

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 GG** as at 31/03/2016, which comprise the Balance Sheet, the Revenue Account 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 of the Sundaram Mutual Fund **SUNDARAM FIXED TERM PLAN - SERIES GG** 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 FIXED TERM PLAN - SERIES GG** as at 31/03/2016
- b. In the case of Revenue Account of the Surplus of Sundaram Mutual fund **SUNDARAM FIXED TERM PLAN - SERIES GG** for the Year ended on 31/03/2016.

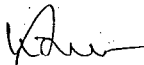
5. Report on Other Legal and Regulatory Requirements

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 : 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	112,550,620	202,504,520
Reserves & Surplus	2	18,187,091	14,624,406
Current Liabilities & Provisions	3	46,673	38,007
		130,784,384	217,166,933
ASSETS			
Investments	4	122,597,926	216,970,170
Other Current Assets	5	8,186,458	196,763
		130,784,384	217,166,933

Notes on Accounts

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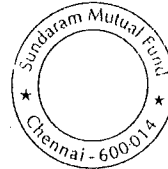
As per our Report of even date

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



K Srinivasan
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.	01.04.2015 TO 31.03.2016		03.06.2014 TO 31.03.2015	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Interest	6	11,996,755		15,098,738	
Net profit on inter scheme transfer / sale of investments		21,520		-	
Other Income		512		-	
TOTAL (A)		12,018,787	12,018,787	15,098,738	15,098,738
EXPENSES					
Net diminution in value of investment	7	144,870		-	
Loss on inter scheme transfer / sale of investments		-		536	
Management fee		128,109		140,440	
Service Tax		17,646		17,359	
Custodian charges		42,441		34,744	
Trusteeship fee		7,144		8,669	
Commission to Agents		235,942		351,117	
Audit fee		7,060		12,496	
Other Operating expenses		2,930		2,335	
Investor Education Fees		28,576		34,674	
Sebi Fees		2,768			
		617,486		602,370	
Less : Expenses absorbed by AMC		19,575		-	
TOTAL (B)			597,911		602,370
SURPLUS / (DEFICIT) (A-B)			11,420,876		14,496,368
Add/(Less) : Balance in Equalisation Account			(7,747,509)		-
Surplus /(Deficit) transferred to Balance Sheet			3,673,367		14,496,368

Notes on Accounts

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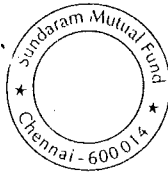
As per our Report of even date

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

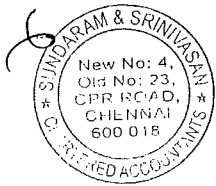
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SCHEDULE : 1**Unit Capital**

	31/03/2016		31/03/2015	
	Units	Rs.	Units	Rs.
Initial capital	20,250,452	202,504,520	20,250,452	202,504,520
Unit Capital				
Opening Capital	20,250,452	202,504,520	-	-
Add: Units sold during the Year	-	-	20,250,452	202,504,520
	20,250,452	202,504,520	20,250,452	202,504,520
Less : Units repurchased during the Year	8,995,390	89,953,900	-	-
Units at the end of the Year	11,255,062	112,550,620	20,250,452	202,504,520
		112,550,620		202,504,520

SCHEDULE : 2**Reserves & Surplus**

	31/03/2016		31/03/2015	
	Rs.	Rs.	Rs.	Rs.
General Reserve				
Opening Balance	14,496,368		-	
Add /(Less): Transfer from Revenue Account	3,673,367		14,496,368	
		18,169,735		14,496,368
Unrealised appreciation reserve				
Opening Balance	128,038		-	
Add/(Less) Net unrealized appreciation for the Year	(110,682)		128,038	
Unrealised Appreciation Reserve (Schedule 7)		17,356		128,038
		18,187,091		14,624,406



SCHEDULE : 3**Current Liabilities & Provisions**

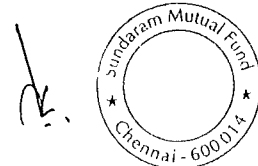
	31/03/2016	31/03/2015
	Rs.	Rs.
Sundry Creditors	46,553	35,546
Others	120	2,461
	46,673	38,007

SCHEDULE : 4**Investments**

	31/03/2016	31/03/2015
	Rs.	Rs.
Debentures & Bonds	118,626,073	-
Commercial Papers	-	65,070,720
Government Securities	898,259	-
Certificate of Deposits	1,873,594	151,200,587
Others - Reverse Repo / CBLO	1,200,000	698,863
Zero Coupon Bond	-	-
	122,597,926	216,970,170

SCHEDULE : 5**Other Current Assets**

	31/03/2016	31/03/2015
	Rs.	Rs.
Balance with banks in Current Accounts	300,410	144,433
CBLO Margin Account	39,862	38,245
Repo Margin Account	68,789	13,895
Outstanding and accrued Income	7,777,397	190
	8,186,458	196,763

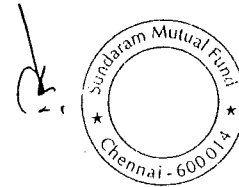
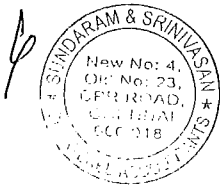


SCHEDULE : 6**Interest**

	01.04.2015 TO 31.03.2016	03.06.2014 TO 31.03.2015
	Rs.	Rs.
Interest from banks and others	239,002	148,277
Interest on Debentures and Bonds	8,163,345	-
Discounting Charges	3,594,408	14,950,461
	11,996,755	15,098,738

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

	31/03/2016	31/03/2015
	Rs.	Rs.
Appreciation in Value of Investments		
Equity Shares	-	50,781
Commercial Paper	5,777	77,257
Certificate of Deposits	11,579	-
Central Government Securities	-	-
Privately placed Debentures / Bonds	-	-
Appreciation in value of investments (Schedule 2)	17,356	128,038
Diminution in value of investments		
Debentures & Bonds listed / awaiting listing in the recognised stock exchange	144,870	-
Diminution in value of investments transferred to revenue A/C	144,870	-



SUNDARAM MUTUAL FUND
SUNDARAM FIXED TERM PLAN GG
Schedules forming part of the Balance Sheet as at 31-Mar-2016
and the Revenue Account for the Year ended 31st March 2016

SCHEDULE 8

All amounts mentioned rupees in lakhs

NOTES ON ACCOUNTS**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	01.04.2015 - 31.03.2016	03.06.2014 - 31.03.2015
Average daily net asset value	1,428.76	2,095.35
Management fee @ 0.09% of average daily net asset value. (Previous year 0.08%)	1.28	1.40

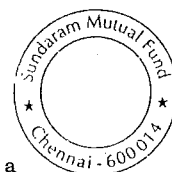
3 INVESTMENTS MADE IN COMPANIES WHO HAVE INVESTED MORE THAN FIVE PERCENT OF THE NET ASSET VALUE OF THE SCHEMES OF SUNDARAM MUTUAL FUND.

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	01.04.2015 - 31.03.2016	03.06.2014 - 31.03.2015
PURCHASE VALUE (AMOUNT)	1,906.11	2,021.66
%	133.41%	96.48%
SALES VALUE (AMOUNT)	2,880.63	9.73
%	201.62%	0.46%



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 investments valued in "good faith" exceeding 5% of the Net Asset Value as at the end of the Year.	1,113.40	2,162.72
% to the asset under management	85.16%	99.61%

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	01.04.2015 - 31.03.2016	03.06.2014 - 31.03.2015
INCOME	8.41%	8.71%
EXPENDITURE #	0.32%	0.34%

Total expenses charged includes service tax on management fees charged to the investor over and above the normal expense charged 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

	01.04.2015 - 31.03.2016	03.06.2014 - 31.03.2015
Sundaram Finance Ltd (Sponsor)	0.0315	0.0962
Sundaram Finance Distribution Ltd (subsidiary of Sponsor)	NIL	NIL
INDUSIND BANK (ASSOCIATE) @	NIL	NIL

@ 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 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.

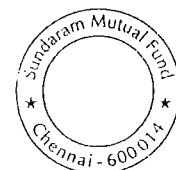
13 ACCOUNTING STANDARD 18 ON RELATED PARTY DISCLOSURES

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 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.

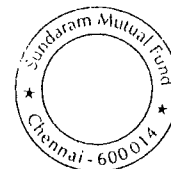


15 HISTORICAL PER UNIT STATISTICS

	SFTPGG							
	01.04.2015 TO 31.03.2016				03.06.2014 TO 31.03.2015			
	Rs.				Rs.			
(A) Gross income								
(i) Income other than profit on sale of Investment	1.0659				0.7456			
(ii) Income from profit on inter scheme sales/transfer of investments	0.0019				0.0000			
(iii) Income from profit on sale of investment to third parties	0.0000				0.0000			
(iv) transfer to revenue account from past year's reserves	0.0000				0.0000			
(B) Aggregate of expenses, write off, amortisation and charges	0.0531				0.0297			
(C) Net Income	1.0147				0.7159			
(D) Net unrealised appreciation/(diminution) in value of Investments	-0.0113				0.0063			
	Growth Option	Direct Growth Option	Quarterly Dividend	Half Yearly Dividend	Growth Option	Direct Growth Option	Quarterly Dividend	Half Yearly Dividend
(E) Net Assets Value	11.5794	11.6522	NA	11.5792	10.7113	10.7430	10.7113	10.7112
(F) Highest repurchase price	10.8556	10.8946	10.8557	10.8555	0.0000	0.0000	0.0000	0.0000
Lowest repurchase price	10.8556	10.8946	10.8557	10.8555	0.0000	0.0000	0.0000	0.0000
Highest ongoing sale price	0.0000	0.0000	0.0000	0.0000	10.0000	10.0000	10.0000	10.0000
Lowest ongoing sale price	0.0000	0.0000	0.0000	0.0000	10.0000	10.0000	10.0000	10.0000
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage	0.32%				0.34%			
(H) Ratio of gross income to average daily net assets by percentage	8.41%				8.71%			

16 Computation of Distributable Income

	31.03.16	31.03.15
	Rs.	Rs.
Net Income as per revenue account	36,73,367	1,44,96,368
Add : Balance of Undistributed Income as at 1st April brought forward	1,44,96,368	-
	1,81,69,735	1,44,96,368
Less : Income Distributed during the year	-	-
Distributable Income	1,81,69,735	1,44,96,368



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

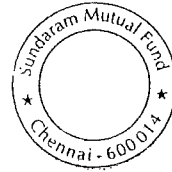


ANNEXURE-II		
SUNDARAM FIXED TERM PLAN - GG		
% of total Investments within the classification		
	31-Mar-16	31-Mar-15
Debt Instruments		
Listed / awaiting listing on Stock Exchange		
FINANCE	81.49%	0.00%
POWER	18.51%	0.00%
Money Market Instruments		
FINANCE	100.00%	100.00%

2



1



ANNEXURE - III

SUNDARAM MUTUAL FUND

SUNDARAM FIXED TERM-PLAN - GG

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) Debt Instruments				
		a) Listed / awaiting listing on Stock Exchange				
1	INE202B07FA8	Dewan Housing Finance Corporation Ltd - 9.26 - 19/06/2017**	CARE AAA	24	239.17	18.29%
2	INE523E07CJ9	L & T Finance Ltd - 8.8187 - 19/06/2017**	CARE AA+	9	224.79	17.19%
3	INE445L08201	Nabha Power Ltd - 8.11 - 10/04/2017**	ICRA AAA	22	219.62	16.80%
4	INE134E08HL8	Power Finance Corporation Ltd - 8.35 - 27/05/2017**	CRISIL AAA	20	200.60	15.34%
5	INE752E07IC6	Power Grid Corporation of India Ltd - 9.64 - 31/05/2017**	CRISIL AAA	10	127.31	9.74%
6	INE261F09CW2	National Bank for Agricultural & Rural Development - 9.9 - 30/03/2017**	CRISIL AAA	10	101.91	7.79%
7	INE134E08HR5	Power Finance Corporation Ltd - 8.12 - 17/04/2017**	CRISIL AAA	4	40.03	3.06%
8	INE296A07BC7	Bajaj Finance Ltd - 9.9 - 25/04/2017**	CRISIL AA+	2	20.23	1.55%
9	INE752E07GH9	Power Grid Corporation of India Ltd - 8.9 - 25/02/2017**	CRISIL AAA	1	12.60	0.96%
		Sub Total			1186.26	90.74%
		b) Govt Security				
1	IN2220040082	7.20% Maharashtra State Development Loan 16/03/2017	Sovereign	9000	8.98	0.69%
		Sub Total			8.98	0.69%
		Total for Debt Instruments			1195.24	91.42%
		B) Money Market Instruments				
		a) Certificate of Deposits				
1	INE514E16AM7	Export Import Bank of India - 24/02/2017**	CRISIL A1+	20	18.74	1.43%
		Sub Total			18.74	1.43%
		b) Reverse Repo / CBLO				
1		364 Days T Bill Maturing on 14/04/2016			12.00	0.92%
		Sub Total			12.00	0.92%
		Total for Money Market Instruments			30.74	2.35%
		Cash & Other Net Current Assets			81.40	6.23%
		GRAND TOTAL			1307.38	100.00%

** Thinly traded / Non Traded securities

