



# **ANNUAL REPORT**

## **2015 - 2016**

**Liquid - Debt Schemes**

**STATUTORY DETAILS:**

**SPONSORS**

**Tata Sons Limited**

Bombay House,  
24, Homi Modi Street,  
Mumbai - 400 001.

**Tata Investment Corporation Limited**

Elphinstone Building, 10, Veer Nariman Road,  
Mumbai – 400 001.

**TRUSTEE**

**Tata Trustee Company Limited**

Mafatlal Centre, 9th Floor,  
Nariman Point, Mumbai – 400 021.

**AMC**

**Tata Asset Management Ltd.**

Mafatlal Centre, 9th Floor,  
Nariman Point, Mumbai – 400 021.

**REGISTRAR**

**Computer Age Management Services (Pvt.) Limited**

No. 178/10, Kodambakkam High Road,  
Opp. Hotel Palmgrove,  
Nungambakkam, Chennai 600 034.

## REPORT OF THE TRUSTEES TO THE UNITHOLDERS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2016

Dear Unitholder,

It gives us great pleasure to communicate with you and present to you the scheme-wise audited financials as on 31<sup>st</sup> March, 2016. This Report is in continuation of the 'Portfolio Statement of the Schemes' as on 31<sup>st</sup> March, 2016 published by the investment manager earlier.

### 1. **Scheme Performance, Future Outlook and Operations of the Schemes**

**The year that was:**

#### **Equity:**

Financial year 2015-16 was a volatile year for Indian equities. The year started on an optimistic note on the back of a growth oriented budget, India being a beneficiary of benign commodity prices and hopes of economic recovery. However, the continued rapid fall in commodities, weak economic growth in large parts of the world and Chinese currency devaluation led to weakening of risk appetite and strong bouts of selling during the year. BSE Sensex and Nifty 50 declined by about 9% during the year. However, the broader market performed relatively better with BSE Midcap gaining a marginal 0.3% and BSE Small cap declining by only 3.2%. Companies more exposed to global commodities and energy sector as also those in capex related sectors had their profits under pressure and underperformed the market. Companies with a more domestic focus and with good cash generation and outperformed the market. Banks with high exposure of corporate and project lending underperformed while more retail lending oriented banks and Non-Banking Financial Companies (NBFC's) outperformed.

#### **Debt:**

During the year Reserve Bank of India (RBI) continued its accommodative stance, with cumulative rate cuts totaling 100 bps. This was made possible by the CPI Inflation coming off despite a second successive year of deficient monsoon, largely aided by plunging crude prices and high base effect. The macroeconomic scenario was a mixed bag with inflation, CAD and reserves doing well but still reasonable slack in the economic activity although the GDP was amongst the world's highest at 7.6%. However, internal and external challenges impeded market yields from coming off as expected or in line with the rate cuts. Fears of increased sovereign supply also weighed on the market at the beginning of the last quarter. The Budget for Financial Year 2017 turned out to be a key igniter for the bond market to rally, followed by other crucial policy actions by the Government of India (GOI) and RBI. As the GOI slashed small savings rates, linking them to market rates and stuck to the fiscal deficit target of 3.5% and RBI conducting Open Market Operation (OMO) purchases to infuse enduring liquidity, the sovereign bond yields came off sharply. For the year, 10-year benchmark sovereign bond yield eased by around 28 bps, to close at 7.46%. Corporate bonds across the credit curve witnessed a roller-coaster ride as yields dipped and bounced back during the second half of the year. On the whole, yields have ended at around the same levels from where they were at the start of the year.

### **Future Outlook as per the Investment Manager, Tata Asset Management Limited**

#### **Equity**

The Investment Manager continues to retain a generally positive outlook on the Indian equity markets over the medium term. India's macroeconomic parameters continue to be healthy with the twin deficits and inflation remaining under control. GDP and earnings growth is expected to improve gradually. Market valuations are now at longer term averages and there can be volatility in near term on account of concerns on the impact of the global slowdown, central bank policies of large developed economies. However, this would not alter the medium term positive outlook on Indian equities.

#### **Debt**

While responding to the global disinflationary environment RBI is unlikely to compromise on its long-term CPI targets. Investment Manager believes that the RBI is nearing the end of its easing cycle. The 10-year benchmark yield may consolidate in the range of 7.25 -7.5% for Financial Year 2017 as the RBI gets to a neutral stance, and US Fed mulls over one or two hikes in fed funds rate. Given the medium-term debt strategy for longer-dated supply, the issuances at the shorter-end of the curve are likely to remain muted, which in turn may lead to steepening of the yield curve.

### **FUNDS UNDER MANAGEMENT – OPERATIONS**

Tata Mutual Fund as on 31<sup>st</sup> March'2016, has thirty-one open ended schemes of which sixteen are equity schemes, two are balanced schemes, twelve are debt schemes, one is Equity Linked Saving Scheme (ELSS) and forty-six close ended schemes of which forty-five are debt schemes and one is Equity Linked Saving Scheme (ELSS). The Average Assets under Management for the year 2015-2016 was Rs.30081.18 crores. (Up by Rs.5384.86 crore compared to the year 2014-15)

### 2. **Investment objective, policy and performance of the schemes of Tata Mutual Fund:**

Please refer Annexure I for a detailed write up in this regard as provided by the Investment Manager (TAML).

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## 3. Brief Background of Sponsors, Trust, Trustee Company and Asset Management Company (AMC).

### a) Tata Mutual Fund

Tata Mutual Fund (TMF) was set up as a Trust by the Sponsors and the Settlers, Tata Sons Limited (TSL) and Tata Investment Corporation Limited (TICL) on 9<sup>th</sup> May, 1995 with Tata Trustee Company Limited as a Trustee in accordance with the provisions of the Indian Trusts Act, 1882 and is duly registered under the Indian Registration Act, 1908. The Trustee has entered into an Investment Management Agreement dated 9<sup>th</sup> May, 1995 with Tata Asset Management Limited to function as the Investment Manager for all the Schemes of Tata Mutual Fund (TMF). TMF was registered with SEBI on 30<sup>th</sup> June, 1995.

The Trustee is the exclusive holder of the Trust Funds and holds the same in trust for the benefit of the unitholders who are the ultimate owners/beneficiaries of the funds. The Trustee has been discharging its duties and carrying out the responsibilities as provided in the Regulations and the Trust Deed. The Trustee seeks to ensure that the Fund and the Schemes floated there under are managed by the AMC in accordance with the Trust Deed, the Regulations, directions and guidelines issued by the SEBI, the Stock Exchanges, the Association of Mutual Funds in India and other regulatory agencies.

Tata Asset Management Limited (TAML) is a company incorporated under the Companies Act, 1956 on 15<sup>th</sup> March, 1994. TAML has been appointed as the Asset Management Company for Tata Mutual Fund by the Trustee vide Investment Management Agreement (IMA) dated 9<sup>th</sup> May, 1995, executed between TTCL and TAML.

The Trustee Company has appointed TAML as the Investment Manager for TMF.

## 4. Significant Accounting Policies:

Accounting policies are in accordance with the requirements of the Securities Exchange Board of India (Mutual Fund) Regulations 1996.

## 5. General Policies and Procedures for exercising the voting rights

In view of SEBI guidelines related to "Role of Mutual Funds in Corporate Governance of Public Listed Companies", Tata Asset Management Ltd. has formulated its "Policy for Proxy Voting in Public Listed Companies". The said policy and summary as well as details of actual exercise of proxy votes during the Financial Year 2015 – 2016 are enclosed as **Annexure II & Annexure III** to this report and is also available on the website [www.tatamutualfund.com](http://www.tatamutualfund.com).

## 6. Investor Education at Tata Mutual Fund

Our investor education efforts continued with the popular Professor Simply Simple who simplified financial jargons in an easy-to-read format. The Professor's lessons are quite popular with associates and investors alike. We have published a total of 171 lessons to date. For taking investor awareness to a mass level, TMF distributed a total of 68.03 lakh comic books on a single day on March 14<sup>th</sup> 2016 with leading newspaper publications and India Book of Records acknowledged this feat certifying this campaign as the 'Most Circulated Education Campaign'. Both the booklet and its animation are available in English, Hindi, Tamil, Gujarati, Bengali and Kannada on our website.

7. The Trustees take pleasure in informing that Tata Mutual Fund has completed twenty years in the Indian Mutual Fund Industry. Over the years the Mutual Fund has grown manifold on all fronts and presently caters to over Eleven Lakh investor folios covering both Indian and NRI investors.

## 8. Unclaimed Dividend & Redemption:

Details of unclaimed dividend and redemption amount are given in **Annexure IV**.

## 9. Redressal of Complaints received by TMF during 2015-2016:

Details of complaints received and redressed during financial year 2015-16 are given in **Annexure V**.

## 10. Statutory Information:

- a) The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond their initial contribution (to the extent contributed) of Rs. 1 lakh for setting up the Fund and existing SEBI (Mutual Funds) Regulation, 1996.
- b) The price and redemption value of the units, and income from them, can go up or down with fluctuations in the market value of its underlying investments.
- c) Full Annual Report is disclosed on the website ([www.tatamutualfund.com](http://www.tatamutualfund.com)) and is available for inspection at the Head Office of the mutual fund. Present and prospective unit holders can obtain a copy of the trust deed, and the full Annual Report of the Fund / AMC at a charge.

**For Tata Trustee Company Limited  
Director**

Date: July 27, 2016

Place: Mumbai

**Investment Objective, policy and performance of the schemes:**
**Tata Money Market Fund:**

An open ended money market scheme (Liquid Fund Category). The investment objective is to create a highly liquid portfolio of money market instruments so as to provide reasonable returns and high liquidity to the unitholders. The scheme is investing 100% of the net assets in money market securities. The scheme has investment in / purchase money market securities with maturity upto 91 days only.

The fund has outperformed due to exposure to high yield papers and active mark to market management.

**Performance at a glance (% as on 31st March, 2016)**

	Last 1 year	Last 3 years	Last 5 years	Since Inception
Direct –Growth	8.25	8.98	NA	8.98 (01/01/13)
Regular Plan- Growth	8.18	8.89	9.10	7.77 (01/09/04)
<b>Crisil Liquid Fund Index</b>				
Direct –Growth	8.04	8.82	NA	8.78
Regular Plan- Growth	8.04	8.82	8.63	7.16

NA - Not Available.

**Past Performance may or may not sustain in future. Return for period more than one year is compounded annualised. Returns given are for Regular Plan (Growth option) & Direct Plan (Growth option).**

**Tata Liquid Fund:**

An open ended high liquidity income scheme. The Investment objective is to create a highly liquid portfolio of good quality debt as well as money market instruments so as to provide a reasonable returns and high liquidity to the Unitholders.

The Scheme can invest 100 % of its net assets in debt & money market instruments having maturity upto 91 days. It also has flexibility to invest 100% in non-money market fixed income instruments. The Fund have the flexibility to invest in wide range of listed/unlisted debt & money market instruments.

The fund has outperformed due to exposure to high yield papers.

**Performance at a glance (% as on 31st March, 2016)**

	Last 1 year	Last 3 years	Last 5 years	Since Inception
Direct Plan Growth	8.24	8.88	NA	8.89 (1/1/2013)
Regular Plan – Growth	8.17	8.79	9.20	7.41 (22/05/03)
<b>Crisil Liquid Fund Index</b>				
Direct Plan Growth	8.04	8.82	NA	8.78
Regular Plan – Growth	8.04	8.82	8.63	6.85

NA - Not Available.

**Past Performance may or may not sustain in future. Return for period more than one year is compounded annualised. Returns given are for Regular Plan (Growth option) & Direct Plan (Growth option).**

**Tata Liquidity Management Fund:**

An open ended liquid scheme. The objective of the scheme is to generate reasonable returns alongwith high liquidity and safety by investing in a portfolio of money market and other short term debt instruments.

The Scheme can invest 100 % of its net assets in debt & money market instruments having maturity upto 91 days. It has flexibility to invest 100% in non-money market fixed income instruments also. The Fund have the flexibility to invest in wide range of listed/unlisted debt & money market instruments.

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Direct Plan: The fund has underperformed due to lower average maturity of fund.

Regular Plan: The fund has underperformed due to lower average maturity of fund and differential expense ratio as compared to direct plan.

### Performance at a glance (% as on 31st March, 2016)

	Last 1 year	Last 3 years	Last 5 years	Since Inception
Direct Plan – Growth	7.38	8.15	NA	8.27 (03/01/13)
Regular Plan – Growth	7.36	8.11	8.57	7.15 (03/03/06)
Crisil Liquid Fund Index	8.04	8.82	8.63	Regular Plan- 7.55 Direct Plan – 8.78

NA - Not Available.

**Past Performance may or may not sustain in future. Return for period more than one year is compounded annualised. Returns given are for Regular Plan (Growth option) & Direct Plan (Growth option).**

### VOTING POLICY

Tata Asset Management Limited (The AMC) is the Asset Management Company for Tata Mutual Fund (Fund). The AMC has set out this Voting policy which contains the principles that form the basis of all votes. The AMC believes that these principles are essential to ensure the long-term performance of assets managed by the AMC. The AMC will endeavour to manage voting rights with the same level of care and skill as it manages the funds. As a broad principle, the AMC does not have intention to participate directly or indirectly in the management of the companies but it will use its influence as the representative of the shareholder amongst others by exercising its voting rights in accordance with the best interests of its fund's unit holders as and when required. The AMC will follow a common voting policy for all its holdings including group companies and companies, which have subscribed to the units of the schemes of the AMC without any bias towards any company, the interests of its unitholders being of prime importance.

The Schemes are entitled to exercise the voting rights attached to the shares. The shareholders do not necessarily need to be physically present at the site of the company's annual meeting / extra-ordinary general meeting in order to exercise their right to vote. It is common for shareholders to voice their vote by proxy.

The AMC will exercise adequate safeguards to address any conflicts of interest with regard to any individual investments. This may imply that the AMC through its representatives may decide to refrain from exercising its voting rights if considered appropriate. AMC will only be voting in the exclusive interest of the unitholders, without taking into consideration the interest of any particular lobby/business group / promoter etc of such company.

### The Summary & Details of Vote Cast by Tata Mutual Fund for the Financial Year 2015-2016:

#### Summary of Votes cast by Tata Mutual Fund during the Financial Year 2015-2016

Financial Year	Quarter	Total no. of resolutions	Break-up of Vote decision		
			For	Against	Abstained
2015-2016	April - June	257	253	4	0
	July - September	1373	1343	20	10
	October - December	84	84	0	0
	January - March	46	46	0	0
<b>Total</b>		1760	1726	24	10

The details of actual exercise of proxy votes during the Financial Year 2015 – 2016 is enclosed with the Annual Report 2015-2016 of Tata Mutual Fund along with the Auditor's Certification and is also available on the website [www.tatamutualfund.com](http://www.tatamutualfund.com).

# **M. P. Chitale & Co.**

## **Chartered Accountants**

1/11, Prabhadevi Ind. Estate, 1st Flr., Opp. Siddhivinayak Temple, Veer Savarkar Marg, Prabhadevi, Mumbai - 25 • Tel.: 43474301-03 • Fax : 43474304

**The Board of Directors,  
Tata Asset Management Ltd/  
Tata Trustee Company Ltd.**  
9<sup>th</sup> Floor, Mafatlal Centre,  
Nariman Point,  
Mumbai-400 021

We have been appointed by Tata Asset Management Ltd. to audit the details of votes cast disclosed on their website in terms of SEBI circular No. CIR/IMD/DF/05/2014 dated March 24, 2014 and to issue a certificate to be submitted to trustees.

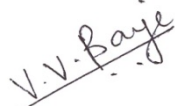
We have verified the voting disclosures made by Tata Asset Management Ltd. on the website for the year 2015-16 on the basis of data obtained from custodian and details received from the Investment Team w.r.t. the voting decision (either to vote for/against/abstain from voting) duly supported by the rationale for each agenda item.

We certify that AMC has disclosed details of all the votes cast in the format specified in the circular.

This certification has been issued for submission to Board of Directors of Tata Trustee Company Ltd. in terms of SEBI circular No. CIR/IMD/DF/05/2014 dated March 24, 2014 and should not be used for any other purpose.

Yours faithfully,

**For M.P. Chitale & Co.  
Chartered Accountants  
Firm Reg. No. 101851W**



**Vidya Barje  
Partner  
M. No. 104994  
Mumbai, May 2, 2016**



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Annexure IV

**Statement of Unclaimed Dividend & Redemptions as on 31st March'2016**

Scheme Name	Unclaimed Amounts			No. of Investors		
	Redemption (Rs.)	Dividend (Rs.)	Total (Rs.)	Redemption	Dividend	Total
Tata Capital Builder Fund	1,366,361.23	0.00	<b>1,366,361.23</b>	68	0	<b>68</b>
Tata Cap Protection Oriented Fund-1	15,181,336.91	0.00	<b>15,181,336.91</b>	11	0	<b>11</b>
Tata Cap Protection Oriented Fund-2	677,244.60	0.00	<b>677,244.60</b>	10	0	<b>10</b>
Tata Contra Fund	62,633.40	0.00	<b>62,633.40</b>	3	0	<b>3</b>
Tata Ethical Fund	1,603,109.40	2,306,241.83	<b>3,909,351.23</b>	72	704	<b>776</b>
Tata Dynamic Bond Fund	165,302.71	7,461.81	<b>172,764.52</b>	2	18	<b>20</b>
Tata Dividend Yield Fund	4,543,335.05	2,911,276.69	<b>7,454,611.74</b>	271	1,102	<b>1,373</b>
Tata Balanced Fund	1,709,447.14	6,974,585.96	<b>8,684,033.10</b>	144	4,023	<b>4,167</b>
Tata Equity Management Fund	3,428,648.99	0.00	<b>3,428,648.99</b>	198	0	<b>198</b>
Tata Equity Opportunities Fund	17,920,389.50	23,119,666.86	<b>41,040,056.36</b>	639	15,557	<b>16,196</b>
Tata Equity P/E Fund	8,310,270.74	2,621,264.67	<b>10,931,535.41</b>	480	3,431	<b>3,911</b>
Tata Floater Fund	736,401.64	0.00	<b>736,401.64</b>	84	0	<b>84</b>
Tata Fixed Horizon Fund	10,818.90	0.00	<b>10,818.90</b>	1	0	<b>1</b>
Tata Fixed Horizon Fund	2.65	0.00	<b>2.65</b>	2	0	<b>2</b>
Tata Fixed Horizon Fund	0.25	0.00	<b>0.25</b>	1	0	<b>1</b>
Tata Fixed Horizon Fund	2,500.02	0.00	<b>2,500.02</b>	2	0	<b>2</b>
Tata Fixed Horizon Fund	2.03	0.00	<b>2.03</b>	2	0	<b>2</b>
Tata Fixed Maturity Plan-Series 42 Scheme -F	10,936.10	0.00	<b>10,936.10</b>	1	0	<b>1</b>
Tata Fixed Maturity Plan-Series 47 Scheme - D	356.80	0.00	<b>356.80</b>	1	0	<b>1</b>
Tata Fixed Maturity Plan-Series 47 Scheme - H	92.10	0.00	<b>92.10</b>	1	0	<b>1</b>
Tata Fixed Maturity Plan Series 39 Scheme-F	0.00	0.00	<b>0.00</b>	0	0	<b>0</b>
Tata Fixed Income Portfolio Fund-A1	10,677.64	0.00	<b>10,677.64</b>	2	0	<b>2</b>
Tata Fixed Income Portfolio Fund-A2	12,228.24	0.00	<b>12,228.24</b>	2	0	<b>2</b>
Tata Fixed Income Portfolio Fund-A3	1,466,744.33	0.00	<b>1,466,744.33</b>	4	0	<b>4</b>
Tata Fixed Income Portfolio Fund-B2	75,714.16	0.00	<b>75,714.16</b>	2	0	<b>2</b>
Tata Fixed Income Portfolio Fund-B3	48,269.80	0.00	<b>48,269.80</b>	3	0	<b>3</b>
Tata Fixed Income Portfolio Fund-C3	14,292.40	0.00	<b>14,292.40</b>	2	0	<b>2</b>
Tata Fixed Horizon Fund	0.00	0.00	<b>0.00</b>	0	0	<b>0</b>
Tata Fixed Horizon Fund	0.00	0.00	<b>0.00</b>	0	0	<b>0</b>
Tata Fixed Horizon Fund	2.00	0.00	<b>2.00</b>	2	0	<b>2</b>
Tata Fixed Maturity Plan Series 38 Scheme -A	0.00	0.00	<b>0.00</b>	0	0	<b>0</b>
Tata Floating Rate Long Term Fund	823,379.47	21.68	<b>823,401.15</b>	32	1	<b>33</b>
Tata Money Market Fund	328,163.92	0.00	<b>328,163.92</b>	27	0	<b>27</b>
Tata Fixed Tenure Fund - Series 1	640,516.01	0.00	<b>640,516.01</b>	8	0	<b>8</b>
Tata Fixed Tenure Fund-Series-2 Scheme-A	228,056.70	0.00	<b>228,056.70</b>	4	0	<b>4</b>

Scheme Name	Unclaimed Amounts			No. of Investors		
	Redemption (Rs.)	Dividend (Rs.)	Total (Rs.)	Redemption	Dividend	Total
Tata Fixed Tenure Fund-Series-2 Scheme-B	60,412.58	0.00	<b>60,412.58</b>	4	0	<b>4</b>
Tata Growing Eco Infra Fund-Plan A	520,297.06	0.00	<b>520,297.06</b>	31	0	<b>31</b>
Tata Growing Eco Infra Fund-Plan B	2,928,134.91	0.00	<b>2,928,134.91</b>	155	0	<b>155</b>
Tata Gilt Securities Fund	69,513.84	184,977.87	<b>254,491.71</b>	5	169	<b>174</b>
Tata Income Fund	341,756.14	1,546,439.24	<b>1,888,195.38</b>	49	1,281	<b>1,330</b>
Tata Index Fund - Nifty A	75,400.39	0.00	<b>75,400.39</b>	6	0	<b>6</b>
Tata Index Fund - Sensex A	71,072.88	1,237.63	<b>72,310.51</b>	3	1	<b>4</b>
Tata Indo Global Infrastructure Fund	21,614,880.57	0.00	<b>21,614,880.57</b>	1,195	0	<b>1,195</b>
Tata Mid Cap Growth Fund	6,440,177.38	12,136,150.29	<b>18,576,327.67</b>	267	9,424	<b>9,691</b>
Tata Income Plus Fund	227,116.89	17,925.65	<b>245,042.54</b>	23	48	<b>71</b>
Tata Infrastructure Fund	35,956,522.56	2,720,377.10	<b>38,676,899.66</b>	1,719	973	<b>2,692</b>
Tata Infrastructure Tax Saving Fund	174,782.27	0.00	<b>174,782.27</b>	58	0	<b>58</b>
Tata Liquid Fund	1,357,048.42	98,405.92	<b>1,455,454.34</b>	35	27	<b>62</b>
Tata Liquidity Management Fund	1,232.76	0.00	<b>1,232.76</b>	2	0	<b>2</b>
Tata Life Sciences & Technology Fund	605,122.17	447,656.50	<b>1,052,778.67</b>	30	97	<b>127</b>
Tata Mid-cap Fund	1,164,919.29	0.00	<b>1,164,919.29</b>	59	0	<b>59</b>
Tata Regular Saving Equity Fund	1,095,088.68	227,617.54	<b>1,322,706.22</b>	32	486	<b>518</b>
Tata MIP Plus Fund	2,239,363.69	231,970.20	<b>2,471,333.89</b>	100	883	<b>983</b>
Tata Retirement Savings Fund-Conservative	78,886.87	0.00	<b>78,886.87</b>	18	0	<b>18</b>
Tata Retirement Savings Fund-Moderate	9,309.42	0.00	<b>9,309.42</b>	3	0	<b>3</b>
Tata Retirement Savings Fund-Progressive	146,343.59	0.00	<b>146,343.59</b>	37	0	<b>37</b>
Tata Service Industries Fund	77,978.41	13,447.43	<b>91,425.84</b>	6	3	<b>9</b>
Tata SIP Fund - 1	8,740,461.06	986.80	<b>8,741,447.86</b>	467	1	<b>468</b>
Tata SIP Fund - 2	1,881,949.38	0.00	<b>1,881,949.38</b>	112	0	<b>112</b>
Tata SIP Fund - Series 3	39,515.43	0.00	<b>39,515.43</b>	2	0	<b>2</b>
Tata Smart Investment Plan 1 - Scheme A	493,025.29	0.00	<b>493,025.29</b>	86	0	<b>86</b>
Tata Smart Investment Plan 1 - Scheme B	59,587.25	0.00	<b>59,587.25</b>	21	0	<b>21</b>
Tata Short Term Bond Fund	172,595.73	2,072.63	<b>174,668.36</b>	12	20	<b>32</b>
Tata Tax Advantage Fund - 1	4,853,838.43	0.00	<b>4,853,838.43</b>	222	0	<b>222</b>
Tata Treasury Manager Fund	678,388.61	0.00	<b>678,388.61</b>	26	0	<b>26</b>
Tata Large Cap Fund	16,041,326.01	9,133,838.43	<b>25,175,164.44</b>	751	4,576	<b>5,327</b>
Tata India Tax Savings Fund	4,510,758.89	24,835,098.71	<b>29,345,857.60</b>	276	14,780	<b>15,056</b>
Tata Young Citizens' Fund	1,868,738.57	0.00	<b>1,868,738.57</b>	160	0	<b>160</b>

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Annexure-V

### Redressal of Complaints received against Mutual Funds (MFs) during 2015-2016

Name of Mutual Fund: Tata Mutual Fund

Total Number of Folios: 1109880

Complaint code	Type of complaint #	(a) No. of complaints pending at the beginning of the year	Action on (a) and (b)									
			(b) No of complaints received during the year	Resolved				Non Actionable*	Pending			
				Within 30 days	30-60 days	60-180 days	Beyond 180 days		0-3 months	3-6 months	6-9 months	9-12 months
I A	Non receipt of Dividend on Units	0	9	9	0	0	0	0	0	0	0	0
I B	Interest on delayed payment of Dividend	0	2	2	0	0	0	0	0	0	0	0
I C	Non receipt of Redemption Proceeds	0	21	21	0	0	0	0	0	0	0	0
I D	Interest on delayed payment of Redemption	0	11	11	0	0	0	0	0	0	0	0
II A	Non receipt of Statement of Account /Unit Certificate	0	9	9	0	0	0	0	0	0	0	0
II B	Discrepancy in Statement of Account	0	86	85	0	0	0	0	1	0	0	0
II C	Data corrections in Investor details	4	903	891	0	0	0	0	16	0	0	0
II D	Non receipt of Annual Report/ Abridged Summary	0	0	0	0	0	0	0	0	0	0	0
III A	Wrong switch between Schemes	0	0	0	0	0	0	0	0	0	0	0
III B	Unauthorized switch between Schemes	0	0	0	0	0	0	0	0	0	0	0
III C	Deviation from Scheme attributes	0	0	0	0	0	0	0	0	0	0	0
III D	Wrong or excess charges/load	0	0	0	0	0	0	0	0	0	0	0
III E	Non updation of changes viz. address, PAN, bank details, nomination, etc	1	65	63	0	0	0	0	3	0	0	0
IV	Others	1	138	137	0	0	0	0	2	0	0	0
<b>Total</b>		<b>6</b>	<b>1244</b>	<b>1228</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>22</b>	<b>0</b>	<b>0</b>	<b>0</b>

### Complaints Summary for Financial Year'2015-2016:

Particulars	Count
Total Complaints Received	1244
Total Number of Folios	1109880
Percentage Complaints Against Folios	0.11%

# - including against its authorized persons / distributors / employees etc.

\***Non-actionable** - means the complaints that are incomplete / outside the scope of the Mutual Fund.

## INDEPENDENT AUDITOR'S REPORT

**TO THE BOARD OF DIRECTORS OF  
TATA TRUSTEE COMPANY LIMITED  
TATA MUTUAL FUND –TATA MONEY MARKET FUND**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **TATA MUTUAL FUND – TATA MONEY MARKET FUND** (the "Scheme") which comprise the Balance Sheet as at March 31, 2016, the Revenue Account and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

The Managements of Tata Trustee Company Limited (the "Trustee Company") and Tata Asset Management Limited (the "Investment Manager") are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Scheme in accordance with accounting policies and standards as specified and disclosures as prescribed under the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and subsequent amendments (the "Regulations") and the accounting principles generally accepted in India.

This responsibility includes the maintenance of adequate accounting records for safeguarding the assets of the Scheme 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 internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants 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 control relevant to the Scheme's preparation of the financial statements that give a true and fair view of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal control. 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.

### **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 Regulations and give a true and fair view in conformity with the accounting principles generally accepted in India and in accordance with the Regulations of the state of affairs of the Scheme as at March 31, 2016, its surplus and cash flows for the year ended on that date.

### **Report on Regulatory Requirements**

1. As required by Regulation 55, and Clause 5 of the Eleventh Schedule to the Regulations, we report that:
  - (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) the Balance Sheet, the Revenue Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account of the Scheme; and
  - (c) the Balance Sheet and the Revenue Account dealt with by this report have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of the Regulations.
2. As required by Clause 2 (ii) of Eighth Schedule of the Regulations, we report that, non-traded securities as at March 31, 2016 have been valued following the "Principles of Fair Valuation" approved by the Board of Directors of the Trustee Company and Investment Manager. In our opinion, these valuations are fair and reasonable.

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W / W-100018)

**G. K. Subramaniam**  
Partner  
(Membership No. 109839)

Mumbai, July 27, 2016

Annual Report  
2015-2016

**INDEPENDENT AUDITOR'S REPORT**

**TO THE BOARD OF DIRECTORS OF  
TATA TRUSTEE COMPANY LIMITED  
TATA MUTUAL FUND –TATA LIQUID FUND**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **TATA MUTUAL FUND – TATA LIQUID FUND** (the "Scheme") which comprise the Balance Sheet as at March 31, 2016, the Revenue Account and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Managements of Tata Trustee Company Limited (the "Trustee Company") and Tata Asset Management Limited (the "Investment Manager") are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Scheme in accordance with accounting policies and standards as specified and disclosures as prescribed under the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and subsequent amendments (the "Regulations") and the accounting principles generally accepted in India.

This responsibility includes the maintenance of adequate accounting records for safeguarding the assets of the Scheme 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 internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants 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 control relevant to the Scheme's preparation of the financial statements that give a true and fair view of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal control. 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.

**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 Regulations and give a true and fair view in conformity with the accounting principles generally accepted in India and in accordance with the Regulations of the state of affairs of the Scheme as at March 31, 2016, its surplus and cash flows for the year ended on that date.

**Report on Regulatory Requirements**

1. As required by Regulation 55, and Clause 5 of the Eleventh Schedule to the Regulations, we report that:
  - (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) the Balance Sheet, the Revenue Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account of the Scheme; and
  - (c) the Balance Sheet and the Revenue Account dealt with by this report have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of the Regulations.
2. As required by Clause 2 (ii) of Eighth Schedule of the Regulations, we report that, non-traded securities as at March 31, 2016 have been valued following the "Principles of Fair Valuation" approved by the Board of Directors of the Trustee Company and Investment Manager. In our opinion, these valuations are fair and reasonable.

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W / W-100018)

**G. K. Subramaniam**  
Partner  
(Membership No. 109839)

**Mumbai, July 27, 2016**

## INDEPENDENT AUDITOR'S REPORT

**TO THE BOARD OF DIRECTORS OF  
TATA TRUSTEE COMPANY LIMITED  
TATA MUTUAL FUND –TATA LIQUIDITY MANAGEMENT FUND**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **TATA MUTUAL FUND – TATA LIQUIDITY MANAGEMENT FUND** (the "Scheme") which comprise the Balance Sheet as at March 31, 2016, the Revenue Account and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

The Managements of Tata Trustee Company Limited (the "Trustee Company") and Tata Asset Management Limited (the "Investment Manager") are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Scheme in accordance with accounting policies and standards as specified and disclosures as prescribed under the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and subsequent amendments (the "Regulations") and the accounting principles generally accepted in India.

This responsibility includes the maintenance of adequate accounting records for safeguarding the assets of the Scheme 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 internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants 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 control relevant to the Scheme's preparation of the financial statements that give a true and fair view of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal control. 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.

### **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 Regulations and give a true and fair view in conformity with the accounting principles generally accepted in India and in accordance with the Regulations of the state of affairs of the Scheme as at March 31, 2016, its surplus and cash flows for the year ended on that date.

### **Report on Regulatory Requirements**

1. As required by Regulation 55, and Clause 5 of the Eleventh Schedule to the Regulations, we report that:
  - (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) the Balance Sheet, the Revenue Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account of the Scheme; and
  - (c) the Balance Sheet and the Revenue Account dealt with by this report have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of the Regulations.
2. The Scheme does not hold any non-traded securities as at March 31, 2016.

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W / W-100018)

**G. K. Subramaniam**  
Partner  
(Membership No. 109839)

Mumbai, July 27, 2016

## Balance Sheet as at 31st March, 2016

	Schedule	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
		As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.
<b>LIABILITIES</b>							
Unit Capital	I	302455,08,619	214606,31,024	114427,04,793	133800,10,301	1472,62,886	1128,29,739
Reserves & Surplus	II	305927,61,065	217587,80,995	128993,08,988	151924,28,664	1275,20,126	659,16,041
Loans (Refer Note C 22 of Schedule IX)	III	87482,59,051	88450,00,000	22500,00,000	27000,00,000	-	-
Current Liabilities & Provisions	IV	26932,85,469	40317,58,771	3391,08,055	10365,21,502	1,91,942	1,19,931
<b>TOTAL</b>		<b>722798,14,204</b>	<b>560961,70,790</b>	<b>269311,21,836</b>	<b>323089,60,467</b>	<b>2749,74,954</b>	<b>1788,65,711</b>
<b>ASSETS</b>							
Investments	V	636769,08,934	483090,82,377	231760,61,082	251852,01,265	-	1198,31,378
Deposits	VI	81202,00,000	75702,00,000	32500,00,000	55000,00,000	-	-
Other Current Assets	VII	4827,05,270	2168,88,413	5050,60,754	16237,59,202	2749,74,954	590,34,333
<b>TOTAL</b>		<b>722798,14,204</b>	<b>560961,70,790</b>	<b>269311,21,836</b>	<b>323089,60,467</b>	<b>2749,74,954</b>	<b>1788,65,711</b>

Significant Accounting Policies and Notes to the Accounts IX

In terms of our reports attached  
For **Deloitte Haskins & Sells LLP**  
Chartered Accountants

For and on behalf of the Board of Directors  
of **Tata Trustee Company Limited**

**G. K. Subramaniam**  
Partner

Director  
**Tata Asset Management Limited**

Mumbai, July 27, 2016

Authorised Signatory      Fund Manager

## Revenue Account for the year ended 31st March, 2016

Schedule	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	Year Ended 31-Mar-16 Rs.	Year Ended 31-Mar-15 Rs.	Year Ended 31-Mar-16 Rs.	Year Ended 31-Mar-15 Rs.	Year Ended 31-Mar-16 Rs.	Year Ended 31-Mar-15 Rs.
<b>INCOME</b>						
Interest	46515,76,734	36615,49,908	23525,90,863	35127,81,236	172,69,960	256,33,212
Profit on sale / redemption of investments (other than inter-scheme transfer/sale)	332,36,503	115,80,592	228,66,466	150,56,449	-	-
Profit on inter- scheme transfer / sale of investments	78,41,056	9,39,989	32,06,391	2,36,943	-	2,320
Load income	-	-	-	-	33	-
Other income (Including excess provision written back)	61,674	2,23,808	1,565	1,700	357	7,007
<b>TOTAL (A)</b>	<b>46927,15,967</b>	<b>36742,94,297</b>	<b>23786,65,285</b>	<b>35280,76,328</b>	<b>172,70,350</b>	<b>256,42,539</b>
<b>EXPENSES AND LOSSES</b>						
Loss on sale / redemption of investments (other than inter-scheme transfer/sale)	110,30,988	32,71,328	63,86,672	58,13,799	222	146
Loss on inter- scheme transfer / sale of investments	13,10,649	5,90,937	4,38,508	12,05,575	-	-
Management fees	165,53,984	327,39,047	77,62,232	572,93,872	1,08,745	1,80,904
Trusteeship fees	-	62,94,809	-	90,55,311	-	44,021
Service Tax Expenses on Management Fees	23,61,494	40,46,536	10,99,946	70,81,519	15,326	22,361
Commission to Agents	81,30,183	185,02,278	48,04,893	162,88,172	58,894	1,20,784
Investor Education Fund Expenses	67,37,720	76,04,991	35,70,819	74,70,828	48,037	61,578
Interest expense on borrowings	950,81,416	566,84,681	554,82,011	538,03,265	-	-
Provision/(Reversal) for / of diminution in value of investments	(16,29,948)	58,44,343	(23,53,966)	27,26,640	-	-
<b>TOTAL (B)</b>	<b>1395,76,486</b>	<b>1355,78,950</b>	<b>771,91,115</b>	<b>1607,38,981</b>	<b>2,31,224</b>	<b>4,29,794</b>
Surplus for the year/period (A-B)	45531,39,481	35387,15,347	23014,74,170	33673,37,347	170,39,126	252,12,745
Increase/(Decrease) in unrealised appreciation in value of investments (Refer Note C 12 of Schedule IX)	280,76,977	175,22,173	86,07,091	41,03,956	(3,252)	3,252
Surplus after considering unrealised appreciation in value of investments	45812,16,458	35562,37,520	23100,81,261	33714,41,303	170,35,874	252,15,997
Add/(Less) : Income Equalisation Account (Refer Note B 1.5 of Schedule IX)	48011,32,079	143729,70,431	(40295,27,729)	39558,06,623	466,91,442	(835,17,333)
93823,48,537	179292,07,951	(17194,46,468)	73272,47,926	637,27,316	(583,01,336)	
Add: Surplus brought forward	202140,34,396	30161,83,147	196224,76,464	134634,01,598	745,07,191	1405,33,095
Surplus after adjustments	295963,82,933	209453,91,098	179030,29,996	207906,49,524	1382,34,507	822,31,759
<b>Appropriations</b>						
Income Distribution	3956,46,159	5259,84,502	3619,84,250	8462,17,757	15,30,597	57,59,082
Tax on dividend distributed	1925,11,907	2053,72,200	1723,92,205	3219,55,303	5,92,617	19,65,486
<b>Surplus carried forward to Revenue Reserve</b>	<b>290082,24,867</b>	<b>202140,34,396</b>	<b>173686,53,541</b>	<b>196224,76,464</b>	<b>1361,11,293</b>	<b>745,07,191</b>
Income as a percentage to Average Net Assets	8.16	8.91	8.18	8.98	7.19	8.30
Recurring Expenses as a percentage to Average Net Assets	0.22	0.30	0.25	0.38	0.10	0.14

Significant Accounting Policies and Notes to the Accounts IX

In terms of our reports attached  
For **Deloitte Haskins & Sells LLP**  
Chartered Accountants

For and on behalf of the Board of Directors  
of **Tata Trustee Company Limited**

**G. K. Subramaniam**  
Partner

Director  
Tata Asset Management Limited

Mumbai, July 27, 2016

Authorised Signatory Fund Manager



## Cash Flow Statement for the year ended 31st March, 2016

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	Year Ended 31-Mar-16	Year Ended 31-Mar-15	Year Ended 31-Mar-16	Year Ended 31-Mar-15	Year Ended 31-Mar-16	Year Ended 31-Mar-15
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>A. Cash flow from Operating Activities</b>						
Surplus for the year/period (Refer Note 2 below)	45812,16,458	35562,37,520	23100,81,261	33714,41,303	170,35,874	252,15,997
Adjustments for:-						
Dividend income	-	-	-	-	-	-
Interest income	(46515,76,734)	(36615,49,908)	(23525,90,863)	(35127,81,236)	(172,69,960)	(256,33,212)
Interest expense on borrowings	950,81,416	566,84,681	554,82,011	538,03,265	-	-
(Increase) / Decrease in Unrealised gain/loss in the value of Investments (shown on net basis)	(297,06,925)	(116,77,830)	(109,61,057)	(13,77,316)	3,252	(3,252)
<b>Change in assets and liabilities:</b>						
(Increase) / Decrease in Investments at Cost	(166794,43,330)	(312024,57,466)	10325,52,240	19265,92,293	1198,28,126	(1198,28,126)
(Increase) / Decrease in Deposits with scheduled banks/companies / institutions	(5500,00,000)	(45702,00,000)	22500,00,000	15250,00,000	-	-
(Increase) / Decrease in Other Current Assets	(1,11,552)	48,00,019	(1,62,774)	84,24,284	(1,269)	-
Increase / (Decrease) in Current Liabilities and Provisions	(75,67,172)	658,93,243	(132,16,974)	(152,55,728)	(75,806)	(3,87,046)
<b>Cash Generated from/(used in) Operations</b>	<b>(172421,07,839)</b>	<b>(357622,69,741)</b>	<b>32711,83,844</b>	<b>33558,46,865</b>	<b>1195,20,217</b>	<b>(1206,35,639)</b>
Interest received	46545,35,004	36341,06,131	23732,63,625	34941,64,503	172,07,618	256,49,870
Dividend received	-	-	-	-	-	-
<b>Net Cash Generated from/(used in) Operating Activities</b>	<b>(A) (125875,72,835)</b>	<b>(321281,63,610)</b>	<b>56444,47,469</b>	<b>68500,11,368</b>	<b>1367,27,835</b>	<b>(949,85,769)</b>
<b>B. Cash flow from Investing Activities</b>	<b>(B) -</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>C. Cash flow from Financing Activities</b>						
Net proceeds from reissue / (payments for re-purchase) of units	87720,46,492	122596,06,548	(16356,57,504)	(26851,23,572)	345,84,416	(1706,37,999)
Net unit premium received / (paid)	48409,21,678	154383,23,396	(40688,24,482)	20927,41,003	466,91,425	(835,19,540)
Proceeds from Borrowings	87482,59,051	88450,00,000	22500,00,000	27000,00,000	-	-
Repayment of Borrowings	(88450,00,000)	(34942,62,902)	(27000,00,000)	(64888,34,673)	-	-
Interest paid during the year	(952,67,519)	(542,84,985)	(556,06,778)	(530,80,553)	-	-
Dividend paid (including tax on dividend distributed, where applicable) during the year/period	(5865,58,490)	(7313,43,355)	(5337,67,890)	(11681,46,773)	(21,26,666)	(77,24,732)
<b>Net Cash Generated from/(used in) Financing Activities</b>	<b>(C) 128344,01,212</b>	<b>322630,38,702</b>	<b>(67438,56,654)</b>	<b>(56024,44,568)</b>	<b>791,49,175</b>	<b>(2618,82,271)</b>
<b>Net increase / (decrease) in Cash and Cash Equivalents</b>	<b>(A+B+C) 2468,28,377</b>	<b>1348,75,092</b>	<b>(10994,09,185)</b>	<b>12475,66,800</b>	<b>2158,77,010</b>	<b>(3568,68,040)</b>
<b>Cash and cash equivalents as at the beginning of the year/period</b>	1819,78,984	471,03,892	15874,82,531	3399,15,731	590,34,333	4159,02,373
<b>Cash and cash equivalents as at the end of the year/period (Refer Note 1 below)</b>	<b>4288,07,361</b>	<b>1819,78,984</b>	<b>4880,73,346</b>	<b>15874,82,531</b>	<b>2749,11,343</b>	<b>590,34,333</b>
Notes:						
<b>1. Components of cash and cash equivalents as at the end of the year/period (Refer Note B 1.5 of Schedule IX)</b>						
Balances with banks in current account (Refer Schedule VII)	2172,59,828	71,33,369	1862,83,785	2443,31,182	8,15,660	15,00,577
Collateralised Borrowing and Lending Obligation ("CBLO") (Refer Schedule VII)	-	1751,49,754	-	13447,02,949	-	575,33,756
Reverse Repos (Refer Schedule VII)	2119,62,293	-	3034,24,388	-	2740,96,952	-
Less: Earmarked Balances - Unclaimed Dividend and Unclaimed Redemption invested in Reverse Repos/CBLO (Refer Schedule IV)	(4,14,760)	(3,04,139)	(16,34,827)	(15,51,600)	(1,269)	-
<b>Cash and cash equivalents as at the end of the year/period</b>	<b>4288,07,361</b>	<b>1819,78,984</b>	<b>4880,73,346</b>	<b>15874,82,531</b>	<b>2749,11,343</b>	<b>590,34,333</b>
<b>2. Surplus / (Deficit) for the year/period considered in the cash flow statement is after adjusting net movement in in Marked to Market value of Investments.</b>						

Significant Accounting Policies and Notes to the Accounts IX

In terms of our reports attached  
For **Deloitte Haskins & Sells LLP**  
Chartered Accountants

For and on behalf of the Board of Directors  
of **Tata Trustee Company Limited**

**G. K. Subramaniam**  
Partner

**Director**  
**Tata Asset Management Limited**

Mumbai, July 27, 2016

**Authorised Signatory** **Fund Manager**

## Schedule I - Unit Capital

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.
Initial Capital	48444,98,320	48444,98,320	100,50,000	100,50,000	374,20,641	374,20,641
<u>Unit Capital (Refer Annexure 6)</u>						
Units Opening Balance	214606,31,024	92010,76,929	133800,10,301	160385,89,246	1128,29,739	2834,67,738
Add : Units reissued during the year	6198310,82,888	5654383,93,118	3592487,83,370	5167067,26,674	2699,21,585	19462,05,416
	6412917,13,912	5746394,70,047	3726287,93,671	5327453,15,920	3827,51,324	22296,73,154
Less : Units repurchased during the year	6110462,05,293	5531788,39,023	3611860,88,878	5193653,05,619	2354,88,438	21168,43,415
Units Closing Balance	<b>302455,08,619</b>	<b>214606,31,024</b>	<b>114427,04,793</b>	<b>133800,10,301</b>	<b>1472,62,886</b>	<b>1128,29,739</b>

## Schedule II - Reserves &amp; Surplus

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.
<b><u>Unit Premium Reserve</u></b>						
Opening Balance	15447,46,599	4793,93,634	(44300,47,800)	(25669,82,180)	(85,91,150)	(85,88,943)
Net Addition/(Deduction) during the year	397,89,599	10653,52,965	(392,96,753)	(18630,65,620)	(17)	(2,207)
Closing Balance	15845,36,198	15447,46,599	(44693,44,553)	(44300,47,800)	(85,91,167)	(85,91,150)
<b>Revenue Account</b>	290082,24,867	202140,34,396	173686,53,541	196224,76,464	1361,11,293	745,07,191
	<b>305927,61,065</b>	<b>217587,80,995</b>	<b>128993,08,988</b>	<b>151924,28,664</b>	<b>1275,20,126</b>	<b>659,16,041</b>

## Schedule III - Loans

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	As At	As At	As At	As At	As At	As At
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Loan from Commercial Banks	67500,00,000	88450,00,000	22500,00,000	27000,00,000	-	-
Loan from The Clearing Corporation of India	19982,59,051	-	-	-	-	-
	<b>87482,59,051</b>	<b>88450,00,000</b>	<b>22500,00,000</b>	<b>27000,00,000</b>	-	-

Schedule IV - Current Liabilities & Provisions

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.
<b>Current Liabilities</b>						
Management Fees payable	36,57,683	3,86,597	17,42,039	2,42,757	11,767	1,846
Trusteeship Fees payable	-	50,42,154	-	72,53,295	-	35,301
Selling Commission / Brokerage Expenses payable	12,19,496	8,60,347	20,79,032	21,63,221	12,914	12,944
Other payable	5,32,987	4,59,999	2,21,407	2,80,267	7,932	317
Interest payable on loans (not due)	22,13,593	23,99,696	5,97,945	7,22,712	-	-
Units pending allotment	502,15,576	631,57,300	3306,24,458	278,31,020	1,50,000	-
Contract for purchase of investments	26308,95,500	39503,84,000	-	9875,49,000	-	-
Repurchase amount payable	-	-	704	704	-	-
Unclaimed Redemption payable (Refer Note C 14 of Schedule IX)	4,14,760	3,04,139	15,10,829	14,35,538	1,269	-
Unclaimed Dividend payable (Refer Note C 14 of Schedule IX)	-	-	1,23,998	1,16,062	-	-
Dividend Distribution Tax payable	23,00,086	6,87,163	14,86,347	8,79,942	950	4,402
Income Distribution payable	-	13,347	2,855	8,631	-	-
Investor Education Fund Expenses Payable	13,05,424	80,16,246	4,65,845	80,08,349	5,404	64,893
Service Tax payable on Management Fees	5,30,364	47,783	2,52,596	30,004	1,706	228
	<b>26932,85,469</b>	<b>40317,58,771</b>	<b>3391,08,055</b>	<b>10365,21,502</b>	<b>1,91,942</b>	<b>1,19,931</b>

**Schedule V - Investments**

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.
Treasury Bills	47688,58,154	39676,29,742	11368,31,784	10187,66,903	-	-
Commercial Paper	301050,15,435	153014,77,923	94387,04,484	94447,00,069	-	-
Certificate of Deposit	288030,35,345	290399,74,712	126005,24,814	147217,34,293	-	1198,31,378
	<b>636769,08,934</b>	<b>483090,82,377</b>	<b>231760,61,082</b>	<b>251852,01,265</b>	-	<b>1198,31,378</b>

Schedule VI - Deposits

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.
Deposits with scheduled banks	81000,00,000	75500,00,000	32500,00,000	55000,00,000	-	-
Deposits with Companies / Institutions	202,00,000	202,00,000	-	-	-	-
	<b>81202,00,000</b>	<b>75702,00,000</b>	<b>32500,00,000</b>	<b>55000,00,000</b>	-	-

## Schedule VII - Other Current Assets

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.	As at 31-Mar-16 Rs.	As at 31-Mar-15 Rs.
Balances with banks in current accounts	2172,59,828	71,33,369	1862,83,785	2443,31,182	8,15,660	15,00,577
Collateralised Borrowing and Lending Obligation	-	1751,49,754	-	13447,02,949	-	575,33,756
Reverse Repos	2119,62,293	-	3034,24,388	-	2740,96,952	-
Contract for sale of investments	218,35,198	-	-	-	-	-
Accrued income	316,47,020	346,05,290	140,52,309	347,25,071	62,342	-
Inter-scheme dues	-	-	12,20,725	-	-	-
Others Receivables (Refer Note C 18 of Schedule IX)	931	-	79,547	-	-	-
	<b>4827,05,270</b>	<b>2168,88,413</b>	<b>5050,60,754</b>	<b>16237,59,202</b>	<b>2749,74,954</b>	<b>590,34,333</b>



## Schedule VIII - Interest Income

	Tata Money Market Fund		Tata Liquid Fund		Tata Liquidity Management Fund	
	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Term Deposits	4093,08,110	4413,58,057	2425,63,629	5261,02,284	-	-
Debentures / Bonds / Asset Backed Securities	-	-	37,81,918	181,86,178	-	-
Discounted Securities	42089,70,106	31890,18,185	20889,70,955	29350,96,225	60,06,487	105,45,651
Reverse Repos	332,36,844	311,52,676	169,64,677	332,23,667	112,63,473	150,87,561
Other Deposits	61,674	20,990	3,09,684	1,72,882	-	-
	<b>46515,76,734</b>	<b>36615,49,908</b>	<b>23525,90,863</b>	<b>35127,81,236</b>	<b>172,69,960</b>	<b>256,33,212</b>

**Schedule IX - Statement of Significant Accounting Policies and Notes to the Accounts as at and for the year ended 31st March, 2016.**

**A. Background**

Tata Mutual Fund (the "Fund") is registered with the Securities and Exchange Board of India ("SEBI"). The Schemes are managed by Tata Asset Management Limited ("TAML" / the "Investment Manager"), an investment management company registered with SEBI. The Schemes are sponsored by Tata Sons Limited ("TSL") and Tata Investment Corporation Limited ("TICL"). Tata Trustee Company Limited ("TTCL" / the "Trustee Company") is the trustee company of the Schemes.

<b>SCHEME</b>	<b>BACKGROUND</b>
Tata Money Market Fund (TMMF)	TATA MONEY MARKET FUND is an open ended scheme of the Fund. The investment objective is to create a highly liquid portfolio of money market instruments so as to provide reasonable returns and high liquidity to the unitholders.
Tata Liquid Fund (TLF)	TATA LIQUID FUND is an open ended scheme of the Fund. The investment objective is to create a highly liquid portfolio of good quality debt as well as money market instruments so as to provide reasonable returns and high liquidity to the unitholders.
Tata Liquidity Management Fund (TLMF)	TATA LIQUIDITY MANAGEMENT FUND is an open ended scheme of the Fund. The investment objective of the Scheme is to generate reasonable returns alongwith high liquidity and safety by investing in a portfolio of money market and other short term debt instruments.

## **B. SIGNIFICANT ACCOUNTING POLICIES**

### **1.1 Basis of Accounting**

The principle accounting policies applied in the presentation of these financial statements are set out below. These policies have been consistently applied to both the periods presented, unless otherwise stated.

### **1.2 Preparation of Financial Statements of the Schemes**

The financial statements of the Schemes have been prepared in accordance with the requirements of Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and subsequent amendments (the "SEBI Regulations"), the Ninth and Eleventh Schedules of which lay down the accounting policies and standards to be adopted and the disclosures to be made and the accounting principles generally accepted in India.

The preparation of financial statements in conformity with the SEBI Regulations requires the use of certain critical accounting estimates. It also requires the Board of Directors of the Investment Manager to exercise its judgement in the process of applying the Fund's accounting policies.

### **1.3 Portfolio Valuation**

#### **a Recognition and measurement**

Regular purchases and sales of investments are recognised on the trade date - i.e. the date on which the Scheme's order of purchase or sale of investment is executed. Investments include contracts for purchase of securities and exclude contracts for sale of securities, for which deliveries are not received/collected.

Investments purchased are initially recognised at cost of acquisition. Cost of acquisition includes transaction costs such as brokerage, stamp charges and other charges customarily included in the brokers note, but excludes pre-acquisition accrued interest which is classified as part of "Other Current Assets".

Subsequent to initial recognition, all investments are measured at fair values reflective of the realisable value of the securities / assets. Gains or losses on sale of investments are determined using the "weighted average cost method" and are recognised in the Revenue Account in the period in which they arise either within "Income" if it is a gain or within "Expenses and Losses" if it is a loss. Changes in the unrealised diminution in the value of investments, if any, between two balance sheet dates is recognised in the Revenue Account as "Provision/(Reversal) for diminution in value of investments". Changes in the unrealised appreciation in the value of investments, if any, between two balance sheet dates is disclosed under appropriation account as "Increase / (Decrease) in unrealised appreciation in the value of investments". Unrealised gain in the value of investment is reduced from distributable income at the time of income distribution.

#### **b Fair value estimation**

##### **Debt securities (including asset backed securities and money market instruments but excluding Government Securities and Treasury Bills) ("Debt Securities"):**

Debt Securities (including floating rate securities and money market instruments) with balance maturity of over 60 days are being valued at average of the prices received from CRISIL Ltd. ("CRISIL") and ICRA Ltd. ("ICRA") (both agencies being entrusted for the purpose by the Association of Mutual Funds in India ("AMFI")).

Debt Securities with residual maturity of upto 60 days are valued on an amortisation basis. The amortisation based value is determined by adding to the cost or, as the case may be, last valuation price, the difference between the redemption value and the cost / last valuation price (as applicable) spread uniformly over the remaining maturity period of the instrument. Should the difference between the price derived from average yield and amortised value/trade value (as explained below) exceed 10 basis points of the amortised value, the amortised value/trade value is adjusted to bring it within the band of +/- 10 basis points from the price as derived from average yield. Upto 25th June, 2014, when there are trades in a day aggregating value of Rs. 100 crores or more by the Fund, highest yield in those trades would be considered for determining the trade value to be considered for valuation. With effect from 26th June, 2014, when there are trades in a day aggregating value of Rs. 25 crores or more by the Fund, highest yield in those trades would be considered for determining the trade value to be considered for valuation.

In the case of floating rate securities with floor and caps on coupon rate and residual maturity of upto 60 days, the valuation on an amortisation basis is determined taking the interest rate as the coupon rate.

**Government Securities and Treasury Bills:**

Government Securities and Treasury Bills having maturity greater than 60 days are valued at the average of the prices released by CRISIL and ICRA, the approved agencies for this purpose. For Government Securities and Treasury Bills having residual maturity of upto 60 days are valued on an amortisation basis. The amortisation based value is determined by adding to the cost or, as the case may be, last valuation price, the difference between the redemption value and the cost / last valuation price (as applicable) spread uniformly over the remaining maturity period of the instrument. Should the difference between the price derived from average yield and amortised value (as explained below) exceed 10 basis points of the amortised value, the amortised value is adjusted to bring it within the band of +/- 10 basis points from the price as derived from average yield.

**Reverse repo and Collateralised Borrowing and Lending Obligation (CBLO) :**

Reverse repo and CBLO are valued at cost plus accrued interest.

**1.4 A) Income Recognition:**

Income is recognised on an accrual basis when the right of receipt is established and there is a reasonable certainty of collection. The recognition criteria for material classes of income are stated below :

- a) Profit or loss on sale of investments is recognised on trade date basis. The cost of investments sold is determined on "weighted average cost basis".
- b) Interest on investments, term deposits and reverse repos is recognised on a time-proportionate basis using the coupon rate.
- c) Discounts and premium on Debt Securities, CBLO and Treasury Bills are amortised on a straight-line basis over the period upto redemption.

**1.4 B) Expenses:**

Expenses are accrued as under:

- a) Management fees charged by the Investment Manager and Trusteeship fees charged by the Trustee company, charged to the Schemes were based on a pre-determined proportion of the daily net assets.
- b) Selling Commission directly attributable and identifiable to the Schemes, were being charged to the respective Schemes.
- c) The Schemes / Investment Manager (on behalf of the Schemes) contributed 2 basis points on daily net assets towards Investor Education and Awareness Initiative (IEAI) as per SEBI Regulations.
- d) Upto 30th July 2014, Interest on borrowings was borne by the Investment Manager. With effect from 31st July, 2014, Interest on borrowings was charged to the Schemes.

Above expenses are capped at the lower of the limits laid down in the SEBI Regulations and the Scheme Information Document ("SID").

**1.5 Unit Premium Reserve ("UPR") and Income Equalisation**

On issue / repurchase of units, the portion of the premium which is attributable to realised gains is credited / debited to the Revenue Account for the period as Income Equalisation. It is reflected in the Revenue Account after the net surplus / deficit of the Schemes is determined. The balance portion of the premium that is not attributable to realised gains is credited / debited to the UPR.

If units are sold at a price lower than the face value the difference is debited to the Revenue Account as Income Equalisation.

The distributable amount is determined by deducting from the balance in the Revenue Reserve as at the end of the period, the net unrealised appreciation in the value of investments as at the end of the period. Credit balance in the UPR is considered to be at par with unit capital and is not taken into account in the determination of the distributable surplus. Dividend is declared only when the Revenue Reserve is positive.

**1.6 Cash and cash equivalents (for purposes of Cash Flow Statement)**

Cash and Cash equivalents include balances in bank in current accounts, deposits placed with scheduled banks (with original maturity of upto three months), collateralised lending and Reverse Repos.

**1.7 Cash flow statement**

The cash flow statement has been prepared under the Indirect method set out in the Accounting Standard ("AS") -3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India ("ICAI").

### C. Notes attached to and forming part of the financial statements for the year ended 31st March, 2016

1. The aggregate value of purchases and sales (including redemptions) of investments for the year ended 31st March, 2016 expressed as a percentage of average daily net assets is disclosed in Annexure 1.
2. Statement of Portfolio with industry wise classification as at 31st March, 2016 (Refer Annexure 2).
3. Investments made by the Schemes of Tata Mutual Fund in companies or their subsidiaries (to the extent of information available) that have invested more than 5% of the net assets of any Schemes of the fund, in terms of Regulation 25 (11) of the SEBI Regulations (Refer Annexure 3).
4. In accordance with the terms of arrangement with Investment Manager and Trustee Company, and as per SEBI Regulations, the Schemes have provided for management fees and trusteeship fees and the annualised rate as a % of the average daily net assets value attributable to the unitholders works out as disclosed in Annexure 4.
5. Contingent liabilities as at 31st March, 2016 are Rs.Nil (previous year Rs. Nil).
6. Transactions with Trustees, Investment Manager, their associates and with entities controlled by co-sponsors (in relation to services received by the Schemes) -

As explained above, TSL and TICL are the co-sponsors of the Mutual Fund. The nature of transactions with the Trustees, the Investment Manager, their associates and entities controlled by co-sponsors has been provided hereinafter. For the purpose of making these disclosures, the meanings ascribed to the terms "associates" and "control" by Regulation 2(c) and 2(g) of the SEBI Regulations have been used which have been summarised below:

- i. Associates are entities/person that exercise control over or are controlled by the Trustee Company and the Investment Manager or whose director, officer or employee is a director, officer or employee of the Investment Manager;
- ii. Control means the ability to exercise not less than 10% of the voting power of an entity or the ability of the board of directors of an entity to exercise control over the Investment Manager.

#### Investment Manager

The Board of Directors of the Trustee Company has appointed Tata Asset Management Limited as the Investment Manager for the Fund pursuant to an agreement dated 9th May 1995.

The Investment Manager also provides certain secretarial and administrative services to the Fund. Under the terms of the arrangement, the Schemes pay the Investment Manager a fee not greater than the quantum as defined in the SID as a % of the daily net assets value attributable to the unit holders.

The Investment Manager is a subsidiary of TSL.

#### Broker

The Investment Manager has appointed various brokers for carrying out investment trades on behalf of the Schemes for a brokerage. Entities that have been paid such brokerage include Tata Securities Limited ("TSec"), over which TSL exercises control.

Transactions during the year in relation to services received by the Schemes from the co-sponsors or from entities over which they exercise control and other disclosures required under Regulation 25(8) of the SEBI Regulations are contained in Annexure 5.

7. Disclosure under Regulation 25(8) of the SEBI Regulations have been made in the Annexure 5A in respect of other payments made to parties associated with sponsors in which the Investment Manager or its major shareholders have a substantial interest.
8. Details of Unit Capital is disclosed in Annexure 6.
9. The Statement showing Net Asset Value (NAV) is disclosed in Annexure 7.
10. Investments made in group / associate companies (Refer Annexure 8).
11. Aggregate Fair Value of Non-Traded Debt Securities (which exclude Government Securities & Treasury Bills, included under Investments in Schedule IV) as disclosed in Annexure 9.
12. Unprovided diminution and unrealised appreciation in the value of investments. (Refer Annexure 10).
13. Unit holder holding above 25% of the Net Asset Value of the Schemes (Refer Annexure 11).
14. Unclaimed redemption / dividend amount, since the inception of the Schemes has been invested separately, only in money market instruments and the investors who have claimed their redemption / dividend amounts have been paid alongwith the appreciation earned on these amounts as per SEBI circular MFD / CIR / 9 / 120 / 2000 dated 24 November, 2000 (Refer Annexure 12).
15. In accordance with clause 7 of the Seventh schedule referred to in Regulation 44 (1) of the SEBI Regulations, securities purchased should be held in the name of the Schemes. Investments in Government Securities and Treasury Bills are held in the name of "Tata Mutual Fund".
16. No provision for income tax has been made since the income of the Schemes is exempt u/s 10(23D) of the Income Tax Act 1961.
17. Liability towards Investor Education and Awareness Initiative (IEAI) :

Movement of IEAI balances for Tata Mutual Fund during the financial year ended March 31, 2016 is as follows:

Particulars	Current Year (Rs.)	Previous Year (Rs.)
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<b>Opening balance*</b>	<b>494,92,547</b>	<b>324,16,885</b>
Additions during the current year	646,64,042	490,26,312
Less: Utilisation during the current year	1141,10,375	319,50,650
Less: 50 % balance transfer to AMFI #	23,107	-
<b>Closing balance</b>	<b>23,107</b>	<b>494,92,547</b>

\* Opening balance of previous year represents amounts received from Investment Manager on April 9, 2014. This has been explained in note no. 1.4. (B) in Part B above.

Based on the Best practice guidelines circular issued by AMFI, the cumulative balance of IEAI has been transferred to IEAI Pool Account at Fund level on periodic basis.

# Pursuant to letter dated January 8, 2016, issued by SEBI to AMFI mandating all members to transfer 50% of the IEAI balances as at March 31, 2016, for investor education and awareness programs to AMFI, balances in IEAI as at March 31, 2016 after providing for all expenses amounts to Rs 46,214, 50% of such amount i.e. Rs 23,107 has been provided for as amounts payable to AMFI.

18. Amount receivable from the Investment Manager included under "Other Receivables" in "Other Current Assets" is disclosed in Annexure 13.
19. In case of Scheme TLF the tax returns filed by certain securitisation trusts whose Pass Through Certificates (PTCs) were held by the Scheme were taken up for scrutiny by the Income Tax Authorities for Assessment Year 2009-10 and 2010-11. Arising out of this, Income Tax Authorities had raised a demand on such Trusts. On failure to recover the same from trusts, Income Tax Authorities have sent demand notice to Tata Mutual Fund as the alleged beneficiary / contributor to such trusts. Tata Mutual Fund in consultation with its tax and legal advisors has contested the applicability of such demand and proceedings in the Bombay High Court which has stayed such demand and the final decision is pending.
20. **Segment Reporting**  
The Schemes operate in one segment only i.e. to primarily generate returns, based on Scheme's Investment Objectives. Further, the Scheme's Investments are in India and hence, the Schemes do not have any geographical segments.
21. **Related Party Disclosure**  
The Schemes have entered into transactions with certain related parties. The information required in this regard in accordance with Accounting Standard 18 on 'Related Party Disclosures' issued by the ICAI is provided (Refer Annexure 14).

#### **Related Party**

##### **a) Related parties where control exists :**

Tata Sons Limited –Co- sponsor  
Tata Investment Corporation Limited - Co- sponsor  
Tata Asset Management Limited - Investment Manager to the Schemes of Tata Mutual Fund  
Tata Trustee Company Limited - Trustees to the Schemes of Tata Mutual Fund

##### **b) Follow subsidiaries with whom transactions have taken place :**

Ewart Investments Limited  
Pantone Finvest Limited  
Tata SIA Airlines Limited  
Tata Investment Corporation Limited  
Tata Petrodyne Limited  
TAS-AGT Systems Limited (formerly AVANA Integrated Systems Limited)  
Tata Lockheed Martin Aerostructures Limited  
Tata Capital Financial Services Limited  
Tata Capital Housing Finance Limited  
Tata Securities Limited  
TC Travel and Services Limited  
Tata Consultancy Services Limited  
AP Online Limited  
TCS Foundation (incorporated on 13th March, 2015 under section 8 of the Companies Act, 2013)  
Tata Sky Limited  
Tata Industries Limited  
Tata Unistore Limited (formerly Tata Industrial Services Limited)  
Landmark E-tail Limited (w.e.f. 12th June, 2015)  
Tata Autocomp Systems Limited  
Tata International Limited  
Bachi Shoes Limited  
CMC Limited  
Tata Clean Tech Capital Limited

##### **c) Names of the Key management personnel and their relatives with whom transactions have taken place during the year:**

**Key management personnel & their relatives:**

Mr.Ramamoorthy Ganesh (w.e.f : 29th June, 2015 onwards) - Chief Executive Officer and Managing Director.

Mr.Arvind Sethi (Till 28th June, 2015) - Managing Director & CEO

22. The Statement showing Borrowings is disclosed in Annexure 15.
23. The figures for the previous year have been regrouped and reclassified wherever necessary to conform with the current year's classification.

On behalf of the Board of Directors  
of **Tata Trustee Company Limited**

**Director**

**Tata Asset Management Limited**

**Authorised Signatory**

**Fund Manager**

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**Call Free : 1800 – 209 – 0101 (Lines open on All days)**
**West Zone:**

**Mumbai:** Mulla House, Ground Floor, 51, M. G. Road, Near Flora Fountain, Mumbai - 400 001. Tel.: 022-66315191/92/93, Fax: 022- 66315194. **Borivali:** Ground Floor, Shop No. 8, Victor Park, Behind Indryani Saree Shop, Chandarvarkar Road, Borivali (West), Mumbai - 400 092. Tel.: 022-65278852. **Thane:** Shop No. 9, Konark Tower, Ghantali Devi Road, Thane (West) - 400 602. Tel.: 022 – 65140081. **Ahmedabad:** 402, 'Megha House', Mithakhali - Law Garden Road, Netaji Marg, Ahmedabad - 380 006. Tel.: 079- 6541 8989/ 6544 7799. Fax: 079-2646 6080. **Pune:** Office No 33, 3rd Floor, Yashwant, Opp Lane No. 9, Prabhat Road, Pune – 411 004. Tel.: 020-41204949, Telefax:- 41204953. **Surat:** Ground Floor, G - 18, ITC Building, Near Majuragate, Ring Road, Surat – 395 002. Tel.: 0261-6554418 / 19, Fax: 0261-2470326. **Vadodara:** 304, 3rd Floor, "TITHI" Complex, Opposite Baroda Productivity Council, Productivity Road, Alkapuri. Vadodara – 390 007. Tel.: 0265-6641888/2356114, Fax: 0265-6641999. **Rajkot:** Arhant Plaza, 201, 2nd Floor, Subhash Road, Near Moti Taki, Rajkot – 360 001. Tel.: 0281-6624848/6544949. **Indore:** 204, D.M. Tower, Near Janjeeerwala Chourha, Indore - 452 003. Tel.: 0731-4201806, Fax 0731-4201807. **Bhopal:** MF-12, Block-A, Mansarovar Complex, Near Habibganj Railway Station, Bhopal - 462 016. Tel.: 0755- 2574198/3050438. **Nashik:** 5, Samriddhi Residency, Opp Hotel City Pride, Tilakwadi, Nashik - 422 002. Tel.: 0253-6605138 / 0253-6510315, Fax: 0253-2579098. **Goa:** 1st Floor, Indraprastha Building, Above Dena Bank, Opp. Hero Honda Showroom, Dr. Shirgaonkar Road, Panjim, Goa – 403 001. Tel.: 0832 - 6451135/36, Fax: 0832-2422135. **Jabalpur:** Office No. 4, 1178, Napier Town, Home Science College Road, Jabalpur - 482 001(M.P.). Tel.: 0761-4074263. **Nagpur:** 102, Shivaji Complex, Near Times of India, Dharampath, WHC Road, Nagpur - 440 010, Tel.: 0712-663 0425 / 650 2885. **Jamnagar:** 202 Manek Centre, 2nd Floor, P. N. Marg, Jamnagar - 361 001. Tel: 0288 - 2673111.

**East Zone:**

**Bhilai:** Shop No.145, Ground Floor, Chauhan Estate, Near HDFC Bank, Bhilai - 490 001. Tel.: 0788-2295625. **Bhubaneswar:** Room-309, 3rd Floor, Janpath Tower, Ashok Nagar, Bhubaneswar - 751009. Tel.: 0674-6450817. **Dhanbad:** Shriram Plaza, 2nd Floor, Room No.211, Bank More, Jharkhand, Dhanbad - 826 001. Tel.: 9234302478 / 0326-2300304. **Durgapur:** Landmark Building (Phase II), 2nd Floor, Above Punjab National Bank, Opp. Central Library, Shahid Khudiram Sarani, City Centre, Durgapur 713216. Tel.: 0343 - 6454797 / 2544463. **Guwahati:** 109, 1st Floor, Orion Tower, Christian Basti, G S Road, Guwahati - 781 005 (Assam). Tel.: 0361-2343084. **Kolkata:** Apeejay House, Ground Floor, 15 Park Street, Kolkata – 700 016. Tel.: 033-4406 3300/01/33/19. Fax: 033-4406 3315. **Jamshedpur:** 1st Floor, Bharat Business Centre, Ram Mandir Area, Bistupur, Jamshedpur – 831 001. Tel.: 0657-2321302/41/12/63. **Patna:** 605, 6th Floor, Ashiana Hariniwas, New Dak Bungalow Chowk, Patna - 800 001. Tel.: 0612-2206497. **Raipur:** 331 & 332, 3rd Floor, Lalganga Shopping Mall, G E Road, Raipur - 492 001 (Chhattisgarh). Tel.: 0771-2543354. **Ranchi:** Shop No. 23 A, 2nd Floor, A.C. Market, Main Road, Ranchi. Jharkhand – 834 001. Tel.: 0651-6571010, 2210226. **Siliguri:** Lower Ground Floor, Nanak Complex, Sevoke Road, Siliguri – 734001. Tel.: 0353 - 2522275 / 6512275.

**North Zone:**

**Agra:** Ground Floor, Block - 44/G – 108, Sanjay Complex, Sanjay Place, Agra – 282 002. Tel.:- 0562-2525195. **Allahabad:** Shop No. 10, Upper Ground Floor, Vashistha Vinayak Tower, Tashkand Marg, Civil Lines, Allahabad -211 001. Tel.:- 0532-6451122/2260974. **Amritsar:** Mezzanine Floor, S.C.O – 25, B Block, District Shopping Complex, Ranjit Avenue, Amritsar – 143 001. Tel.: 9646005381. **Chandigarh:** Cabin No.3-4-5, 1st Floor, Meeting Point, SCO - 487-488, Sector- 35C, Chandigarh - 160 022. Tel.: 0172 - 5087322 /6450322/2605320, Fax: 0172 - 2603770. **Dehradun:** Shop No. 19, Ground Floor, Shree Radha Palace, 78, Rajpur Road, Dehradun – 248 001, Uttarakhand. Tel.: 0135-6450877. **Jaipur:** 233, 2nd Floor, Ganpati Plaza, M I Road, Jaipur - 302 001. Tel.: 0141 - 5105177 / 78 / 2389387 / 6539009, Fax: 5105178. **Kanpur:** 4th Floor, Office No. 412 - 413, KAN Chambers, 14 / 113, Civil Lines, Kanpur -208 001. Tel.: 0512 - 2306066, Fax: 0512 - 2306065. **Delhi:** Vandana Building, 9th Floor, Unit Nos.9-G & 9-H, 11, Tolstoy Marg, Connaught Place, New Delhi – 110 001. Tel.: 011-66324111/102/103/104/105, Fax: 011-66303202. **Lucknow:** Office No.2, Saran Chambers-1, 1st Floor, 5, Park Road, Lucknow - 226 001. Tel.: 0522-6452432/4001731, Fax: 0522-2235386. **Ludhiana:** Cabin No. 201, 2nd. Floor, SCO 18, Opp Ludhiana Stock Exchange, Feroze Gandhi Market, Ludhiana - 141 001. Tel.: 0161 - 5089667/6503366, Fax: 0161-2413498. **Moradabad:** Ground Floor, Near Hotel Rajmahal, Civil Lines, Moradabad – 244 001, Tel.: 0591 - 2410667, 6535002. **Jodhpur:** Ground Floor, Jaya Enclave, 79/4, Opp. IDBI Bank, 1st A Road, Sardarpura, Jodhpur - 342 001. Tel.: 0291-6450555/2631257, Fax: 0291-2631257. **Udaipur:** Office No - 4, 2nd Floor, Madhav Appartment, Opp GPO, Chetak Circle, Udaipur - 313 001. Tel.: 0294 - 6450979, Fax: 0294-2429371. **Varanasi:** D-64/127, 2nd Floor, C-H Arihant Complex, Siga, Varanasi - 221010 Tel.: 0542 - 6544655. **Jalandhar:** No. 32, 5th Floor, City Square Building, Eh-197, Civil Lines, Jalandhar - 144 001 Tel.: 0181-5001024/25. **Ajmer:** 2nd Floor, 42, K. C. Complex, Daulat Bagh Road, Sunder Vilas, Ajmer – 305 001. Tel.: 0145 - 262 5316. **Kota:** Unit No. 26, 1st Floor, Mehta Compound, Jhalawar Road, Kota - 324 007. Tel.: 0744 - 2362548. **Meerut:** G-13, Rama Plaza, Near Bachha Park, Western Kutchery Road, Meerut (U.P.) – 250 001. Tel.: 0121-4035585.

**South Zone:**

**Bangalore:** Unit 3A, 4th Floor, Sobha Alexander, 16 / 2 - 6, Commissariat Road, Bangalore – 560025. Tel.: 080-66561313 / 65335986 / 87, Fax: 080-22370512. **Calicut:** C-8 & 9, Friends Commercial Complex, Near Federal Towers, Arayadathu Palam, Mavoor Road, Calicut - 673016. Tel.: 0495-6450508. **Chennai:** Riaz Garden, 3rd Floor, No.29, Kodambakkam High Road, Near Palmgrove Hotel, Nungambakkam, Chennai - 600 034. Tel.: 044-64541868/69/78. Fax: 044-43546313. **Cochin:** 2nd Floor, Ajay Vihar, JOS Junction, M. G. Road, Cochin - 682 016. Tel.: 0484 - 6467813/14/15/16. Fax: 0484 - 2377581. **Coimbatore:** Tulsi Chambers, 195 F, Ground Floor, West T V Swamy Road, R S Puram, Coimbatore – 641002. Tel.: 0422 - 6502133/44, 4365635, Fax: 2546585. **Hyderabad:** 2nd Floor, Room No. 211, Babukhan Mall, Opp. Kalaniketan, Somajiguda, Hyderabad – 500 082. Tel.: 040-67308989. Fax: 040-67308990. **Hubli:** No 19 & 20, 1st Floor, Eureka Junction, T B Road, Hubli – 580029. Tel.: 0836-6450342 Fax: 4251510. **Kottayam:** CSI Ascension Square, Collectorate P. O., Kottayam - 686 002. Tel.: 9447559230. **Mangalore:** Essel Towers, 1st Floor, Bunts Hostel Circle, Above UTI Bank, Mangalore - 575 003. Tel.: 0824-6450308. **Madurai:** A - 1st Floor, A.R. Plaza, No: 16/17, North Veli Street, Madurai-625001. Tel.: 0452-6454330 Fax: 0452-4246315 **Mysore:** CH-16, 1st Floor, Prashanth Plaza, 4th Main, 5th Cross, Saraswathipuram, Mysore - 570009. Tel.: 0821-6450470 Fax: 4246676. **Salem:** Raj Towers, Ground Floor, No: 4, Brindavan Road, Fairlands, Salem - 636 016. Tel.: 0427-6451653 Fax: 4042028. **Trivandrum:** Ground Floor, Sai Kripa Building, TC-1956/3, Ganapathi Temple Road, Vazhuthacaud, Trivandrum – 695 014. Tel.: 0471-6535431. **Trichy:** No.60/3, 'Krishna', 2nd Floor, Sastri Main Road, Tennur, Trichy - 620 017. Tel.: 0431-6455060. **Thrissur:** 4th Floor, Pathayappura buildings, Round South, Thrissur - 680 001. Tel.: 0487-6451286. **Vijaywada:** Ground Floor, D. No. 40 – 13 – 5, Sri Rama Chandra Complex, Chandra Mouli Puram, M. G. Road, Benz Circle, Vijayawada – 520 010. Tel.: 0866-6532621. **Vishakhapatnam:** Door No. 47-15-14 & 15, Shop No. 102 B, Ground floor, VRC Complex, Opp. TSR Complex, Next to Andhra Bank, Visakhapatnam – 530 016. Tel.: 0891 – 6451883 Fax: 0891-2503292. **Puducherry:** Jayalakshmi Complex, No. 6, 1st Floor, 116, Thiruvalluvar Salai Pillaithottam, Puducherry – 605 013. Tel.: 0413 - 650 2043.

The Abridged Annual Report has been extracted from the Audited Balance Sheet, Revenue Account & Notes to Accounts. Full Annual Report is available on the website [www.tatamutualfund.com](http://www.tatamutualfund.com). Unitholders may refer to the full Annual Report displayed on the website w.r.t. general policies & procedures for exercising voting rights & the details of proxy voting's exercised, Audit Certification during the Financial Year 2015-16. For Unitholders of the Scheme, full Annual Report is available for inspection at the Head Office of the Tata Mutual Fund & a copy thereof shall be made available to the Unitholder on request

**Statutory Details: Constitution :** Tata Mutual Fund (TMF) has been set up as a Trust under the India Trusts Act, 1882. **Sponsors & Settlers:** Tata Sons Limited and Tata Investment Corporation Limited. **Trustee :** Tata Trustee Company Limited. **Investment Manager:** Tata Asset Management Limited. **Corporate Identity Number: TAML: U65990-MH-1994-PLC-077090, TTCL: U65991-MH-1995-PLC-087722.**

**Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.**