

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 GLOBAL ADVANTAGE FUND** 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

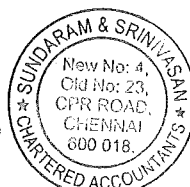
The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Sundaram Mutual Fund **SUNDARAM GLOBAL ADVANTAGE FUND** in accordance with the Eleventh Schedule of Securities and Exchange Board of 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.



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 GLOBAL ADVANTAGE FUND** as at 31/03/2018.
- b. In the case of Revenue Account of the Surplus of Sundaram Mutual fund **SUNDARAM GLOBAL ADVANTAGE FUND** for the Year ended on 31/03/2018.

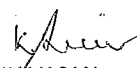
5. Report on Other Legal and Regulatory Requirements

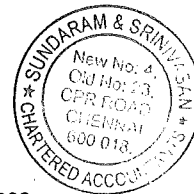
As required by Regulation 55 of Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 we report that:

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

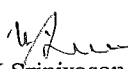
DESCRIPTION	SCHEDULE NO.	31-Mar-18	31-Mar-17
		Rs.	Rs.
LIABILITIES			
Unit Capital	1	148,979,873	150,427,267
Reserves & Surplus	2	93,196,154	58,632,283
Current Liabilities & Provisions	3	1,951,685	980,303
		244,127,712	210,039,853
ASSETS			
Investments	4	238,583,755	209,026,871
Other Current Assets	5	5,543,957	1,012,982
		244,127,712	210,039,853

Notes on Accounts

8

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 YEAR ENDED 31st MARCH 2018

Description	Sch No.	2017-18		2016-17	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Dividend		101,938		216,632	
Interest	6	1,131,949		565,769	
Net profit on sale / redemption of investments (Other than inter-scheme transfer/sale)		771,543		1,475,155	
Unrealised Appreciation in value of investment on account of Exchange Difference	7	1,245,297		-	
Net diminution on value of investments written back		-		24,079,508	
Realised Gain on foreign exchange transactions		1,114,620		6,251,692	
Other Income		117,795		10,563	
TOTAL (A)		4,483,142	4,483,142	32,599,319	32,599,319
EXPENSES					
Unrealised Appreciation in value of investment on account of Exchange Difference written off		-		13,209,972	
Management Fees		2,370,431		2,294,568	
Trusteeship Fees		11,236		10,834	
Commission to Agents		531,067		517,074	
Audit Fees		13,028		13,130	
Custodian charges		140,963		94,548	
Other Operating Expenses		30,225		23,178	
Service tax/GST on Management Fees		410,330		342,255	
Investor Education Fees		44,946		43,326	
TOTAL (B)		3,552,226	3,393,156	16,548,885	16,494,220
Less : Amount absorbed by AMC		159,070		54,665	
SURPLUS / (DEFICIT) (A-B)			1,089,986		16,105,099
Add/(Less) : Balance in Equalisation Account			4,165,236		(15,955,389)
Less: Income Distributed			5,255,222		149,710
Distribution Tax					
Surplus /(Deficit) transferred to Balance Sheet			5,255,222		149,710

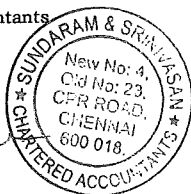
Notes on Accounts

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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

Authorized Signatory

Place : Chennai
Date : 29th June 2018

1165

SCHEDULE : 1**Unit Capital**

Description	31/03/2018		31/03/2017	
	Units	Rs.	Units	Rs.
Initial capital	301,518,084	3,015,180,836	301,518,084	3,015,180,836
Unit Capital				
Opening Capital	15,042,727	150,427,267	17,765,227	177,652,268
Add: Units sold during the year	3,096,790	30,967,908	767,275	7,672,752
	18,139,517	181,395,175	18,532,502	185,325,020
Less : Units repurchased during the year	3,241,530	32,415,302	3,489,775	34,897,753
Units at the end of the year	14,897,987	148,979,873	15,042,727	150,427,267
		148,979,873		150,427,267

SCHEDULE : 2**Reserves & Surplus**

Description	31/03/2018		31/03/2017	
	Rs.	Rs.	Rs.	Rs.
Unit Premium Reserve				
Opening Balance	(74,938,751)		(82,190,865)	
Add/ (Less): Net premium on sale / (redemption) of units	(3,343,632)	(78,282,383)	7,252,114	(74,938,751)
General Reserve				
Opening Balance	125,374,397		125,224,687	
Add/(Less): Transfer from Revenue Account	5,255,222	130,629,619	149,710	125,374,397
Unrealised appreciation reserve				
Opening Balance	8,196,637			
Add/(Less): Net unrealized appreciation for the year	32,652,281		8,196,637	
Unrealised Appreciation Reserve (Schedule 7)		40,848,918		8,196,637
		93,196,154		58,632,283

SCHEDULE : 3**Current Liabilities & Provisions**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Sundry Creditors	1,053,553	871,185
Distributed Income payable	67,581	67,581
Others	2,284	15,571
Repurchase amount payable	828,267	25,966
	1,951,685	980,303

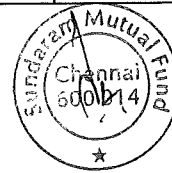


SCHEDULE : 4**Investments**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Units of Overseas Mutual Funds	215,598,868	199,726,871
Others - Reverse Repo / CBLO	22,984,887	9,300,000
	238,583,755	209,026,871

SCHEDULE : 5**Other Current Assets**

Description	31/03/2018	31/03/2017
	Rs.	Rs.
Balance with banks in Current Accounts	558,524.91	346,716
CBLO Margin Account	2,159,609	120,939
Repo Margin Account	2,815,748	543,887
Outstanding and accrued Income	10,075	1,440
	5,543,957	1,012,982

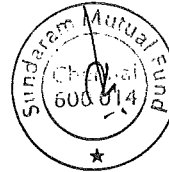
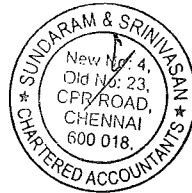


SCHEDULE : 6**Interest**

Description	2017-18	2016-17
	Rs.	Rs.
Interest on Repo	1,131,949	565,769
	1,131,949	565,769

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

Description	31.03.2018	31.03.2017
	Rs.	Rs.
Appreciation in Value of Investments		
Units of Overseas Mutual Funds	40,848,918	8,196,637
Appreciation in Value of Investments (Schedule 2)	40,848,918	8,196,637
Appreciation on account of exchange difference		
Units of Overseas Mutual Funds	33,836,426	32,591,129
Appreciation on account of exchange difference transferred to Revenue Account	33,836,426	32,591,129



SUNDARAM MUTUAL FUND
SUNDARAM GLOBAL ADVANTAGE FUND
Schedules forming part of the Balance Sheet as at 31st March 2018 and
the Revenue Account for the Year ended 31st March 2018

SCHEDULE 8

(All amounts mentioned rupees in lakhs)

NOTES ON ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 INVESTMENTS

a) Units of Overseas Mutual Funds

Investments are in the nature of units of overseas mutual funds. These securities are valued at the last disclosed Net asset Value (NAV) at the local currency and converted into Indian Rupee value by applying the RBI reference rate/Cross currency rate through Bloomberg.

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.

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 arising on account of the net asset value movement of the overseas mutual fund units is directly transferred to unrealised appreciation reserve and the net diminution arising there from is debited to revenue account.

c) 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.

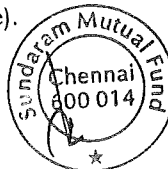
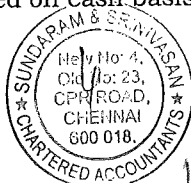
Exchange differences arising on settlement of transactions are recognized as income or expense.

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.

1.2 INCOME RECOGNITION

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

1.4 LOAD

In terms of SEBI (Mutual Funds) regulations, 1996 :

- a. Out of the exit load charged to the investor, during the period from 01st April, 2012 to 30th September, 2012 a maximum of 1% of the redemption proceeds is maintained in a separate account which can be used by the AMC to pay commission to the distributor and for marketing and selling expenses of the scheme. Any balance in excess of 1% is credited to the scheme immediately and unutilized portion in the load account shall be credited to the scheme whenever felt appropriate by the AMC.
- b. The entire exit load charged to the investor for the period 01st April 2014 to 31st March, 2015 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 15 March 2010, on Unit Premium Reserve, when units are sold / repurchased on or after 15th March 2010 a part of the sale price / repurchase price representing unrealized gains is credited / debited to Unit Premium Reserve. The balance in Unit Premium Reserve will not be utilized for determination of distributable surplus.

2. INVESTMENT MANAGER FEES

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

Particulars	2017-18	2016-17
Average daily net asset value	2247.27	2170.68
Management fee @ 1.05% of average daily net asset value (Previous Year - 1.06%)	23.70	22.95

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 financial year as a percentage of average daily net asset value is as under:

Description	2017-18	2016-17
PURCHASE VALUE (AMOUNT)	-	-
%	-	-
SALES VALUE (AMOUNT)	203.05	249.43
%	9.04%	11.49%

5. AGGREGATE FAIR VALUE OF NON-TRADED/THINLY TRADED INVESTMENTS

NIL

6. INCOME / EXPENDITURE

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

Particulars	2017-18	2016-17
Income	1.99%	15.02%
Expenditure#	1.51%	1.51%

Total expenses includes service tax/GST 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 ASSOCIATES

	2017-18	2016-17
Sundaram Finance Ltd (Sponsor)	0.14	0.12

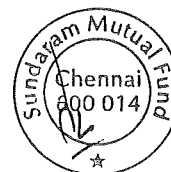
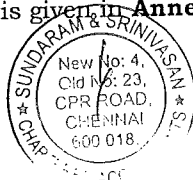
9. TOTAL VALUE OF INVESTMENTS (EXCLUDING MONEY MARKET INVESTMENTS) FALLING UNDER EACH MAJOR INDUSTRY GROUP WHICH CONSTITUTES NOT LESS THAN 5% OF THE TOTAL INVESTMENTS IS AS BELOW:

(% of total investments within the classification)

	31.03.18	31.03.17
Investments in Overseas Securities		
Units of Mutual Funds	100%	100%

10. PORTFOLIO DISCLOSURE

Full portfolio of the scheme is given in Annexure - II



1121

11. MOVEMENT IN UNIT CAPITAL

Refer Schedule 1

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

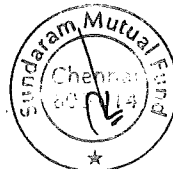
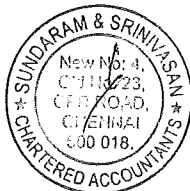
14. UNCLAIMED REDEMPTION / DIVIDEND

The details of unclaimed dividends and redemption accounts are disclosed in Annexure VI

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.

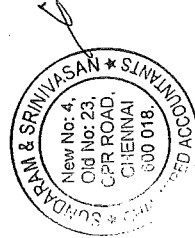


16. HISTORICAL PER UNIT STATISTICS	2017-18				2016-17				2015-16				
	Rs.				Rs.				Rs.				
(A) Gross income													
(i) Income other than profit on sale of investment													
(ii) Income from profit on inter scheme sale/transfer of investments													
(iii) Income from profit on sale of investment to third parties													
(iv) Transfer to revenue account from past year's reserves													
(B) Aggregate of expenses, write off, amortisation and charges													
(C) Net income													
(D) Net unrealised appreciation/(diminution) in value of investments (including Exchange Rate appreciation)													
(E) Net Assets Value													
(F) Highest repurchase price *													
Lowest repurchase price *													
Highest ongoing sale price *													
Lowest ongoing sale price *													
(G) Ratio of expenses (excluding deferred revenue expenditure amortised) to average daily net assets by percentage													
(H) Ratio of gross income to average daily net assets by percentage													

* Includes load as applicable

17 Computation of Distributable Income	31.03.2018		31.03.2017	
	Rs.		Rs.	
Net Income as per revenue account				
Add : Balance of Undistributed income as at 1st April brought forward				
Add/ (Less): Unrealised appreciation in value of investments on exchange rate change				
Less : Income Distributed during the year				
Add : Unit Premium Reserve				
Distributable Income				

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



SUNDARAM GLOBAL ADVANTAGE FUND						
Portfolio Statement as at 31 March 2018						
S.NO	ISIN CODE	Name of the Instrument	Industry/ Rating	Quantity	Mkt Value Rs. in Lacs	% of Net Asset
A) Investments in Foreign Securities - Units of Mutual Funds						
1	LU0048597586	FIL Investment Management Luxembourg SA - Fidelity-Asia Focus -A USD	Mutual Fund	94,334.650	591.20	24.41
2	LU0292107991	D B Tracker EM Asia	Mutual Fund	15,880.000	554.36	22.89
3	LU0029875118	Templeton Asia GR FD PR SH CL A(YDIS)USD	Mutual Fund	14,574.452	334.26	13.80
4	LU0266114668	Morgan Stanley Inv Mgt - Morgan Stanley SICAV-Global Property Fund Class I	Mutual Fund	9,090.650	191.11	7.89
5	LU0292108619	D B Tracker LATAM	Mutual Fund	5,884.000	188.22	7.77
6	IE0009751193	Nevsky Eastern European	Mutual Fund	3,160.048	149.35	6.17
7	GB0033737874	First State Global Resources FD CL A GBP	Mutual Fund	60,072.409	147.50	6.09
8	LU0102008223	Parvest Equity Latin America	Mutual Fund	0.004	-	#
Total for Investments in Foreign Securities - Units of Mutual Funds					2,155.99	89.03
B) Money Market Investments						
CBLO					229.85	9.49
Total for Money Market Instruments					229.85	9.49
Cash and Other Net Current Assets					35.92	1.48
Grand Total					2,421.76	100.00

