

SUNDARAM TRUSTEE
COMPANY LIMITED

12

ANNUAL REPORT
2015-2016

Board of Directors

M S Sundara Rajan

Chairman

S Viji

R Venkatraman

Soundara Kumar (Ms.)

Audit Committee

M S Sundara Rajan

Chairman

R Venkatraman

Soundara Kumar (Ms.)

Banker

IDBI Bank Ltd

Auditors

M/s. Sundaram & Srinivasan, Chennai

Chartered Accountants

Registered Office

21, Patullos Road

Chennai 600 002

Corporate Office

Sundaram Towers,

II Floor, 46, Whites Road, Chennai 600 014

Tel: 28583362, Fax: 28583156

Website: www.sundarammutual.com

SUNDARAM TRUSTEE COMPANY LIMITED


A subsidiary of



Contents

Directors' Report	3
Auditors' Report	8
Balance Sheet	17
Profit and Loss Statement	18
Notes	19
Cash Flow Statement	27

Sponsor


SUNDARAM FINANCE Sundaram Finance Limited
Registered Office,
21, Pattulos Road
Chennai 600 002.

DIRECTORS' REPORT

To the Members

Your Directors have pleasure in presenting the 12th Annual Report with the audited financial statement of accounts for the year ended March 31, 2016. The summarized financial results of the Company are given hereunder:

Financial Results:

(₹ In lakhs)

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Total Income	99.51	91.85
Total Expenditure	33.53	37.06
Profit Before Taxation	65.98	54.79
Provision for Taxation	20.01	15.54
Profit After Tax	45.97	39.25
Surplus Brought Forward	17.83	12.50
Amount available for appropriation	63.80	51.75
Less : Appropriations		
- Dividend Proposed (Final)	35.00	25.00
- Dividend Distribution Tax	7.22	5.00
- Transfer to General Reserves	-	3.93
Surplus carried to Balance Sheet	21.58	17.82

Financial Performance

During the year under review, your Company earned a gross income of ₹ 99.51 lakhs by way of trusteeship fees and other income as against ₹ 91.85 lakhs reported in the previous year 2014-15. The expenditure for the year under review was ₹ 33.53 lakhs in the current financial year compared to ₹ 37.06 lakhs in 2014-15. Your company reported a Profit after tax of ₹ 45.97 lakhs for the year ended March 31, 2016 as against ₹ 39.25 lakhs in the previous year. A sum of ₹ 63.80 lakhs is available for appropriation for the financial year 2015-16. Your Directors are happy to recommend a dividend of 700% on the paid up capital of the company. The dividend together with dividend tax absorbs a sum of ₹ 42.22 lakhs. A sum of ₹ 21.58 lakhs will be retained as surplus in the profit and loss account.

Mutual Fund Industry-Broad Trends

The Gross mobilization by the industry, excluding liquid schemes, for the year was ₹ 7,55,113 cr. as against ₹ 6,80,806 cr., in the previous year, registering a growth of 11%. The industry witnessed a gross redemption of ₹ 6,38,445 cr. (excluding liquid schemes), leading to a net new cash (excluding liquid schemes) of ₹ 1,16,668 cr. when compared to ₹ 93,318 cr. in 2014-15.

The total assets managed by the industry comprising 46 mutual fund houses (including fund houses setup for launching infrastructure debt funds) as at March 31, 2016 was ₹ 12,32,824 cr., an increase of 14% from the previous year's figure of ₹ 10,82,757 cr.

Sundaram Mutual Fund-Performance

In 2015-16, Sundaram Mutual Fund schemes mobilized a sum of ₹ 11,667 cr., excluding liquid schemes, compared to ₹ 13,336 cr. in 2014-15. This represents a decline of 13%, when compared with the previous year's collections.

The gross redemption from Sundaram Mutual schemes was ₹ 9,788 cr. (excluding liquid schemes) in 2015-16, as against the previous year's redemption amount of ₹ 14,383 cr., (excluding liquid schemes) representing a decrease of 32%.

The Net inflow (without liquid schemes) during the year 2015-16 was ₹ 1,879 cr. when compared to Net Outflow (without liquid schemes) of ₹ 1,047 cr. in 2014-15.

The AUM of Sundaram Mutual Fund schemes as at March 31, 2016 was ₹ 20,987.75 cr. when compared to ₹ 19,116.18 cr. as at March 31, 2015, representing a growth of 10% over the previous year. On year end figure the closing AUM of Sundaram Mutual Fund Schemes represents a share of 1.70% of the Industry AUM of ₹ 12,32,824 cr.

Fund Performance

Sundaram Mutual Fund schemes registered very good performance during the year. Sundaram Mutual schemes continue to distribute good dividends during the year. Sundaram Select Mid Cap got a 'Silver' rating from Morning star (March 2016). The Fund Returned 15.89% on a 10 year annualised basis. The Economic Times ranked that SUNDARAM S.M.I.L.E Fund is one of the best fund in the mid and small cap category that doubled the investors' money on an absolute basis in two years. Sundaram Gilt Fund and Sundaram Money fund (Direct) secured 5 Star rating from Value Research. Sundaram Flexible Fund Short Term, Sundaram Ultra Short Term and Sundaram Money fund (Regular) secured four star rating from Value Research. Sundaram Flexible Fund Short Term Plan and Sundaram Money Fund also secured No 1 ranking from CRISIL. Sundaram Rural India Fund and Sundaram Monthly Income Plan secured no. 2 Ranking from CRISIL.

Risk management

The Company's operations mainly relate to providing trusteeship services to Sundaram Mutual Fund Schemes. The risk management areas relating to the mutual funds operations have been extensively covered by the Enterprise Risk management Framework of the Investment Manager, Sundaram Asset Management Company Limited, which is designed to assist in the identification and assessment of risks in order that they can be managed in an efficient manner and that informed decisions can be taken to manage threats and exploit opportunities.

The reports of the internal auditor and independent auditor of the schemes relating to the financials and the operations of the Company and schemes were reviewed by the Audit Committee which oversees Risk Controls in the system.

Internal Control System and Adequacy

The Company has an adequate system of internal controls consistent with its nature and size of the Operations to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that the transactions are authorized, recorded and reported correctly. The Company carries out extensive and regular internal control programs, policy reviews, guidelines and procedures to ensure that the internal control systems are adequate enough to protect the Company against any loss or misuse of the Company's assets.

Market Outlook

The coming year is likely to witness additional volatility globally, which may disproportionately influence share price movements in India, rather than the influence of only domestic or fundamental factors.

2015-16 was also a year of volatility stretching from geo-politics, economy to the financial markets. The year saw a Greek political saga, a political deadlock in Spain, a European migrant crisis, instability in the regions of Syria, Afghanistan, Iraq (among other countries), Iran signing a nuclear deal, Chinese currency reform (sending markets into a tail spin), softening commodity prices, weak demand and weak inflation in developed economies etc. The European Central Bank (ECB) and the Bank of Japan (BoJ) deepened their negative rates in an attempt to depreciate their currencies but saw appreciation. The Federal Reserve on the other hand moved out of their 8 year long policy of near zero interest rates through a rate hike. The US continued to hold to positive economic numbers while the Eurozone slipped. Coming to India, the Nifty Large Cap Index for the financial year ended 31st March 2016 stood at 7,738 declining from 8,491 for the previous year (a negative return of 9%). While India's financial markets have been buffeted by global winds (more so in equity impact relative to fixed income), fundamentals have not been as volatile. Nor have they been uniformly positive or negative. The Governments reform momentum ran into roadblocks through its inability to handle the politics of reform with the opposition. There has been a pickup in growth on the back of private consumption but investment remains weak.

Fy16 has seen a pickup in GDP growth at 7.6% (40 basis points higher than the prior year) mainly on the back of private consumption holding up. Investment however remained weak through the year. The Government continues to hold to its fiscal target of 3.5%, and softening crude prices continue to be a blessing, helping RBI in inflation targeting (CPI saw a drop of 1% to 4.9% in the past year). RBI dropped rates by 75bps during FY16, but the rate cuts of the last 2 years have not fully passed to borrowers as RBI intended. The current account deficit remains low at 1.3% of GDP.

While macro-economic variables appear stable, this does not appear to translate into business confidence and investment. India has seen two consecutive years of poor monsoons and this has taken a toll on rural India and growth in general – a normal monsoon will be welcome. The budget has focused on the rural economy.

The RBI is looking at contained inflation for the fiscal year. However, a full roll out of the 7th pay commission could exert upward pressure on the RBI's inflation trajectory. A normal monsoon would bring continued softness in inflation. This will have a positive impact on bringing down household physical savings which could positively affect the mutual fund industry.

In summary, volatile global markets will likely trump domestic fundamentals, causing fixed income and equity markets to remain volatile. However domestic GDP growth and inflation numbers are encouraging.

Board of Directors

The Board of Directors of the company is vested with general power of superintendence, direction and management of the affairs of the Mutual Fund. Sundaram Asset Management Company acts as the Investment Manager of the Schemes of the Mutual Fund. The Board of Directors monitor and review the functions of the Asset Management Company in order to ensure that it fulfils the tasks assigned to it under the investment management agreement and complies with SEBI Regulations and other laws in force. During the year under review, six Board Meetings were held.

Directorship

Mr. R Rajamani, IAS, a Director of your Company, passed away on 25th June 2015. He joined the Board of Trustees in 1998 and continued to be associated as a director after the Board of Trustees converted into a Company in 2003. He was a highly valued member of the Board of Trustee. He actively participated in Committee and Board meetings. His astute intellect, wisdom and financial acumen tempered by common sense were qualities that enhanced value.

Mr. K V Ramanathan, IAS, Chairman of your Company, passed away on 14th November 2015. He joined the Board of Trustees in 1996 as a First Trustee and continued to be associated as a director after the Board of Trustees converted into a Company in 2003. He was appointed as the Chairman of the Board from July 1, 2004. He chaired the Board meetings and Audit Committee and actively participated in the Board and Committee deliberation. He inspired and motivated his colleagues on the Board and the Management Team and strengthened Sundaram's value, culture and ethos.

Your directors wish to place on record the immense contribution made and guidance given by Mr. R Rajamani and Mr. K V Ramanathan for the growth of your Company and Sundaram Mutual Fund.

Mr. R Venkatraman was co-opted as Additional Director on 10th December 2015. Ms Soundara Kumar has been co-opted as Additional Director on 29th April 2016. They hold office as Additional Directors up to the date of the ensuing Annual General Meeting. The Company has received due notice from a member, proposing their appointment as directors of the Company.

Mr. S. Viji retires at the ensuing General Meeting and being eligible, offers himself for re-appointment. Necessary resolution is submitted for your approval.

Audit Committee

The Audit Committee of the Board is constituted as per the SEBI Regulations. Mr. M S Sundara Rajan and Mr. R Rajamani (till 25th June 2015) are the members of the Committee. During the year, one meeting of the Committee was held. The Committee reviews the internal audit plans, financial statements, adequacy of internal control systems. The Committee reviews the reports, the observations of the internal / external auditors and the responses of the management on the reports. The Audit Committee was re-constituted on 29th April 2016 as follows:

Mr. M S Sundararajan, Chairman
Mr R Venkatraman, Member
Ms Soundara Kumar, Member

The Company is not required to constitute Nomination and Remuneration Committee, CSR committee as per the provisions of the Companies Act, 2013

AMC Directors

Mr D N Ghosh stepped down as the Chairman and Director of Sundaram Asset Management Company Limited (AMC) on 6th May 2015. Mr T P Raman and Mr T Ananthanarayanan also resigned from the AMC Board on 6th May 2015 and June 26, 2015, respectively.

Your Directors wish to place on record the noteworthy contribution made by them to the growth of AMC and Sundaram Mutual Fund.

Mr Pratip Chaudhuri was appointed as Chairman of the AMC's Board with effect from 6th May 2015. Mr. Sunil Subramaniam, Deputy Chief Executive Officer of AMC was appointed as Whole Time Director and elevated as Chief Executive Officer of the AMC. Mr Arvind Sethi, has been appointed as an Independent Director on the Board of the AMC with effect from October 27, 2015.

Public Deposits

Your company has not accepted any deposits from the public.

Particulars of Employee Remuneration

The Company has no employee on its payroll. Accordingly, the provisions of Section 197(12) of the Companies Act, 2013 requiring disclosure of remuneration of employees is not applicable.

The Company is not required to appoint a Whole Time Key Managerial Personnel in accordance with the provisions of the Companies Act, 2013.

Disclosure under the Prevention of Sexual Harassment of Women at Workplace Act, 2013

The Company has no employee in its payroll and hence the Act is not applicable.

Information under Section 134 (3) (m) of the Companies Act, 2013

Your Company has no activity relating to conservation of energy or technology absorption. The Company had no foreign exchange earnings or outgo during the year 2015-16 and in 2014-15.

Particulars of loans, guarantee and investments pursuant to Section 186 of the Companies Act, 2013

The Company has not given any loan or guarantee to any person or body corporate nor invested in securities of any other body corporate during the year 2015-16.

Particulars of Related Party Transactions pursuant to Section 134 (3) (h) of the Companies Act, 2013

During the year 2015-16, there was no new contract or arrangement or transaction referred to Section 188(1) of the Companies Act, 2013, entered with the related parties. Suitable disclosure as required by the Accounting Standard 18 (AS 18) issued by the Institute of Chartered Accountants of India has been made in the Annual Report.

Directors' responsibility statement pursuant to Section 134 (3) (c) of Companies Act, 2013

Your directors confirm that:

1. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
3. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
4. The directors had prepared the annual accounts on a going concern basis;
5. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Extract of Annual Return

The extract of the annual return pursuant to Rule 12 (1) of the Companies (Management and Administration) Rules, 2014 is attached as Annexure I.

Auditors

M/s. Sundaram & Srinivasan, Chartered Accountants, Chennai, Statutory Auditors of your Company will hold office until the conclusion of the ensuing Annual General Meeting and are recommended for re-appointment. The Company has received a certificate from them pursuant to Section 139 confirming their eligibility under section 141 of the Companies Act, 2013 and rules issued thereunder.

Acknowledgement

Your Directors wish to place on record their deep appreciation of the professional support and guidance received from Sundaram Finance Limited, Sundaram Asset Management Company Ltd (AMC), Securities and Exchange Board of India and Association of Mutual Funds in India.

Your Directors also acknowledge the support and co-operation extended by investors, bankers, Registrars, the Custodian and other service providers and look forward to their continued support.

Your Directors place on record their appreciation of the dedication and commitment displayed by the employees of the AMC.

For and On behalf of the Board of Directors

Place: Chennai
Date : 29.04.2016

M S Sundararajan
Chairman

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF M/S. SUNDARAM TRUSTEE COMPANY LIMITED

Report on Financial Statements

We have audited the accompanying financial statements of **Sundaram Trustee Company Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Generally Accepted Accounting Principles in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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 Company'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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the company's directors, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India,

a) In the case of the balance sheet, of the state of affairs of the Company as at 31st March 2016;

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF M/S. SUNDARAM TRUSTEE COMPANY LIMITED

- b) In the case of the Statement of Profit and Loss, of the Profit the year ended on that date.
- c) In the case of the Cash flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Government of India in terms of sub-section(11) of section 143 of the Act, we give in the Annexure statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable to this company.

As required by Section 143 (3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- (c) The Balance Sheet, statement of Profit and Loss and Cash flow Statement, dealt with by this Report are in agreement with the books of account
- (d) In our opinion, the above statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal financial control over financial reporting criteria established by the Company.
- f) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
- (g) With respect to other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors Rules 2014). In our opinion and to the best of our information and according to the explanation given to us:
 - i) The Company does not have any pending litigations which would impact its financial position.
 - ii) The Company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii) There were no amounts that were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Chennai
Date : 29.04.2016

for **Sundaram & Srinivasan**
Chartered Accountants
Firm Registration No. 004207S

S. Usha
Partner
Membership No.211785

Annexure to the Auditors' Report

- i. a) The Company is maintaining proper records showing full particulars including quantitative details and the situation of fixed assets.
- b) These fixed assets were physically verified by the management at reasonable intervals. We are informed that no material discrepancies were noticed on such verification.
- c) The Company does not have any immovable property. Hence this clause is not applicable.
- ii. The company does not hold any inventory. Hence this clause is not applicable.
- iii. The company has neither granted not taken any loans, secured or unsecured, to/and from Companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Hence the clause (iii) (a), (b) and (c) of the order are not applicable.
- iv. The Company has not granted any loans, made any investment and provided any guarantee or security. Hence the provisions of section 185 and 186 of the Act are not applicable.
- v. The Company has not accepted any deposits from the public. Hence this clause is not applicable.
- vi. The Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act and hence this clause is not applicable.
- vii. a. The company is regular in depositing undisputed statutory dues namely Income Tax and Service Tax with appropriate authorities. The other statutory dues are not applicable to the company.
- b. There are no disputed statutory dues by the company.
- viii. The company has not availed any loans from any financial institution, bank, Government or debenture holders and hence this clause is not applicable to the company.
- ix. The company had not raised any monies by way on Initial Public Offer or further public offer (Including Debt Instruments) and term loans. Hence this clause is not applicable.
- x. No fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year. Hence this clause is not applicable.
- xi. The Managerial remuneration has been provided in accordance with the requisite approvals mandated by the provisions of the Sec 197, read with schedule V to the Act.
- xii. The company is not a Nidhi company. Hence this clause is not applicable.
- xiii. The transactions with the related parties are in compliance with Sec 177 and Sec 188 of the Act and details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Hence this clause is not applicable.
- xv. The company has not entered into any non-cash transactions with directors or persons connected with them. Hence this clause is not applicable.
- xvi. The company is not required to be registered u/s 45-IA of the Reserve Bank of India Act, 1934. Hence this clause is not applicable.

for **Sundaram & Srinivasan**
Chartered Accountants
Firm Registration No. 004207S

S. Usha
Partner

Place: Chennai
Date : 29.04.2016

Membership No.211785

FORM NO MGT-9

Extract of Annual Return as on the financial year ended on 31st March 2016
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies
(Management and Administration) Rules, 2014]

I REGISTRATION AND OTHER DETAILS

- i) C I N U65999TN2003PLC052058
- ii) Registration Date 2-Dec-03
- iii) Name of the Company Sundaram Trustee Company Limited
- iv) Category / Sub-category of the company Public Company / Company having share capital
- v) Address of the Registered office and contact details 21 Patullos Road, Chennai 600 002.
Tel:044-28583362
- vi) Whether listed company No
- vii) Name, address and contact details of Registrar
and Transfer agent, if any Not applicable

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated

Sl. No.	Name & description of main products / services	NIC Code of the product/ services	% to total turnover of the company
1	Trusteeship Services	65999	100%

III. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

Sl. No	Name and address of the company	CIN/GLN	Holding / Subsidiary/ Associate	% of shares Held	Applicable Section
1	Sundaram Finance Limited, 21, Patullos Road, Chennai 600002	L6519TN1954PLC002429	Holding Company	100%	Sec. 2 (46)

IV SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(I) Category-wise Share Holding

	Category of Shareholders	No of Shares held at the beginning of the year				No of shares held at the end of the year				% Change During the year
		Demat	Physical Total	Total	% of Total Shares	Demat	Physical Total	Total	% of Total Shares	
A.	Promoter									
1)	Indian									
a)	Individual / HUF	-	-	-	-	-	-	-	-	-
b)	Central Govt	-	-	-	-	-	-	-	-	-
c)	State Govt(s)	-	-	-	-	-	-	-	-	-
d)	Bodies Corp.	-	50000	50000	100%	-	50000	50000	100%	Nil
e)	Banks / FI	-	-	-	-	-	-	-	-	-
f)	Any Other	-	-	-	-	-	-	-	-	-
	Sub Total A(1)	-	50000	50000	100%	-	50000	50000	100%	Nil
2)	Foreign									
a)	NRIs - Individuals	-	-	-	-	-	-	-	-	-
b)	Other Individuals	-	-	-	-	-	-	-	-	-
c)	Bodies Corp.	-	-	-	-	-	-	-	-	-
d)	Banks / FI	-	-	-	-	-	-	-	-	-
e)	Any Other	-	-	-	-	-	-	-	-	-
	Sub Total A(2)	-	-	-	-	-	-	-	-	-
	Total Shareholding of promoter (A) = A(1) + (A)(2)	-	50000	50000	100%	-	50000	50000	100%	Nil
B.	Public Shareholding									
1)	Institutions									
a)	Mutual Funds	-	-	-	-	-	-	-	-	-
b)	Banks / FI	-	-	-	-	-	-	-	-	-
c)	Central Govt	-	-	-	-	-	-	-	-	-
d)	State Govt	-	-	-	-	-	-	-	-	-
e)	Venture Capital Funds	-	-	-	-	-	-	-	-	-
f)	Insurance Companies	-	-	-	-	-	-	-	-	-
g)	FIs	-	-	-	-	-	-	-	-	-
h)	Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
l)	Others(Specify)	-	-	-	-	-	-	-	-	-
	Sub Total B(1)	-	-	-	-	-	-	-	-	-

	Category of Shareholders	No of Shares held at the beginning of the year				No of shares held at the end of the year				% Change During the year
		Demat	Physical Total	Total	% of Total Shares	Demat	Physical Total	Total	% of Total Shares	
2)	Non-Institutions									
a)	Bodies Corp.	-	-	-	-	-	-	-	-	-
i)	Indian	-	-	-	-	-	-	-	-	-
ii)	Overseas	-	-	-	-	-	-	-	-	-
b)	Individuals									
i)	Individual shareholders holding nominal share capital upto Rs.1 Lakh	-	-	-	-	-	-	-	-	-
ii)	Individual shareholders holding nominal share capital in excess of Rs.1 Lakh	-	-	-	-	-	-	-	-	-
c)	Others Specify	-	-	-	-	-	-	-	-	-
	Sub Total B(2)	-	-	-	-	-	-	-	-	-
	Total Public Shareholding (B) = B(1) + (B)(2)	-	-	-	-	-	-	-	-	-
	C. Shares held by custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
	Grand Total (A) + (B) + (C)	-	50000	50000	100%	-	50000	50000	100%	Nil

ii) Shareholding of Promoters

Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No of Shares	% of total shares of the company	% of shares pledged / encumbered to total shares	No of Shares	% of total shares of the company	% of shares pledged / encumbered to total shares	
1	Sundaram Finance Limited	50000	100%	Nil	50000	100%	Nil	Nil

iii) Change in Promoter's Shareholding (Please specify, if there is no change)

Sl. No	Shareholder's Name	Shareholding at the beginning of the year		Cummulative shareholding during the year	
		No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
1	Sundaram Finance Limited At the beginning of the year	50000	100%	50000	100%
	Date wise / increase Decrease in Promotor Share holding during the year specifying the reasons for increase / decrease (e.g Allotment / Transfer/Bonus/ sweat equity etc.)				
	At the End of the year			50000	100%

iv) Shareholding pattern of top ten shareholders

(Other than Directors, Promoters and Holders of GDR and ADR)

Sl. No	Shareholder's Name	Shareholding at the beginning of the year		Cummulative shareholding during the year	
		No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
1	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise / increase decrease in Promotor Share holding during the year specifying the reasons for increase / decrease (e.g Allotment / Transfer/Bonus/ sweat equity)	Nil			
	At the End of the year (or on the date of seperation, if seperated during the year)			Nil	Nil

v) Shareholding pattern of Directors and Key Managerial Personnel

Sl. No	Name of the Directors and KMP	Shareholding at the beginning of the year		Cummulative shareholding during the year	
		No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
1	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise / increase Decrease in Promotor Share holding during the year specifying the reasons for increase / decrease (e.g Allotment / Transfer/Bonus/ sweat equity)	Nil			
	At the End of the year			Nil	Nil

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	Nil	Nil	Nil	Nil
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i)+(ii)+(iii)	Nil	Nil	Nil	Nil
Change in Indebtedness during the financial year	Nil	Nil	Nil	Nil
Addition				
Reduction				
Net Change	Nil	Nil	Nil	Nil
Indebtedness at the end of the financial year	Nil	Nil	Nil	Nil
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i)+(ii)+(iii)	Nil	Nil	Nil	Nil

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time directors and/or Manager

Sl. No	Particulars of Remuneration	Name of of MD/WTD/ Manager	Total Amount
1	Gross Salary		
	a) Salary as per provisions contained in section 17(1) of the Income tax Act, 1961	Nil	Nil
	b) Value of Perquisites u/s 17(2) of the Income Tax Act, 1961	Nil	Nil
	c) Profits in Lieu of salary under section 17(3) of the Income tax Act, 1961.	Nil	Nil
2	Stock Option	Nil	Nil
3	Sweat Equity	Nil	Nil
4	Commission		
	- as % of Profits	Nil	Nil
	- others, specify		
5	Others, Please specify	Nil	Nil
	Total (A)	Nil	Nil
	Ceiling as per the Act (10% of Net Profits)		7,41,183

B. Remuneration to Other Directors

Name of Directors	Particulars of Remuneration			Total Amount
	Fee for attending board/Committee meetings	Commission	Others, Please Specify	
Independent Directors:				
Other Non-Executive Directors:				
Mr. K.V. Ramanathan (upto 14th November 2015)	50,000	1,50,000	-	2,00,000
Mr. R. Rajamani (upto 25th June 2015)	50,000	1,00,000	-	1,50,000
Mr. M.S. Sundararajan	1,75,000	2,25,000	-	4,00,000
Mr. S. Viji	-	-	-	-
Mr. R. Venkatraman (with effect from 10th December 2015)	50,000	50,000	-	1,00,000
Total (B)				8,50,000
Total Managerial Remuneration (A) + (B)				8,50,000
Overall Ceiling as per the Act (11% of Net Profits)				8,15,302

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sl. No	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross Salary				
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	Nil	Nil	Nil	Nil
	b) Value of Perquisites u/s Section 17(2) of the Income Tax Act, 1961	Nil	Nil	Nil	Nil
	c) Profits in Lieu of salary under Section 17(3) of the Income tax Act, 1961	Nil	Nil	Nil	Nil
2	Stock Option	Nil	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil	Nil
4	Commission				
	- as % of Profits	Nil	Nil	Nil	Nil
	- Others, Please Specify	Nil	Nil	Nil	Nil
5	Others, Please specify	Nil	Nil	Nil	Nil
	Total (A)	Nil	Nil	Nil	Nil
	Ceiling as per the Act				NA

VII PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES

There were no penalties / punishment / compounding of offences against the Company, Directors and other Officers in Default during the year ended 31st March 2016.

Balance Sheet

as at 31st March 2016

Particulars	Note No.	31.03.16 ₹	31.03.15 ₹
I. EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
(a) Share Capital	1	5,00,000	5,00,000
(b) Reserves and Surplus	2	56,59,445	52,84,472
(2) Non- Current Liabilities			
(a) Deferred Tax Liabilities	3	-	-
(3) Current Liabilities			
(a) Trade Payables	4	1,68,750	1,87,613
(b) Other Current Liabilities	5	6,64,464	7,22,200
(c) Short term Provisions	6	42,12,518	29,99,750
		<u>50,45,732</u>	<u>39,09,563</u>
TOTAL		<u>11,205,177</u>	<u>96,94,035</u>
II ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	7	41,290	10,093
(b) Long term Loans and Advances	8	9,51,674	10,40,182
(c) Deferred Tax Asset	3	8,418	5,800
(2) Current Assets			
(a) Current Investments	9	90,41,090	77,26,579
(b) Trade Receivables	10	9,02,986	8,27,494
(c) Cash and Cash Equivalents	11	2,34,825	55,927
(d) Short term Loan and Advances	12	24,894	27,960
		<u>1,02,03,795</u>	<u>86,37,960</u>
TOTAL		<u>1,12,05,177</u>	<u>96,94,035</u>
Significant Accounting Policies and other Notes forming part of accounts	17		

For **Sundaram & Srinivasan**
Chartered Accountants
Firm Registration No. 004207S

S Usha
Partner
Membership No. 211785

Ashwani Kumar Dalal
Company Secretary

For **SUNDARAM TRUSTEE COMPANY LIMITED**

M S Sundararajan
Chairman

S Viji
Director

R Venkatraman
Director

Soundara Kumar
Director

Chennai
April 29, 2016

Profit and Loss Statement

for the period ended 31st March 2016

Particulars	Note No.	31.03.2016 ₹	31.03.2015 ₹
I Revenue from Operations			
Sale of Services			
- Trusteeship Fee	13	97,29,574	86,82,537
II Other Income	14	2,21,911	5,02,435
III Total Revenue (A)		99,51,485	91,84,972
IV Expenses			
Administrative and Other Expenses	15	33,18,236	36,83,647
Depreciation	7	29,203	22,334
Finance Cost	16	5,942	-
Total Expenses (B)		33,53,381	37,05,981
V Profit Before Tax (C) = (A-B)		65,98,104	54,78,991
VI Tax Expense			
Current Tax		20,04,040	15,60,000
Deferred Tax		(2,618)	(6,095)
Total - Tax Provisions (D)		20,01,422	15,53,905
VII Profit After Tax (E) = (C-D)		45,96,682	39,25,086
Basic and diluted Earnings per Share [Ref 2.6 of Note No 17]		91.93	78.50
Significant Accounting Policies and other Notes forming part of accounts 17			

For **Sundaram & Srinivasan**
Chartered Accountants
Firm Registration No. 004207S

S Usha
Partner
Membership No. 211785

Ashwani Kumar Dalal
Company Secretary

For **SUNDARAM TRUSTEE COMPANY LIMITED**

M S Sundararajan
Chairman

S Viji
Director

R Venkatraman
Director

Soundara Kumar
Director

Chennai
April 29, 2016

Notes forming part of the Balance Sheet as at March 31, 2016

Note No. 1 SHARE CAPITAL

Authorised

2,50,000 Equity Shares of ₹ 10/- each

Issued, Subscribed and Fully Paid up

50,000 Equity Shares of ₹ 10/- each

Total

31.03.16 ₹	31.03.15 ₹
25,00,000	25,00,000
5,00,000	5,00,000
5,00,000	5,00,000

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

There is no change in the holding pattern of the Share Capital during the year ended 31st March 16 (Previous year - Nil)

b. Terms/rights attached to Equity Shares:

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each Member is entitled to one vote by show of hands and while on polls, every shareholder is entitled to vote in proportionate to their holdings. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the

company, the holders of equity shares will be entitled to receive remaining assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Shares held by the Holding Company:

50000 shares (Previous year 50000 shares) are held by M/s.Sundaram Finance Ltd, the holding company and its nominees.

d. Details of shareholders holding more than 5% of the Equity Shares of ₹ 10 each in the Company:

M/s Sundaram Finance Ltd, the holding company and its nominees held 100% of the Equity Share Capital of the Company as on 31.03.16 & also on 31.03.15.

Note No. 2 RESERVES AND SURPLUS

1. General Reserve

As per the last Balance Sheet

Add: Transfer from surplus during the year

Less : Depreciation on Assets whose useful life has expired adjusted against the reserves

2. Surplus

As per the last Balance Sheet

Add: Profit for the year

Subtotal (a)

Less: Appropriation

(i) Dividend

(ii) Dividend Distribution Tax

[includes ₹ 9191 relating to previous year]

(iii) Transfer to General Reserve

Subtotal (b)

Balance (a)-(b)

Total

31.03.16 ₹	31.03.15 ₹
35,01,665	31,29,000
-	3,92,500
35,01,665	35,21,500
-	19,835
35,01,665	35,01,665
17,82,807	12,49,971
45,96,682	39,25,086
63,79,489	51,75,057
35,00,000	25,00,000
7,21,709	4,99,750
-	3,92,500
42,21,709	33,92,250
21,57,780	17,82,807
56,59,445	52,84,472

Notes forming part of the Balance Sheet as at March 31, 2016

Note No. 3**DEFERRED TAX LIABILITIES / ASSETS**

Income tax on the difference between depreciation as per books of account and depreciation as per the Income Tax Act, 1961.

- Liabilities

- Assets

Total

31.03.16 ₹	31.03.15 ₹
-	-
8,418	5,800
8,418	5,800

Note No. 4**CURRENT LIABILITIES - TRADE PAYABLE**

For services

a) Amount due to Micro enterprise and small enterprise

b) Others

-Sundaram Asset Management Company Ltd

Total

31.03.16 ₹	31.03.15 ₹
-	-
1,68,750	1,87,613
1,68,750	1,87,613

Note No. 5**OTHER CURRENT LIABILITIES**

Commission to Director Payable

Audit Fees payable

Statutory Dues

Others

Total

31.03.16 ₹	31.03.15 ₹
4,72,500	5,42,430
1,17,000	1,17,000
56,964	62,770
18,000	-
6,64,464	7,22,200

Note No. 6**SHORT TERM PROVISIONS**

Proposed Dividend

Dividend Distribution tax

Total

31.03.16 ₹	31.03.15 ₹
35,00,000	25,00,000
7,12,518	4,99,750
42,12,518	29,99,750

Notes forming part

of the Balance Sheet as at March 31, 2016

Note No. 7

FIXED ASSETS - TANGIBLE ASSETS

(in Rupees)

Description	Gross Block at Cost				Depreciation				Net Block	
	As at 01.04.15	Additions	Deductions	As at 31.03.16	As at 01.04.15	Additions	Deductions	As at 31.03.16	As at 31.03.16	As at 31.03.15
Computers	2,33,900	-	-	2,33,900	2,28,954	-	-	2,28,954	4,946	4,946
Furniture and Fixtures	13,906	-	-	13,906	12,399	812	-	13,211	695	1,507
Office Equipments	72,812	63,000	52,000	83,812	69,172	28,391	49,400	48,163	35,649	3,640
Total	3,20,618	63,000	52,000	3,31,618	3,10,525	29,203	49,400	2,90,328	41,290	10,093
Previous year figures(31.03.15)	5,27,018	-	206,400	3,20,618	4,59,891	51,039	200,405	310,525	10,093	-

Note : Depreciation for the previous year ₹ 51,039 includes ₹ 19,835/- [Net of deferred tax amount of ₹ 8,870/-] adjusted against the opening balance of the general reserve on assets whose useful life has expired.

Note No. 8

LONG TERM LOANS AND ADVANCES

Advance Income Tax and Tax Deducted at Source
(Net of provisions)

Total

31.03.16	31.03.15
₹	₹
9,51,674	10,40,182
9,51,674	10,40,182

Note No. 9

CURRENT INVESTMENTS

(Valued at lower of cost and fair value)

Investments in Mutual Funds - Sundaram Mutual Fund (an Associate)

Sundaram Ultra Short Term Fund- Daily Dividend

Reinvestment Option at Cost:- Nil units (Previous year 713931.582 Units) of ₹10/- each.

Sundaram Ultra Short Term Fund- Direct Plan - Growth at Cost:- 364356.804 units (Previous year 28859.423 units) of ₹ 10/- each.

Sundaram Money Fund - Direct Plan-Growth at Cost:

54034.889 units (Previous year NIL) of ₹ 10/- each.

Sundaram Money Fund - Daily Dividend Reinvestment Option
at Cost: Nil units (Previous year 586.178 Units) of ₹ 10/- each.

Total

Aggregate value of unquoted Investments - Current

[Net asset value - ₹ 93,70,626/- (Previous year - ₹ 77,33,829/-)]

Total

31.03.16	31.03.15
₹	₹
-	7,170,657
73,41,090	550,000
17,00,000	-
-	5,922
90,41,090	7,726,579
90,41,090	7,726,579
90,41,090	7,726,579

Notes forming part of the Balance Sheet as at March 31, 2016

Note No. 10**TRADE RECEIVABLES - CURRENT**

Unsecured, considered good (Less than 6 Months)

Sundaram Mutual Fund (Associate)

Total

31.03.16 ₹	31.03.15 ₹
9,02,986	8,27,494
9,02,986	8,27,494

Note No. 11**CASH AND CASH EQUIVALENTS**

Balance with Scheduled Banks

- In Current Accounts

Total

31.03.16 ₹	31.03.15 ₹
2,34,825	55,927
2,34,825	55,927

Note No. 12**SHORT TERM LOANS AND ADVANCES**

Unsecured -Considered Good

Service tax credit receivable

Fringe Benefit Tax - Refund receivable

Total

31.03.16 ₹	31.03.15 ₹
24,894	23,920
-	4,040
24,894	27,960

Notes forming part of the Profit and Loss Statement for the year 2015-16

Note No. 13**REVENUE FROM SALE OF SERVICES****Services Rendered**

Trusteeship Fees

Total

2015-16 ₹	2014-15 ₹
97,29,574	86,82,537
97,29,574	86,82,537

Notes forming part of the Profit and Loss Statement for the year 2015-16

Note No. 14**OTHER INCOME**

Profit on Sale of Current Investments	
Profit on Sale of Fixed Assets	
Dividend from Current Investments	
Total	

2015-16 ₹	2014-15 ₹
20,398	55,750
7,400	-
1,94,113	4,46,685
2,21,911	5,02,435

Note No. 15**ADMINISTRATIVE AND OTHER EXPENSES**

Commission to Directors	
Directors Sitting Fees	
Payments to the Auditor:	
- Statutory Audit fees	
- Tax Audit fees	
- Others	
Travel Expenses - Directors	
Administrative expenses	
Insurance	
Printing and Stationery	
Professional Fees	
ROC Filing charges	
Bank Charges	
Loss on Write Off of Obsolete Assets	
Donations	
Swach Bharat Cess	

2015-16 ₹	2014-15 ₹
5,25,000	6,02,700
3,25,000	6,50,000
1,30,000	1,30,000
-	40,000
10,000	10,000
16,109	165,087
18,00,000	18,00,000
1,71,000	1,71,000
26,810	24,197
49,000	78,878
9,500	5,600
564	190
-	5,995
2,50,000	-
5,253	-
33,18,236	36,83,647

Total**Note No. 16****FINANCE COST**

Interest on Shortfall in payment of advance income tax	
--	--

Total

2015-16 ₹	2014-15 ₹
5,942	-
5,942	-

For **Sundaram & Srinivasan**
Chartered Accountants
Firm Registration No. 004207S

S Usha
Partner
Membership No. 211785

Ashwani Kumar Dalal
Company Secretary

For **SUNDARAM TRUSTEE COMPANY LIMITED**

M S Sundararajan
Chairman

S Viji
Director

R Venkatraman
Director

Soundara Kumar
Director

Chennai
April 29, 2016

NOTE NO. 17

A. Corporate Information

Sundaram Trustee Company Limited (the company) is a public limited company incorporated under the provisions of the Companies Act, 1956. It is a fully owned subsidiary of M/s.Sundaram Finance Ltd. The Company is engaged in the business of Trusteeship services to M/s.Sundaram Mutual Fund.

B. SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2016

1 SIGNIFICANT ACCOUNTING POLICIES

1.1 Accounting Policies

These accounts have been prepared in accordance with historical cost convention and in accordance with the generally accepted accounting principles.

1.2 Income Recognition

Trusteeship Fee and income from investments are accounted for on accrual basis.

1.3 Investments

Investments, which are readily realisable and intended to be held for not more than one year from the date on which such investments are made, are classified as Current investments. All other investments are classified as Non-Current Investments. Current investments are carried in the financial statements at lower of cost and fair value determined on individual investment basis. Non-current investments are carried at cost. However, a part of Non-current investments which is expected to be realized within twelve months from the balance sheet will be treated as current investments.

1.4 Valuation of Fixed Assets

Fixed assets are carried at historical cost less accumulated depreciation.

1.5 Depreciation Policy

Depreciation on all fixed assets has been provided in accordance with the Schedule II of the Companies Act, 2013 on Written Down Value method.

2 Other Notes and Disclosures

2.1 Sundry Creditors do not include any amount payable to Micro, Small and Medium Enterprises.

2.2 Contingent Liability

Disputed income tax liability of ₹ Nil/- (Previous year ₹ 4,68,950/- contested before the Asst.Commissioner of Income Tax in rectification proceedings is not provided for).

2.3 Cashflow Statement in accordance with the Accounting Standard 3 issued by the Institute of Chartered Accountants of India:

Enclosed as Annexure A

2.4 Segment Reporting in accordance with the Accounting Standard 17 issued by the Institute Chartered Accountants of India:

The Company has identified Trusteeship Services as the only business segment.

2.5 Related Party Disclosures

Related Party Disclosures, as required by Accounting Standard 18, 'Related Party Disclosures', issued by the Institute of Chartered Accountants of India are given below

Sl No.	Name	Relationship	Nature of Transaction	2015-16 ₹	2014-15 ₹
1	Sundaram Finance Ltd	Holding Company	Dividend Paid	25,00,000	40,00,000
2	Sundaram Asset Management Company Ltd	Fellow Subsidiary	Expenses	18,00,000	18,00,000
3	Sundaram Mutual Fund	Associate	Investments in Units	99,39,803	88,46,685
			Sale of Units	86,45,691	92,55,750
			Income	99,23,687	91,29,222
4	Sundaram BNP Paribas Home Finance Ltd.	Fellow Subsidiary		Nil	Nil
5	Sundaram Finance Distribution Ltd.	Fellow Subsidiary		Nil	Nil
6	Sundaram Infotech Solutions Ltd	Fellow Subsidiary		Nil	Nil
7	LGF Services Limited	Fellow Subsidiary		Nil	Nil
8	Sundaram Business Services Ltd	Fellow Subsidiary		Nil	Nil
9	Royal Sundaram Alliance Insurance Company Limited	Associate	Insurance	1,71,000	1,71,000
10	Infreight Logistics Solutions Limited	Fellow Subsidiary		Nil	Nil
11	Sundaram BNP Paribas Funds Services Ltd	Fellow Subsidiary		Nil	Nil
12	Sundaram Insurance Broking Services Ltd	Fellow Subsidiary		Nil	Nil
13	Sundaram BPO India Ltd	Fellow Subsidiary		Nil	Nil
14	Sundaram Asset Management Singapore Pte.Ltd	Fellow Subsidiary		Nil	Nil
Outstanding Receivable as on 31st March 2016 - Sundaram Mutual Fund				9,02,986	8,27,494
Outstanding Payable as on 31st March 2016 - Sundaram Asset Management Company Limited				1,68,750	1,87,613

2.6 Earnings per Share (EPS) in accordance with the Accounting Standard 20 issued by the Institute of Chartered Accountants of India:

	31.03.16 ₹	31.03.15 ₹
Profit as per Profit and Loss Account	45,96,682	39,25,086
Weighted average number of equity shares	50,000	50,000
Basic and diluted earnings per share	91.93	78.50
Nominal Value of Shares	10	10

2.7 Remittances during the year in foreign currency - Nil (Previous year Nil)

2.8 Expenditure in foreign exchange - Nil (Previous year Nil)

2.9 Earnings in foreign exchange - Nil (Previous year Nil)

As per our report of even date attached

For **Sundaram & Srinivasan**
Chartered Accountants
Firm Registration No. 004207S

S Usha
Partner
Membership No. 211785

Ashwani Kumar Dalal
Company Secretary

Chennai
April 29, 2016

For **SUNDARAM TRUSTEE COMPANY LIMITED**

M S Sundararajan
Chairman

S Viji
Director

R Venkatraman
Director

Soundara Kumar
Director

Cash Flow Statement

ANNEXURE A

in accordance with the Accounting Standard 3 issued by the
Institute of Chartered Accountants of India

	2015-16		2014-15	
	₹	₹	₹	₹
A) CASH FLOW FROM OPERATING ACTIVITIES:				
Net Profit	4,596,682		3,925,086	
Add: Lease Equalisation Account	-		-	
Provision for Taxation	2,001,422		1,553,905	
	-	6,598,104	-	5,478,991
Add: Financial Expenses				
Depreciation	29,203		22,334	
Add: (Profit)/Loss on Sale of Fixed Assets	(7,400)		5,995	
(Profit) loss on sale of Investments	(20,398)		(55,750)	
Interest / Dividend Income	(194,113)		(446,685)	
Finance cost - Provision for Interest on advance tax short paid	5,942			
		(186,766)		(474,106)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		6,411,338		5,004,885
(Increase) Decrease in Long Term Loans and Advances	-		-	
(Increase) Decrease in Short Term Loans and Advances	3,066		31,202	
(Increase) Decrease in Other Current Assets	(75,492)		(214,151)	
Increase (Decrease) in Other Current Liabilities	(76,600)		546,003	
		(149,026)		363,054
Cash generated from Operations		6,262,312		5,367,939
Financial Expenses				
Direct Taxes Paid	(1,921,474)	(1,921,474)	(1,640,765)	(1,640,765)
NET CASH FROM OPERATING ACTIVITIES (A)		4,340,838		3,727,174
B) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of current investments	(9,939,803)		(8,846,685)	
Sale of current Investments	8,645,691		9,255,750	
Purchase of Fixed Assets	(63,000)		-	
Sale of Fixed Assets	10,000		-	
Dividend Received	194,113		446,685	
		(1,152,999)		855,750
NET CASH FROM INVESTING ACTIVITIES (B)		(1,152,999)		855,750

Cash Flow Statement (Contd...)

in accordance with the Accounting Standard 3 issued by the
Institute of Chartered Accountants of India

	2015-16 ₹		2014-15 ₹	
C) CASH FLOW FROM FINANCING ACTIVITIES				
Increase (Decrease) in Long Term Borrowings	-		-	
Interest Income	-		-	
Dividend paid (including Corporate Dividend Tax)	(3,008,941)	(3,008,941)	(4,679,800)	(4,679,800)
NET CASH FROM FINANCING ACTIVITIES (C)		(3,008,941)		(4,679,800)
D) EFFECT OF FOREIGN EXCHANGE RATES ON CASH AND CASH EQUIVALENTS (D)		-		-
Net Increase in Cash and Cash Equivalents (A)+(B)+(C)-(D)		178,898		(96,876)
Cash and Cash Equivalents at The Beginning of the Year		55,927		152,803
Cash and Cash Equivalents at The End of the Year		234,825		55,927
E) COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR				
Current Account with Banks		234,825		55,927
Cash, Stamps and Stamp Papers on Hand		-		-
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		234,825		55,927

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

S Usha
Partner
Membership No. 211785

Ashwani Kumar Dalal
Company Secretary

For SUNDARAM TRUSTEE COMPANY LIMITED

M S Sundararajan
Chairman

S Viji
Director

R Venkatraman
Director

Soundara Kumar
Director

Chennai
April 29, 2016

