

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-GY** as at 31/03/2018, which comprise the Balance Sheet, the Revenue Account for the Year then ended 31/03/2018 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-GY** 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 FIXED TERM PLAN-GY** as at 31/03/2018.

b. In the case of Revenue Account of the Surplus of Sundaram Mutual fund **SUNDARAM FIXED TERM PLAN-GY** for the Year ended on 31/03/2018.

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.

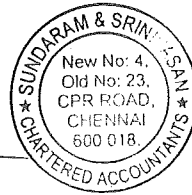
3.a. The accounts have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of "The Regulations".

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)

Place: Chennai
Date : 29th June 2018


K.SRINIVASAN
Partner
Membership No. 5809



BALANCE SHEET AS AT 31st MARCH, 2018

DESCRIPTION	SCHEDULE NO.	31-Mar-18	31-Mar-17
		Rs.	Rs.
LIABILITIES			
Unit Capital	1	4,403,073,780	4,403,073,780
Reserves & Surplus	2	1,079,967,967	713,866,171
Current Liabilities & Provisions	3	670,511	435,528
		5,483,712,258	5,117,375,479
ASSETS			
Investments	4	5,064,569,226	4,823,785,842
Other Current Assets	5	419,143,032	293,589,637
		5,483,712,258	5,117,375,479

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)



[Signature]
Authorised Signatory

Place : Chennai

Date : 29th June 2018

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REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2018

Description	Sch. No.	2017 - 18		2016 - 17	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Interest	6	429,097,272		401,833,501	
Net profit on transfer / sale of investments (Other than inter-scheme transfer/sale)		-		155,937	
Net profit on inter scheme transfer / sale of investments		-		356,476	
Net diminution on sale of investments written back		-		3,425,831	
Other Income		3,048		2,729	
TOTAL (A)		429,100,320	429,100,320	405,774,474	405,774,474
EXPENSES					
Net diminution in value of investment	7	10,102,140		-	
Loss on inter scheme transfer / sale of investments		2,619		-	
Management Fees		3,073,753		2,907,315	
Service Tax / Goods & Service Tax on Management Fees		530,451		433,752	
Transfer Agents Fees & Expenses		713,149		-	
Custodian Fees		69,596		67,396	
Trusteeship Fees		265,153		245,809	
Commission to Agents		2,475		2,394	
Audit Fees		52,929		63,322	
Investor Education Fees		1,060,613		983,235	
Other Operating expenses		65,850		60,389	
TOTAL (B)		15,938,728	15,938,728	4,763,612	4,763,612
SURPLUS / (DEFICIT) (A-B)			413,161,592		401,010,862
Less: Income Distributed		815		525	
Distribution Tax		310	1,125	200	725
Surplus / (Deficit) transferred to Balance Sheet			413,160,467		401,010,137

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

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SCHEDULE : 1**Unit Capital**

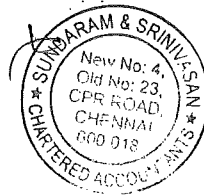
Description	31/03/2018		31/03/2017	
	Units	Rs.	Units	Rs.
Initial capital	440,307,378	4,403,073,780	440,307,378	4,403,073,780
Unit Capital				
Opening Capital	440,307,378	4,403,073,780	440,307,378	4,403,073,780
Add: Units sold during the Year	-	-	-	-
	440,307,378	4,403,073,780	440,307,378	4,403,073,780
Less : Units repurchased during the Year	-	-	-	-
Units at the end of the Year	440,307,378	4,403,073,780	440,307,378	4,403,073,780
	4,403,073,780		4,403,073,780	

SCHEDULE : 2**Reserves & Surplus**

Description	31/03/2018		31/03/2017	
	Rs.	Rs.	Rs.	Rs.
General Reserve				
Opening Balance	666,717,909		265,707,772	
Add /(Less): Transfer from Revenue Account	413,160,467		401,010,137	
		1,079,878,376		666,717,909
Unrealised appreciation reserve				
Opening Balance	47,148,262		9,945,450	
Add/(Less) Net unrealized appreciation for the Year	(47,058,671)		37,202,812	
Unrealised Appreciation Reserve (Schedule 7)		89,591		47,148,262
		1,079,967,967		713,866,171

SCHEDULE : 3**Current Liabilities & Provisions**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Sundry Creditors	665,502	415,730
Distributed Income Payable	271	-
Others - Rates & Taxes	4,738	19,798
	670,511	435,528

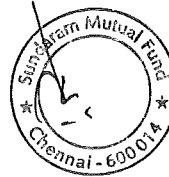
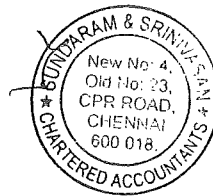


SCHEDULE : 4**Investments**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Listed / awaiting listing on the stock exchange		
Debentures & Bonds	3,167,692,920	3,828,317,181
Zero Coupon Bond	556,339,080	773,510,861
Privately Placed / Unlisted		
Debentures & Bonds	661,927,860	-
Zero Coupon Bond	277,289,363	-
Government Securities	251,471,000	220,357,800
Certificate of Deposits	142,054,128	-
Others - Reverse Repo / CBLO	7,794,875	1,600,000
	5,064,569,226	4,823,785,842

SCHEDULE : 5**Other Current Assets**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Balance with banks in Current Accounts	337,629	378,527
CBLO Margin Account	744,518	22,064
Repo Margin Account	970,720	99,227
Outstanding and accrued Income	417,090,165	293,088,970
Amount Recoverable from AMC	-	849
	419,143,032	293,589,637

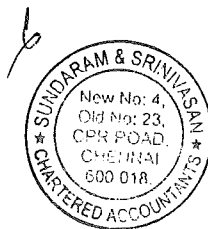


SCHEDULE : 6**Interest**

Description	2017 - 18	2016 - 17
	Rs.	Rs.
Interest from banks and others	793,931	373,095
Interest on Debentures and Bonds	361,375,680	337,388,694
Discounting Charges	66,927,661	64,071,712
	429,097,272	401,833,501

SCHEDULE : 7**Net Unrealised Appreciation/ (Diminution) in value of Investments**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Appreciation in Value of Investments		
Certificate of Deposits	27,208	-
Zero Coupon Bond	62,383	3,899,907
Government Securities	-	1,001,255
Debentures & Bonds	-	42,247,100
Appreciation in value of investments (Schedule 2)	89,591	47,148,262
Diminution in value of investments		
Government Securities	3,142,830	-
Debentures & Bonds	6,959,310	-
Diminution in value of investments transferred to Revenue Account	10,102,140	-



SUNDARAM MUTUAL FUND
SUNDARAM FIXED TERM PLAN-GY
Schedules forming part of the Balance Sheet as at 31-Mar-2018
and the Revenue Account for the Year ended 31-Mar-2018

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. 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.

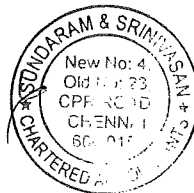
In accordance with the guidance note on accounting for investments in the financial statement of mutual funds issued by The Institute of Chartered Accountants of India, the investments are valued separately category-wise and the net unrealised appreciation is directly transferred to unrealised appreciation 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) Interest Income on debt or money market instruments 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	2017 - 18	2016 - 17
Average daily net asset value	53,030.60	49,161.71
Management fee @ 0.06% of average daily net asset value. (Previous year 0.06%)	30.74	29.07

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	2017 - 18	2016 - 17
PURCHASE VALUE (AMOUNT)	2,270.96	9,194.44
%	4.28%	18.70%
SALES VALUE (AMOUNT)	9.68	6,821.23
%	0.02%	13.88%

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	31.03.2018	31.03.2017
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.	30,901.15	39,218.90
% to the asset under management	56.36%	76.65%

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	2017 - 18	2016 - 17
INCOME	8.09%	8.25%
EXPENDITURE #	0.11%	0.10%

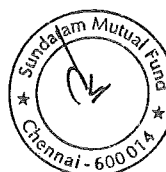
Total expenses includes Service Tax / Goods & Service Tax on management fees charged over and above the total expense ratio limits prescribed in the SEBI (Mutual Funds) Regulations, 1996. - Refer Annexure IX for Planwise Expense Ratio.

7 CONTINGENT LIABILITY

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

8 AMOUNT PAID TO SPONSORS / ASSOCIATES

	2017 - 18	2016 - 17
Sundaram BNP Paribas Fund Services Ltd (R & T)	7.13	-



**TOTAL VALUE OF INVESTMENTS FALLING UNDER EACH MAJOR INDUSTRY GROUP WHICH
9 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

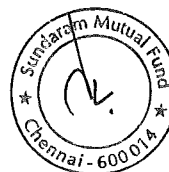
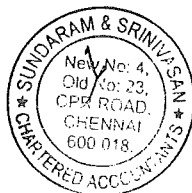
As the Financial Statements are prepared separately on each scheme, no further disclosure under Accounting Standard 17 on segment reporting issued by the Institute of Chartered Accountants of India is considered necessary. There is no secondary reporting segment.

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/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.

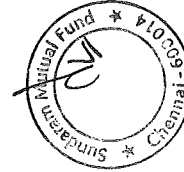
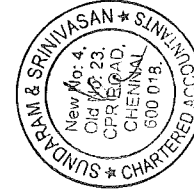


15 HISTORICAL PER UNIT STATISTICS	01.04.2017 to 31.03.2018				01.04.2016 to 31.03.2017				14.07.2015 to 31.03.2016			
	Rs.				Rs.				Rs.			
(A) Gross income (i) Income other than profit on sale of investment (ii) Income from profit on inter scheme sales/transfer of investments (iii) Income from profit on sale of investment to third parties (iv) Transfer to revenue account from past year's reserves	0.9745	0.0000	0.0000	0.0000	0.9204	0.0008	0.0004	0.0000	0.6161	0.0000	0.0023	0.0000
(B) Aggregate of expenses, write off, amortisation and charges	0.0362				0.0108				0.0148			
(C) Net income	0.9383				0.9107				0.6035			
(D) Net unrealised appreciation/(diminution) in value of investments	-0.0227				0.1071				0.0148			
(E) Net Assets Value	12.3612	10.3902	10.4958	12.4528	11.5699	10.9247	10.7718	11.6192	10.6022	10.6068	10.6068	10.6251
(F) Highest repurchase price Lowest repurchase price Highest ongoing sale price Lowest ongoing sale price	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA	NA NA NA NA
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage	0.11%				0.10%				0.10%			
(H) Ratio of gross income to average daily net assets by percentage	8.09%				8.25%				8.38%			

16 Computation of Distributable Income

	31.03.2018	31.03.2017
	Rs.	Rs.
Net income as per revenue account	413,161,592	401,010,862
Add: Balance of Undistributed income as at 1st April brought forward	666,717,909	265,707,772
	1,079,879,501	666,718,634
Less: Income Distributed during the year	1,125	725
Distributable Income	1,078,754,376	666,717,909

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



ANNEXURE-II		
Sundaram Fixed Term Plan-GY		
% of total Investments within the classification		
	31-Mar-18	31-Mar-17
Debt Instruments		
(a) Listed / awaiting listing on Stock Exchange		
FINANCE	62.18%	85.25%
POWER	13.59%	0.00%
(b) Privately Placed / Unlisted		
FINANCE	19.11%	0.00%
(c) Govt Security		
SOVEREIGN	5.12%	0.00%
Money Market Instruments		
BANK	100.00%	0.00%



SUNDARAM MUTUAL FUND						
Sundaram Fixed Term Plan-GY						
Portfolio Statement as at 31 March 2018						
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	INE134E08HB9	Power Finance Corporation Ltd - 8.4% - 19/06/2018	CRISIL AAA	849	8517.93	15.54
2	INE752E07LA4	Power Grid Corporation of India Ltd - 8.7% - 15/07/2018**	CRISIL AAA	600	6020.35	10.98
3	INE860H07BN2	Aditya Birla Finance Ltd - 26/07/2018**	ICRA AA+	440	5563.39	10.15
4	INE261F08493	National Bank for Agricultural & Rural Development - 8.25% - 24/05/2018**	CRISIL AAA	550	5510.58	10.05
5	INE033L07DJ2	Tata Capital Housing Finance Ltd - 8.92% - 26/07/2018**	CRISIL AA+	440	4414.66	8.05
6	INE261F08469	National Bank for Agricultural & Rural Development - 8.19% - 08/06/2018**	CRISIL AAA	200	2004.71	3.66
7	INE556F09478	Small Industrial Development Bank of India - 8.2% - 07/06/2018**	CARE AAA	147	1473.60	2.69
8	INE261F08519	National Bank for Agricultural & Rural Development - 8.3% - 12/06/2018**	CRISIL AAA	100	1001.91	1.83
9	INE514E08CL2	Export Import Bank of India - 8.27% - 07/05/2018**	CRISIL AAA	100	1000.58	1.82
10	INE752E07JR2	Power Grid Corporation of India Ltd - 9.3% - 28/06/2018**	CRISIL AAA	40	502.33	0.92
11	INE556F09536	Small Industrial Development Bank of India - 8.25% - 20/06/2018**	CRISIL AAA	50	501.55	0.91
12	INE115A07DZ6	LIC Housing Finance Ltd - 8.34% - 28/05/2018**	CRISIL AAA	50	500.72	0.91
13	INE752E07HG9	Power Grid Corporation of India Ltd - 8.64% - 08/07/2018**	CRISIL AAA	7	87.76	0.16
14	INE053F09FN5	Indian Railway Finance Corporation Ltd - 9.43% - 23/05/2018**	CRISIL AAA	7	70.24	0.13
15	INE445L08185	Nabha Power Ltd - 8.95% - 09/04/2018**	CRISIL AAA (SO)	7	70.02	0.13
		Sub Total			37240.32	67.92
		(b)Privately Placed / Unlisted				
1	INE774D07MY8	Mahindra & Mahindra Financial Services Ltd - 8.8248% - 26/07/2018**	IND AAA	660	6619.28	12.07
2	INE916DA7IP5	Kotak Mahindra Prime Ltd - 26/07/2018**	CRISIL AAA	284	2772.89	5.06
		Sub Total			9392.17	17.13
		(c)Govt Security				
1	IN1620140039	8.81% Haryana State Development Loan 09/07/2018**	Sovereign	2500000	2514.71	4.59
		Sub Total			2514.71	4.59
		Total for Debt Instruments			49147.20	89.63
		(B)Money Market Instruments				
		(a)Certificate of Deposits				
1	INE090A162M6	ICICI Bank Ltd - 18/06/2018**	ICRA A1+	1440	1420.54	2.59
		Sub Total			1420.54	2.59
		(b)Reverse Repo / CBLO				
1		CBLO			77.95	0.14
		Sub Total			77.95	0.14
		Total for Money Market Instruments			1498.49	2.73
		Cash and Other Net Current Assets			4184.73	7.63
		Grand Total			54830.42	100.00

** Thinly traded / Non Traded Securities

