

ARN-30846

December 30, 2015

International Money Matters Pvt Ltd
 Phoenix Primus, 590, 1st Floor
 12Th Main Hal 2Nd Stageindiranagar

Bangalore - 560038

Dear Sir / Madam,

Re : Preferred Distribution Agreement - January 2016 - March 2016

The specifics of the fee structure arrangement between Sundaram Mutual Fund and International Money Matters Pvt Ltd for the period January 1, 2016 - March 31, 2016 is as follows

i) Equity Schemes – Lumpsum Investments:
Fee Structure – T15 Cities

Product	ADI (%)	Year-1 Trail (%)	Year-2 Trail (%)	Year-3 Trail (%)	Year-4 Onwards (%)
Sundaram Balanced Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Equity Multiplier Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Entertainment Opp Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Infrastructure Adv. Fund	0.65	0.60	0.60	0.60	0.60
Sundaram PSU Opp Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Rural India Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Financial Services Opp	0.65	0.60	0.60	0.60	0.60
Sundaram Growth Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Select Midcap	0.65	0.60	0.60	0.60	0.60
Sundaram Select Focus	0.65	0.60	0.60	0.60	0.60
Sundaram SMILE Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Equity Plus	0.50	0.75	0.75	0.75	0.75
Sundaram Tax Saver <= Rs.1.5 Lac	0.65	0.60	0.60	0.60	0.60
Sundaram Tax Saver > Rs.1.5 Lac	0.65	0.60	0.60	0.60	0.60

Fee Structure – B15 Cities

Product	AIP (%)	#ARI (%)	Year-1 Trail (%)	Year-2 Trail (%)	Year-3 Trail (%)	Year-4 Onwards (%)
Sundaram Balanced Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Equity Multiplier Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Entertainment Opp Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Infrastructure Adv. Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram PSU Opp Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Rural India Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Financial Services Opp	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Growth Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Select Midcap	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Select Focus	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram SMILE Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Equity Plus	0.50	1.65	0.75	0.75	0.75	0.75
Sundaram Tax Saver <= Rs.1.5 Lac	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Tax Saver > Rs.1.5 Lac	0.65	1.65	0.60	0.60	0.60	0.60

ii)Equity Schemes – SIP Investments:
Fee Structure – T15 Cities

Product	ADI (%)	Year-1 Trail (%)	Year-2 Trail (%)	Year-3 Trail (%)	Year-4 Onwards (%)
Sundaram Balanced Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Equity Multiplier Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Entertainment Opp Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Infrastructure Adv. Fund	0.65	0.60	0.60	0.60	0.60
Sundaram PSU Opp Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Rural India Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Financial Services Opp	0.65	0.60	0.60	0.60	0.60
Sundaram Growth Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Select Midcap	0.65	0.60	0.60	0.60	0.60
Sundaram Select Focus	0.65	0.60	0.60	0.60	0.60
Sundaram SMILE Fund	0.65	0.60	0.60	0.60	0.60
Sundaram Equity Plus	0.50	0.75	0.75	0.75	0.75
Sundaram Tax Saver <= Rs.1.5 Lac	0.65	0.60	0.60	0.60	0.60
Sundaram Tax Saver > Rs.1.5 Lac	0.65	0.60	0.60	0.60	0.60

Fee Structure – B15 Cities

Product	AIP (%)	#ARI (%)	Year-1 Trail (%)	Year-2 Trail (%)	Year-3 Trail (%)	Year-4 Onwards (%)
Sundaram Balanced Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Equity Multiplier Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Entertainment Opp Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Infrastructure Adv. Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram PSU Opp Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Rural India Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Financial Services Opp	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Growth Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Select Midcap	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Select Focus	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram SMILE Fund	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Equity Plus	0.50	1.65	0.75	0.75	0.75	0.75
Sundaram Tax Saver <= Rs.1.5 Lac	0.65	1.65	0.60	0.60	0.60	0.60
Sundaram Tax Saver > Rs.1.5 Lac	0.65	1.65	0.60	0.60	0.60	0.60

SIP Incentive: We are pleased to upfront ADI / AIP on new SIP/STP in our equity funds, as follows.

	T-15 & B15 Locations				Annual Retention Incentive for B-15 locations
SIP/STP Installment	SIP's Of 36 Months Or More		All Other SIP's		
	ADI / AIP %	Trail for All Years(p.a.)	ADI / AIP %	Trail for All Years(p.a.)	
>= Rs.1000 & < Rs.10000	ADI/AIP for SIPx 36 Months	Same as SIP Pricing	Same as SIP Pricing		Same as SIP Pricing
>= Rs.10000	Same as SIP Pricing				
< Rs.1000					

Hybrid Schemes - Lumpsum & SIP : T 15 & B15 Cities

Product	ADI/AIP (%)	Year-1 Trail (%)	Year-2 Trail (%)	Year-3 Trail (%)	Year-4 Onwards (%)
Sundaram MIP – Conservative	0.00	0.40	0.40	0.40	0.40
Sundaram MIP – Moderate	0.50	0.50	0.50	0.50	0.50
Sundaram MIP –Aggressive	0.50	0.50	0.50	0.50	0.50

Other Fixed Income Schemes - Lumpsum & SIP: T 15 & B15 Cities

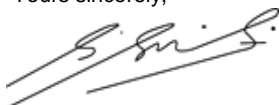
Product	ADI/AIP (%)	Year-1 Trail (%)	Year-2 Trail (%)	Year-3 Trail (%)	Year-4 Onwards (%)
Debt Funds					
Sundaram Bond Saver	0.75	0.50	0.50	0.50	0.50
Sundaram Income Plus	0.00	0.15	0.15	0.15	0.15
Sundaram Select Debt- ST Plan	0.40	0.50	0.50	0.50	0.50
Sundaram Flexible Fund Flex Income	0.00	0.15	0.15	0.15	0.15
Sundaram Banking & PSU Debt Fund	0.00	0.20	0.20	0.20	0.20
Gilt Fund					
Sundaram Gilt Fund	0.00	0.10	0.10	0.10	0.10
Fund of Funds					
Sundaram Global Advantage Fund	0.00	0.20	0.20	0.20	0.20
Liquid & Short Term Funds					
Sundaram Money Fund	0.00	0.04	0.04	0.04	0.04
Sundaram Ultra ST Fund	0.00	0.05	0.05	0.05	0.05
Sundaram Flexible Fund –STP	0.00	0.09	0.09	0.09	0.09

Terms and Conditions:

1. The attached brokerage structure is applicable for the period 1st January, 2016 to 31st March, 2016. However, Sundaram Asset Management Ltd. reserves the right to change the Brokerage Rates applicable – Distribution Incentive / Trail in the intermittent period in case of Regulatory Changes / Change in Industry practices in respect to payment of Brokerage on Funds.
2. Advanced Distribution Incentive (ADI), Additional Incentive Payout (AIP) refers to the quantum of trail brokerage advanced to the distributors. In case redemption/switch-out of investments before the expiry of advancing period, proportionate ADI, AIP & any other incentive shall be recovered/clawed back/ set off from any payments due to the distributor, at AMC's sole discretion. The quantum of recovery depends on the period for which trail brokerage is advanced.
3. #Annualised Retention Incentive (ARI) refers to the quantum of additional brokerage payable on fresh mobilization in B15 cities. In the event of redemption / switchout within one year from the date of investment, the ARI paid to you will be completely recovered /clawed back /set off from any payment due to you.
4. T-15 refers to TOP 15 cities provided by AMFI & B-15 refers to the cities beyond TOP 15 cities referred in AMFI circular. The T-15 cities are Ahmedabad, Bangalore, Baroda, Chandigarh, Chennai, Hyderabad, Jaipur, Kanpur, Kolkata, Lucknow, Mumbai (Including suburbs), New Delhi (including NCR), Panaji, Pune & Surat. Basis of Identification of "T-15" / "B-15" would be the investor location /pincode mentioned advised by AMFI.
5. In the event premature closure of SIP / STP, proportionate incentive on New SIP will be recovered from the subsequent payouts.
6. Sundaram Asset Management Company Limited reserves the right to change the brokerage / incentive without prior intimation.
7. The above compensation structure is inclusive of all applicable taxes and levies (if any).
8. This letter will supercede any other incentive/ brokerage communication issued earlier for the above period.
9. AMC reserves the right to make prospective changes to the structure including trail on existing assets. In the event of unavoidable reduction in expenses due to regulatory / other reasons, the perpetual trail may undergo change.
10. For all SIP/STP investments, other than new SIP/STP, brokerage on Lumpsum investments applies.
11. Direct Plan (Lump sum & SIP Investments): i) No brokerage is payable on purchases/ switches into direct plans.
ii) Switches from regular plan(s) into Direct Plan(s) will be subject to proportionate or complete claw back as per the guidelines governing claw back.
12. Incentives AIP & ARI are payable only on investments from B15 Cities.

Looking forward to your support in our products,

Yours sincerely,



Sunil Subramaniam
Chief Executive Officer

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