

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 WORLD BRAND FUND SERIES I** as at 31/03/2018, which comprise the Balance Sheet, the Revenue Account for the Period ended 14/12/2017 and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

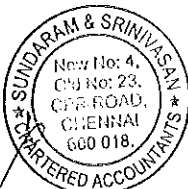
The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Sundaram Mutual Fund **SUNDARAM WORLD BRAND FUND SERIES I** in accordance with the Eleventh Schedule of Securities and Exchange Board 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 SERIES I** as at 31/03/2018.

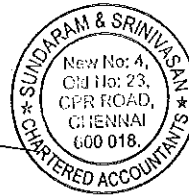
b. In the case of Revenue Account of the Surplus of Sundaram Mutual fund **SUNDARAM WORLD BRAND FUND SERIES I** for the Period ended on 14/12/2017.

5. Report on Other Legal and Regulatory Requirements

As required by Regulation 55 of Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 we report that:

1. We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. The Balance Sheet and Revenue Account dealt with by this Report are in agreement with the books of accounts of the Sundaram Mutual Fund.
- 3.a. The accounts have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of "The Regulations".
- b. In our opinion, the valuation methods adopted by the fund for valuation of non-traded securities, "in good faith" are fair and reasonable.

For and on behalf of **SUNDARAM & SRINIVASAN**
Chartered Accountants (FRN No:0042075)



K. Srinivasan
K.SRINIVASAN
Partner
Membership No. 5809

Place: Chennai
Date : 29th June 2018

BALANCE SHEET AS AT 31st MARCH, 2018

	SCHEDULE NO.	31-Mar-18	31-Mar-17
		Rs.	Rs.
LIABILITIES			
Unit Capital	1	-	450,138,840
Reserves & Surplus	2	-	75,025,199
Current Liabilities & Provisions	3	128,178	2,047,475
		128,178	527,211,514
ASSETS			
Investments	4	-	523,939,308
Other Current Assets	5	128,178	3,272,206
		128,178	527,211,514

Notes on Accounts

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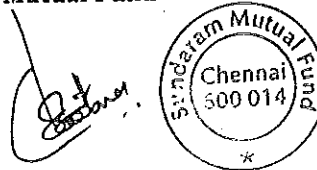
As per our Report of even date

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



K Srinivasan
Partner
(M.NO : 5809)

For
Sundaram Mutual Fund



Authorised Signatory

Place : Chennai
Date : 29th June 2018

REVENUE ACCOUNT FOR THE PERIOD FROM 01.04.2017 TO 14.12.2017

	Schedule No.	01.04.2017 - 14.12.2017		01.04.2016 - 31.03.2017	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Dividend	6	6,232,792		8,817,549	
Interest		1,513,272		1,396,201	
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		101,129,232		46,330,298	
Net diminution on value of investments written back-Equities		11,176,501		-	
Other Income		7,558		3,546	
TOTAL (A)			120,059,355	120,059,355	56,547,594
EXPENSES					
Net diminution in value of investment	7	-		411,060	
Unrealised Appreciation in value of investment on account of Exchange					
Difference written off		3,140,950		19,646,928	
Realised loss on foreign exchange transactions		998,065		122,632	
Management Fees		8,819,625		11,450,131	
Service Tax / Goods & Service Tax on Management Fees		1,497,018		1,708,425	
Custodian charges		222,652		223,511	
Trusteeship Fees		19,432		25,221	
Commission to Agents		1,273,680		1,653,793	
Audit Fees		20,491		20,786	
Other Operating expenses		16,459		21,964	
Investors Education Fees		77,704		100,886	
Transfer Agent Fees & Expenses		11,435		-	
Less : Expenses absorbed by AMC TOTAL (B)			16,097,511	16,097,511	35,385,337
Surplus /(Deficit) transferred to Balance Sheet (A-B)			103,961,844		21,162,257
Add/(Less) : Balance in Equalisation Account			(129,041,327)		-
			(25,079,483)		21,162,257
Surplus /(Deficit) transferred to Balance Sheet			(25,079,483)		21,162,257

Notes on Accounts

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As per our Report of even date

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

K Srinivasan
Partner
(M.NO : 5809)



For
Sundaram Mutual Fund

Authorised Signatory

Place : Chennai
Date : 29th June 2018

Unit Capital

	31/03/2018		31/03/2017	
	Units	Rs.	Units	Rs.
Initial capital	45,013,884	450,138,840	45,013,884	450,138,840
Unit Capital Opening Capital	45,013,884	450,138,840	45,013,884	450,138,840
Add: Units sold during the Period	-	-	-	-
Less : Units repurchased during the Period	45,013,884 45,013,884	450,138,840 450,138,840	45,013,884 -	450,138,840 -
Units at the end of the Period	-	-	45,013,884	450,138,840
				450,138,840

SCHEDULE : 2

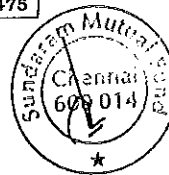
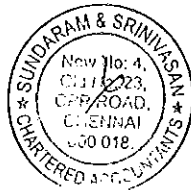
Reserves & Surplus

	31/03/2018		31/03/2017	
	Rs.	Rs.	Rs.	Rs.
General Reserve Opening Balance	25,079,483		3,917,226	
Add /(Less): Transfer from Revenue Account	(25,079,483)		21,162,257	
				25,079,483
Unrealised appreciation reserve Opening Balance	49,945,716		30,614,847	
Add/(Less) Net unrealized appreciation for the Period	(49,945,716)		19,330,869	
Unrealised Appreciation Reserve (Schedule 7)				49,945,716
				75,025,199

SCHEDULE : 3

Current Liabilities & Provisions

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Sundry Creditors	128,178	1,975,662
Others	-	71,813
	128,178	2,047,475

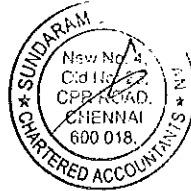


SCHEDULE : 4**Investments**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Equity Shares - Overseas	-	429,777,518
Investments in ADR / GDR	-	64,161,790
Others - Reverse Repo / CBLO	-	30,000,000
	-	523,939,308

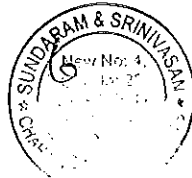
SCHEDULE : 5**Other Current Assets**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Balance with banks in Current Accounts	128,178	316,105
CBLO Margin Account	-	391,355
Repo Margin Account	-	1,759,995
Outstanding and accrued Income	-	804,751
	128,178	3,272,206



SCHEDULE : 6		
Interest		
Description	01.04.2017 - 14.12.2017	01.04.2016 - 31.03.2017
	Rs.	Rs.
Interest from banks and others	1,513,272	1,396,201
	1,513,272	1,396,201

SCHEDULE : 7		
Net unrealised appreciation/ (diminution) in value of Investments		
Description	31.03.2018	31.03.2017
	Rs.	Rs.
Appreciation in Value of Investments		
Equity Shares - Overseas	-	49,945,716
Appreciation in Value of Investments (Schedule 2)	-	49,945,716
Equity Shares - Exchange Difference	-	2,170,359
ADR / GDR - Exchange Difference	-	970,592
Appreciation on account of exchange difference transferred to Revenue Account	-	3,140,950
Diminution in value of investments		
ADR / GDR - Overseas	-	11,176,501
Diminution in value of investments transferred to Revenue Account	-	11,176,501



SUNDARAM MUTUAL FUND
SUNDARAM WORLD BRAND FUND SERIES I
Schedules forming part of the Balance Sheet as at 31st March 2018 and the
Revenue Account for the period From 01.04.2017 To 14.12.2017

SCHEDULE 8

(All amounts mentioned rupees in lakhs)

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

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 unrealized appreciation arising on account of the net asset value movement of the overseas mutual fund units is directly transferred to unrealized 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.

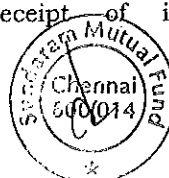
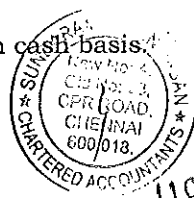
Exchange gain or loss on account of changes in the foreign exchange rates is considered as income or expense in the revenue account. The unrealized appreciation arising on account of changes in foreign exchange rate is reduced for calculating the distributable income.

1.3 INCOME RECOGNITION

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

b) Income on investments is accounted on accrual basis. In case of non-availability of ex-dividend date for overseas equity shares, the dividend income is accounted on the date of receipt of income.

c) Other income is accounted on cash basis.



1.4 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 Fees is computed on daily average net assets as under:

Particulars	01.04.2017 - 14.12.2017	01.04.2016 - 31.03.2017
Average daily net asset value	5496.46	5044.35
Management Fees @ 2.27% (Previous period- 2.27%) of average daily net asset value	88.20	114.50

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

NIL

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

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

Description	01.04.2017 - 14.12.2017	01.04.2016 - 31.03.2017
PURCHASE VALUE (AMOUNT)	-	945.80
%	-	18.75%
SALES VALUE (AMOUNT)	5532.99	1268.65
%	100.66%	25.15%

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 Period: **NIL**

6. INCOME / EXPENDITURE

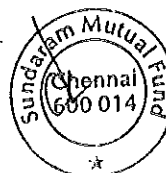
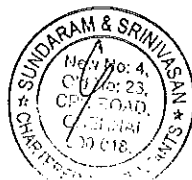
The total income and expenditure as a percentage of the average daily net assets, during the Period are given below.

Particulars	01.04.2017 - 14.12.2017	01.04.2016 - 31.03.2017
Income	30.90%	11.21%
Expenditure#	3.08%	3.01%

#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. - Refer Annexure IX for Planwise Expense Ratio.

7. CONTINGENT LIABILITY

Contingent liability as at 31st March 2018 is Rs. Nil. Previous Year Rs. Nil



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8. AMOUNT PAID TO SPONSORS/ASSOCIATES

	01.04.2017 - 14.12.2017	01.04.2016 - 31.03.2017
Sundaram BNP Paribas Fund Services Ltd (R&T Agents)	0.11	NIL

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)

NIL

10. PORTFOLIO DISCLOSURE

NIL

11. MOVEMENT IN UNIT CAPITAL

As per Schedule 1

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

13. 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.

14. 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.

15. 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/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 and term deposits. Movement of IEAI balances are provided in Annexure VII.

16. Unclaimed Redemption and Unclaimed Dividend amount

The details of unclaimed redemption and unclaimed dividend are disclosed in Annexure VI.

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



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