

SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

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

Independent Auditor's Report on the Financial Statements To the Board of Trustees of Sundaram Mutual Fund

1. Report on the Financial Statements

We have audited the accompanying financial statement of Sundaram Mutual Fund **SUNDARAM FIXED TERM PLAN-GE** as at 31/03/2017, which comprise the Balance Sheet, the Revenue Account for the Year then ended 31/03/2017 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 and financial performance of the Sundaram Mutual Fund **SUNDARAM FIXED TERM PLAN-GE** 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.

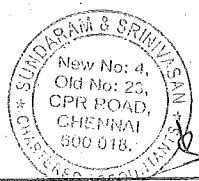
An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud 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 :

- a. In case of Balance Sheet, of the state of affairs of Sundaram Mutual fund, **SUNDARAM FIXED TERM PLAN-GE** as at 31/03/2017.
- b. In the case of Revenue Account of the Surplus of Sundaram Mutual fund **SUNDARAM FIXED TERM PLAN-GE** for the Year ended on 31/03/2017.



SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

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


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.
- B.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 : 23rd June 2017


K.SRINIVASAN
Partner
Membership No. 5809



BALANCE SHEET AS AT 31st MARCH, 2017

DESCRIPTION	SCHEDULE NO.	31-Mar-17	31-Mar-16
		Rs.	Rs.
LIABILITIES			
Unit Capital	1	486,064,130	486,064,130
Reserves & Surplus	2	131,623,391	85,102,297
Current Liabilities & Provisions	3	88,555	69,941
		617,776,076	571,236,368
ASSETS			
Investments	4	569,980,834	541,786,938
Other Current Assets	5	47,795,242	29,449,430
		617,776,076	571,236,368

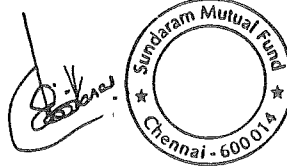
Notes on Accounts

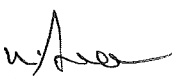
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As per our Report of even date

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

For
Sundaram Mutual Fund




K Srinivasan
Partner
(M.NO : 5809)

Authorised Signatory



Place : Chennai
Date : 23rd June 2017

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2017

Description	Sch No.	2016-17		2015-16	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Interest	6	47,386,432		43,648,363	
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		402		3,172,982	
Net profit on inter scheme transfer / sale of investments		-		2,363	
Net diminution on sale of investments written back		148,557		4,779	
Other Income		703		1,071	
		47,536,094		46,829,558	
TOTAL (A)			47,536,094		46,829,558
EXPENSES					
Net diminution in value of investment	7	15,336		148,557	
Management Fees		476,705		562,850	
Service Tax on Management Fees		71,123		78,256	
Custodian Fees		44,715		43,857	
Trusteeship Fees		29,778		28,204	
Commission to Agent		85,634		99,576	
Audit Fees		15,722		16,304	
Other Operating Expenses		11,113		16,253	
Investor Education Fees		119,111		112,817	
		869,237		1,106,674	
TOTAL (B)			869,237		1,106,674
SURPLUS / (DEFICIT) (A-B)			46,666,857		45,722,884
Add/(Less) : Balance in Equalisation Account			-		(13,382,848)
			46,666,857		32,340,036
Less: Income Distributed		30,570		-	
Distribution Tax		11,750	42,320	-	
Surplus /(Deficit) transferred to Balance Sheet			46,624,537		32,340,036

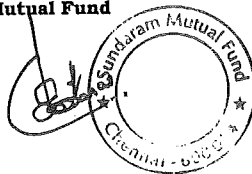
Notes on Accounts

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As per our Report of even date

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

For
Sundaram Mutual Fund



K Srinivasan

K Srinivasan
Partner
(M.NO : 5809)



Authorised Signatory

Place : Chennai
Date : 23rd June 2017

SCHEDULE : 1**Unit Capital**

Description	31/03/2017		31/03/2016	
	Units	Rs.	Units	Rs.
Initial capital	63,482,435	634,824,350	63,482,435	634,824,350
Unit Capital				
Opening Capital	48,606,413	486,064,130	63,482,435.00	634,824,350
Add: Units sold during theYear	-	-	-	-
	48,606,413	486,064,130	63,482,435	634,824,350
Less : Units repurchased during the Year		-	14,876,022	148,760,220
Units at the end of the Year	48,606,413	486,064,130	48,606,413	486,064,130
		486,064,130		486,064,130

SCHEDULE : 2**Reserves & Surplus**

Description	31/03/2017		31/03/2016	
	Rs.	Rs.	Rs.	Rs.
General Reserve				
Opening Balance	84,613,006		52,272,970	
Add / (Less): Transfer from Revenue Account	46,624,537		32,340,036	
		131,237,543		84,613,006
Unrealised appreciation reserve				
Opening Balance	489,291		3,703	
Add / (Less) Net unrealized appreciation for the Year	(103,443)		485,588	
Unrealised Appreciation Reserve (Schedule 7)		385,848		489,291
		131,623,391		85,102,297

SCHEDULE : 3**Current Liabilities & Provisions**

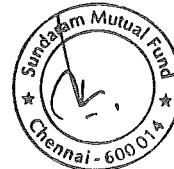
Description	31/03/2017	31/03/2016
	Rs.	Rs.
Sundry Creditors	85,070	69,349
Others	3,485	592
	88,555	69,941

SCHEDULE : 4**Investments**

Description	31/03/2017	31/03/2016
	Rs.	Rs.
Debentures / Bonds listed / awaiting listing on the recognised stock exchange	413,191,220	412,656,814
Certificate of Deposits	155,789,614	128,730,124
Others - Reverse Repo / CBLO	1,000,000	400,000
	569,980,834	541,786,938

SCHEDULE : 5**Other Current Assets**

Description	31/03/2017	31/03/2016
	Rs.	Rs.
Balance with banks in Current Accounts	259,809	143,348
CBLO Margin Account	13,998	13,257
Repo Margin Account	62,952	22,877
Outstanding and accrued Income	47,458,483	29,259,838
Amount Recoverable from AMC		10,110
	47,795,242	29,449,430

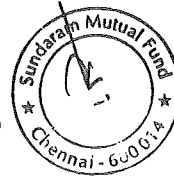
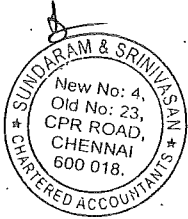


SCHEDULE : 6**Interest**

Description	2016-17	2015-16
	Rs.	Rs.
Interest from banks and others	588,502	601,125
Interest on Debentures and Bonds	36,390,661	35,665,868
Discounting Charges	10,407,269	7,381,370
	47,386,432	43,648,363

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

Description	31/03/2017	31/03/2016
	Rs.	Rs.
Appreciation in Value of Investments		
Certificate of Deposits	-	489,291
Debentures / Bonds listed / awaiting listing on the recognised stock exchange	385,848	-
Appreciation in value of investments (Schedule 2)	385,848	489,291
Diminution in Value of Investments		
Certificate of Deposits	15,336	-
Non-Convertible Debentures		148,557
Diminution in value of investments transferred to Revenue Account	15,336	148,557



**SUNDARAM MUTUAL FUND
SUNDARAM FIXED TERM PLAN-GE**

**Schedules forming part of the Balance Sheet as at 31st-Mar-2017
and the Revenue Account for the Year Ended 31st March 2017**

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. Front end discount, if any, received from the issuer is reduced from the cost of the investment.

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

a) All expenses are accounted on an accrual basis and are within the limits of SEBI (Mutual Funds) Regulations 1996

b) Common recurring expenses, if any are allocated to the schemes on the basis of Assets under Management of the respective schemes

2 INVESTMENT MANAGER FEES

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

Description	2016-17	2015-16
Average daily net asset value	5,955.43	5,640.83
Management fee @ 0.08% of average daily net asset value. (Previous year 0.1%)	4.77	5.63

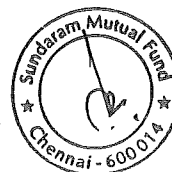
3 INVESTMENTS MADE IN COMPANIES WHO HAVE INVESTED MORE THAN FIVE PERCENT OF THE NET ASSET VALUE OF THE SCHEMES OF SUNDARAM MUTUAL FUND.

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	2016-17	2015-16
PURCHASE VALUE (AMOUNT)	1,721.56	16,827.34
%	28.91%	282.55%
SALES VALUE (AMOUNT)	1,550.00	18,345.81
%	26.03%	308.05%



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	2016-17	2015-16
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.	5,270.60	4,201.95
% to the asset under management	85.33%	73.57%

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	2016-17	2015-16
INCOME	7.98%	8.93%
EXPENDITURE #	0.14%	0.18%

#Total expenses includes service tax on management fees charged over and above the total expense ratio limits prescribed in the SEBI (Mutual Funds) Regulations, 1996.

7 CONTINGENT LIABILITY

Contingent liability as at 31st March 2017 is Rs. Nil. Previous Year Rs. Nil

8 AMOUNT PAID TO SPONSORS / ASSOCIATES

	2016-17	2015-16
Sundaram Finance Ltd (Sponsor)	NIL	0.09
Indusind Bank (Associate)@	NIL	0.06

@ 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

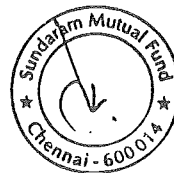
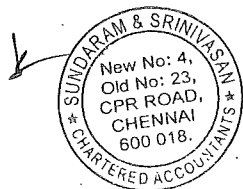
As the Financial Statements are prepared separately on each scheme, no further disclosure under Accounting Standard 17 on segment reporting issued by the Institute of Chartered Accountants of India is considered necessary. There is no secondary reporting segment.

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. From 01.04.2016, 50% of 2bps accrued on daily net assets is transferred to AMFI and the balances are utilized by the AMC in accordance with SEBI Guidelines. The balances pending utilization are deployed in money market instruments. Movement of IEAI balances are provided in Annexure VII.



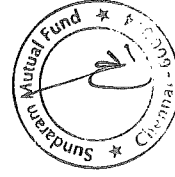
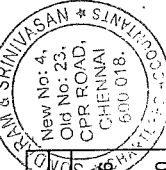
15 HISTORICAL PER UNIT STATISTICS

	01.04.2016 to 31.03.2017		01.04.2015 to 31.03.2016		06.05.2014 to 31.03.2015																				
	Rs.		Rs.		Rs.																				
(A) Gross income																									
(i) income other than profit on sale of investment		0.9780		0.8981		0.8409																			
(ii) income from profit on inter scheme sales/transfer of investments		0.0000		0.0000		0.0000																			
(iii) income from profit on sale of investment to third parties		0.0000		0.0653		0.0000																			
(iv) transfer to revenue account from past year's reserves		0.0000		0.0000		0.0000																			
(B) Aggregate of expenses, write off, amortisation and charges		0.0179		0.0228		0.0175																			
(C) Net income		0.9601		0.9407		0.8234																			
(D) Net unrealised appreciation/(diminution) in value of investments		0.0076		0.0070		0.0000																			
(E) Net Assets Value	Regular Growth	12.5905	Quarterly Dividend	11.4373	Halfyearly Dividend	0.0000	Direct Growth	12.7130	Regular Growth	11.6804	Quarterly Dividend	11.6803	Halfyearly Dividend	0.0000	Direct Growth	11.7536	Regular Growth	10.7956	Quarterly Dividend	10.7956	Halfyearly Dividend	10.7956	Direct Growth	10.8289	
(F) Highest repurchase price		NA		NA		NA		NA		10.8842		10.8842		10.8842		10.9215		NA		NA		NA		NA	
Lowest repurchase price		NA		NA		NA		NA		10.8842		10.8842		10.8842		10.9215		NA		NA		NA		NA	
Highest ongoing sale price		NA		NA		NA		NA		NA		NA		NA		NA		NA		10.0000		10.0000		10.0000	
Lowest ongoing sale price		NA		NA		NA		NA		NA		NA		NA		NA		NA		10.0000		10.0000		10.0000	
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage				0.14%																					0.18%
(H) Ratio of gross income to average daily net assets by percentage				7.98%																					8.93%

16 Computation of Distributable Income

	31.03.2017	31.03.2016
	Rs.	Rs.
Net income as per revenue account	4,66,66,857	3,23,40,086
Add : Balance of Undistributed income as at 1st April brought forward	8,46,13,006	5,22,72,970
Less : Income Distributed during the year	13,12,79,863	8,46,13,006
Distributable Income	42,320	-
	13,12,37,543	8,46,13,006

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



ANNEXURE-II		
SUNDARAM FIXED TERM PLAN - GE		
% of total Investments within the classification		
	31-Mar-17	31-Mar-16
Debt Instruments		
Listed / awaiting listing on Stock Exchange		
FINANCE	75.55%	75.57%
POWER	24.45%	24.43%
Money Market Instruments		
BANK	100.00%	100.00%

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SUNDARAM MUTUAL FUND						
Sundaram Fixed Term Plan-GE						
Portfolio Statement as at 31 March 2017						
SL 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	INE916DA7HJ0	Kotak Mahindra Prime Ltd - 8.7572 - 22/05/2017**	CRISIL AAA	105	1052.55	17.04%
2	INE445L08201	Nabha Power Ltd - 8.11 - 10/04/2017**	CRISIL AAA	101	1010.21	16.35%
3	INE134E08HS3	Power Finance Corporation Ltd - 8.12 22/05/2017**	CRISIL AAA	100	1001.94	16.22%
4	INE476M07503	L&T Housing Finance Ltd - 8.8087 - 22/05/2017**	CRISIL AA+	35	876.95	14.20%
5	INE296A07BC7	Bajaj Finance Ltd - 9.9 - 25/04/2017**	CRISIL AAA	19	190.26	3.08%
		Total for Debt Instruments			4131.91	66.89%
		(B)Money Market Instruments				
		(a)Certificate of Deposits				
1	INE092T16124	IDFC Bank Ltd - 18/05/2017**	CRISIL A1+	740	733.92	11.88%
2	INE095A16VW0	IndusInd Bank Ltd - 19/05/2017**	CRISIL A1+	600	595.03	9.63%
3	INE141A16XK3	Oriental Bank of Commerce - 28/04/2017**	CRISIL A1+	230	228.95	3.71%
		Sub Total			1557.90	25.22%
		(b)Reverse Repo / CBLO				
1		Reverse Repo			10.00	0.16%
		Sub Total			10.00	0.16%
		Total for Money Market Instruments			1567.90	25.38%
		Cash and Other Net Current Assets			477.07	7.72%
		Grand Total			6176.88	100.00%

** Thinly traded / Non Traded Securities

