents | -125,978,714 |
| | Cash and Cash equivalents as at the beginning of the year/ period | 126,686,623 |
| | Cash and Cash equivalents as at the end of the year/ period | 707,909 |
| | Net Increase/(Decrease) in Cash and Cash Equivalents | 125,978,714 |
| | Components of cash and cash equivalents | |
| | - With Banks - on current accounts | 707,909 |
| | - With Banks - Fixed Deposits | |

