

Abridged Annual Report 2016-2017

Sponsor

L&T Finance Holdings Limited

Registered Office:
L&T House, Ballard Estate, P.O. Box 278
Mumbai 400 001

Trustee

L&T Mutual Fund Trustee Limited

Registered Office:
L&T House, Ballard Estate, P.O. Box No. 278
Mumbai 400 001

Asset Management Company

L&T Investment Management Limited

Registered Office:
L&T House, Ballard Estate, P.O. Box No. 278
Mumbai 400 001

Head Office:

6th Floor, Brindavan, Plot No 177, CST Road
Kalina, Santacruz (E), Mumbai 400 098

Auditors To The Fund

Price Waterhouse

252, Veer Savarkar Marg, Shivaji Park
Dadar (West), Mumbai 400 028

Registrar And Transfer Agent

Computer Age Management Services Private Limited

New No.10, Old No.178, MGR Salai
Nungambakkam, Chennai 600 034

Custodian

Citibank, N.A.

11th Floor, First International Financial Centre (FIFC)
C-54 & C-55, G Block, Bandra Kurla Complex
Bandra (East), Mumbai 400 051

Board Of Directors

L&T Investment Management Limited

Mr. R. Shankar Raman
Mr. M.V. Nair
Mr. P.H. Ravikumar
Mr. Dinanath Dubhashi

L&T Mutual Fund Trustee Limited

Mr. Yeshwant M. Deosthalee
Mr. Hemant Y. Joshi
Mr. V. Natarajan
Mr. Jairaj Purandare

L&T Dynamic Equity Fund

L&T Long Term Advantage Fund - I

L&T Emerging Businesses Fund

L&T Equity Savings Fund

L&T Arbitrage Opportunities Fund

call 1800 2000 400/1800 4190 200

www.ltps.com

email investor.line@lntmf.co.in



L&T Financial Services
Mutual Fund

Trustees' Report

Report from L&T Mutual Fund Trustee Limited to the unit holders of the Schemes of L&T Mutual Fund

We have pleasure in presenting the twenty-first Annual Report of L&T Mutual Fund ("LTMF") viz. (i) L&T Long Term Advantage Fund I ("L&TLTAF"), (ii) L&T Dynamic Equity Fund ("L&TDEF"), (iii) L&T Equity Savings Fund ("L&TESF"), (iv) L&T Arbitrage Opportunities Fund ("L&TAOF") and (v) L&T Emerging Businesses Fund ("L&TEBF"), for the Financial Year ended March 31, 2017 along with the audited financial statements of the Schemes for that period.

LTMF offers a wide range of Schemes across asset classes in cash, fixed income and equity, each adhering to distinct investment styles to suit different investment needs.

LTMF has a healthy mix of assets across equity, fixed income and hybrid schemes; equity assets under management make for over 40% of the total assets under management.

As of March 31, 2017, LTMF had 41 Schemes which comprised 14 open - ended equity schemes, 13 open - ended debt / fixed income schemes and 14 close-ended schemes including various fixed maturity plans.

The open - ended equity schemes include L&T Midcap Fund, L&T Equity Fund, L&T Tax Saver Fund*, L&T Tax Advantage Fund, L&T India Special Situations Fund, L&T India Large Cap Fund, L&T Infrastructure Fund, L&T India Value Fund, L&T Dynamic Equity Fund, L&T India Prudence Fund, L&T Arbitrage Opportunities Fund, L&T Business Cycles Fund, L&T Equity Savings Fund and L&T Emerging Businesses Fund.

The open - ended debt/ fixed income schemes include L&T Triple Ace Bond Fund, L&T Ultra Short Term Fund, L&T Gilt Fund, L&T Liquid Fund, L&T Monthly Income Plan**, L&T Floating Rate Fund, L&T Flexi Bond Fund, L&T Cash Fund, L&T Banking and PSU Debt Fund, L&T Income Opportunities Fund, L&T Short Term Income Fund, L&T Short Term Opportunities Fund and L&T Resurgent India Corporate Bond Fund.

* In order to comply with the requirement of ELSS 2005 guidelines, further subscription/ switch-in into the scheme is restricted with effect from November 23, 2012.

** Monthly Income is not assured and is subject to the availability of distributable surplus.

The close - ended schemes include L&T Long Term Advantage Fund – I under the equity category and various fixed maturity plans under the debt / fixed income category.

1. Scheme Performance, Future Outlook and Operations of the Scheme

(i) Scheme Performance

The Assets Under Management ("AUM"), the net asset value ("NAV") per unit and the performance of the Scheme vis-à-vis its benchmark as on March 31, 2017 is as follows:

a) L&TLTAF – I

- AUM (Rs. in crores) : 2.17
- NAV (in Rs.) :

Dividend Option	28.561
Growth Option	44.957

Name of the Scheme	CAGR Returns (%) (Period)			Since Inception		
	1 year	3 year	5 year	Date of Inception of the Scheme	CAGR Returns (%)	PTP Returns* (in Rs.)
L&T Long Term Advantage Fund - I - Regular Plan (G)	32.08%	22.16%	18.50%	27/Mar/2009	20.62%	44960.00
S&P BSE 200	22.47%	14.17%	13.08%		16.54%	34101.47
S&P BSE SENSEX^	16.88%	9.77%	11.21%		14.44%	29477.56

b) L&TDEF

- AUM (Rs. in crores) : 409.13
- NAV (in Rs.) :

Direct Plan - Dividend Option	19.074
Direct Plan - Growth Option	22.352
Dividend Option	18.211
Growth Option	21.441

Name of the Scheme	CAGR Returns (%) (Period)			Since Inception		
	1 year	3 year	5 year	Date of Inception of the Scheme	CAGR Returns (%)	PTP Returns* (in Rs)
L&T Dynamic Equity Fund - Regular Plan (G)	11.52%	16.38%	15.41%	07/Feb/2011	13.21%	21441.00
Benchmark\$	15.83%	10.75%	10.03%		9.23%	17208.50
S&P BSE SENSEX^	16.88%	9.82%	11.21%		8.40%	16421.90
L&T Dynamic Equity Fund - Direct Plan (G)	12.78%	17.61%	NA	01/Jan/2013	15.71%	18583.31
Benchmark\$	15.83%	10.75%	NA		9.08%	14463.03
S&P BSE SENSEX^	16.88%	9.82%	NA		10.24%	15127.31

c) L&TESF

- AUM (Rs. in crores) : 59.38
- NAV (in Rs.) :

Direct Plan - Growth Option	16.4599
Direct Plan - Monthly Dividend Option	12.1322
Direct Plan - Quarterly Dividend Option	12.2228
Growth Option	15.9491
Monthly Dividend Option	12.1791
Quarterly Dividend Option	11.6641

Name of the Scheme	CAGR Returns (%) (Period)			Since Inception		
	1 year	3 year	5 year	Date of Inception of the Scheme	CAGR Returns (%)	PTP Returns* (in Rs)
L&T Equity Savings Fund - Regular Plan (G)	10.86%	10.71%	NA	18/Oct/2011	8.93%	15949.00
Nifty 50 Arbitrage (75%) + S&P BSE 200 (25%)	10.13%	9.14%	NA		9.28%	16228.59
CRISIL 10 Yr Gilt Index^	11.87%	11.41%	NA		8.80%	15838.48
L&T Equity Savings Fund - Direct Plan (G)	11.66%	11.59%	NA	01/Jan/2013	9.77%	14857.88
Nifty 50 Arbitrage (75%) + S&P BSE 200 (25%)	10.13%	9.14%	NA		8.93%	14378.87
CRISIL 10 Yr Gilt Index^	11.87%	11.41%	NA		8.26%	14006.07

d) L&TAOF

- AUM (Rs. in crores) : 147.91
- NAV (in Rs.) :

Direct Plan - Bonus Option	12.25
Direct Plan - Growth Option	12.25
Direct Plan - Monthly Dividend Option	10.312
Direct Plan - Quarterly Dividend Option	10.54
Bonus Option	12.046
Growth Option	12.046
Monthly Dividend Option	10.178
Quarterly Dividend Option	10.525

Name of the Scheme	CAGR Returns (%) (Period)			Since Inception		
	1 year	3 year	5 year	Date of Inception of the Scheme	CAGR Returns (%)	PTP Returns* (in Rs.)
L&T Arbitrage Opportunities Fund - Regular Plan (G)	5.98%	NA	NA	30/Jun/2014	6.99%	12046.00
Nifty 50 Arbitrage Index	6.07%	NA	NA		6.96%	12035.39
CRISIL 1 Yr T-Bill Index^	7.15%	NA	NA		7.81%	12299.85
L&T Arbitrage Opportunities Fund - Direct Plan (G)	6.62%	NA	NA	30/Jun/2014	7.65%	12250.00
Nifty 50 Arbitrage Index	6.07%	NA	NA		6.96%	12035.39
CRISIL 1 Yr T-Bill Index^	7.15%	NA	NA		7.81%	12299.85

e) L&TEBF

- AUM (Rs. in crores) : 689.12
- NAV (in Rs.) :

Direct Plan - Dividend Option	19.808
Direct Plan - Growth Option	21.465
Dividend Option	19.39
Growth Option	21.043

Name of the Scheme	CAGR Returns (%) (Period)			Since Inception		
	1 year	3 year	5 year	Date of Inception of the Scheme	CAGR Returns (%)	PTP Returns* (in Rs.)
L&T Emerging Businesses Fund - Regular Plan (G)	49.63%	NA	NA	12/May/2014	29.39%	21043.00
S&P BSE Small Cap	36.92%	NA	NA		24.69%	18911.57
S&P BSE SENSEX^	16.88%	NA	NA		8.26%	12577.17
L&T Emerging Businesses Fund - Direct Plan (G)	50.77%	NA	NA	12/May/2014	30.28%	21465.00
S&P BSE Small Cap	36.92%	NA	NA		24.69%	18911.57
S&P BSE SENSEX^	16.88%	NA	NA		8.26%	12577.17

Past performance may or may not be sustained in the future. * Point to Point (PTP) Returns in INR show the value of Rs.10, 000/- invested ^Standard Benchmark

Note:

As per the SEBI standards for performance reporting, the since inception return is calculated on NAV of Rs. 10/- invested at inception. CAGR is compounded annualized. Date of inception is deemed to be date of allotment.

- Performance data is as on 31st March 2017.
- Different plans shall have a different expense structure.
- The performance details have been provided for Regular and Direct Plan separately.
- NA: Not Applicable

(ii) Future Market Outlook

Equity Market Overview and Outlook

After two years, the Nifty 50 Index ("Nifty") completed a full circle reaching the 9000 mark by year ended March 2017. The fiscal year started after a severe correction in all markets led mainly by commodities followed by equities, in the first quarter of the last calendar year. There were fears of recession in some of the key economies like US and a sharp slowdown in the Chinese economy which resulted in a bear market like fall in markets. However the new fiscal year started from that low point and closed the year at almost at an all-time high for the indices. With commodities forming a bottom, post announcements of shut down in capacities, equity markets responded positively especially the emerging markets.

Further, there were factors that kept a leash on sentiments like the US Presidential elections and expectations of further monetary tightening in the US. So the year was split in three parts. The first was a rally from the low point made towards the previous year end which saw a 16% rise in the Nifty by middle of September 2016. This was followed by a market correction which saw the Nifty drop 12% in anticipation of rising US interest rates. There was significant Foreign Institutional Investor ("FII") selling during this phase given some outflows from emerging markets. Then came the 17% rally in the last quarter of the year despite demonetization of high value currency and its impact. Overall the Nifty delivered a return of 19% in FY'17 after a decline of 9% in FY'16.

Valuations on a one year forward basis have remained roughly the same as March 2016 given that earnings growth has been flat. In fact, for the last three years, earnings growth has been negligible. In the last two year period, earnings have been impacted by several factors like the asset quality review of banks, correction in commodity prices, slowdown in discretionary consumption especially in the rural economy and lastly, demonetization. A very significant development for the Indian markets was the comeback of the domestic investor in this period. Domestic flows outpaced FII flows in the last two years. FII ownership of nifty stocks declined by 140bps compared to an increase of 190bps by domestic investors. This had a bearing on the structure of the market with sharp out performance of mid cap stocks over large cap stocks. As commodities started out performing, emerging markets did well. Additionally, economic data from some of the large economies like the US gave more fiscal boost. This resulted in a significant shift from 'high quality' which was the out performer over the last few years since the global financial crisis, to cyclicals and value stocks. This global phenomenon was reflected in the Indian markets as well. Energy, metals and mid & small caps in general were significant gainers during the last year, while the traditional defensive, quality sectors like IT and healthcare were under performers.

The fact that the macro backdrop remains conducive with fiscal and monetary metrics looking quite favourable, a strong show by the government in state elections, execution of tough economic measures which could result in long term gains for the economy have all fed into the momentum for this rally witnessed during the last year. With a rerating to higher than long period average valuations, now the focus has once again shifted to earnings growth. Earnings recovery is the key for further upsides from here as valuation upsides are limited. In this regard, this year's monsoon will be crucial given the slow recovery in the economy and the focus on the rural front. In the medium to long term, we see a better alignment of positive forces like higher global growth, recovery in earnings, economic reforms leading to significant benefits and a private sector capex cycle over time. We also see a continuing trend of domestic investor flows coming into equities either directly or through mutual funds. All this augurs well for equity investing in the country.

Debt Market Overview and Outlook

Indian government bonds have had a good year in FY17, with the first half seeing a secular decline in yields from 7.50% on April 1 to 6.18% in mid-November, while the latter half saw a great deal of volatility as well, with yields backing up to end the year at 6.70%. The Reserve Bank of India obliged the market by cutting the benchmark rate by 50 bps during the year via two such rate actions. However, the year was more about non-rate actions than actual Repo Rate decisions. Key events impacting markets include (1) Change of liquidity framework; (2) India DTAA being re-negotiated with Mauritius, Cyprus and Singapore; (3) Exit of Dr. Rajan and incoming of Dr. Patel as the new RBI Governor; (4) BREXIT; (5) Masala bond issuances finally taking off; (6) FCNR Deposits Redemption; (7) Election of Mr. Donald Trump as the next US President; and (8) Demonetization of high value currency in India.

Following the demonetization drive in November, Government bond yields touched almost an 8 year low, going back to levels last seen in 2008-09. However, into the last quarter, the RBI under the Monetary Policy Committee (MPC) format and under Governor Urjit Patel, quickly quashed any expectations of further rate cuts and ensured that the market got the message that RBI was serious about getting to its 4% CPI goal over the medium term. Yields accordingly backed up closer to the 7% zone, with spreads on various segments widening in response to the RBI hawkishness.

The RBI's April 2017 monetary policy review lived up to its recent track record of giving a nasty reality shock to the market. While the RBI kept its key policy repo rate unchanged at 6.25%, it tweaked the Liquidity Adjustment Facility (LAF) corridor from +/-50bps band to a narrower +/- 25bps band, with the lower boundary reverse repo rate moved up to 6%, and the upper penal MSF rate lowered to 6.5%. This was a response to tackle the abundant liquidity situation which had resulted in various short end rates such as CBLO and 3 month/1 year T-Bill rates much lower than the targeted level of 6.25%. Along with this, the RBI also said that a range of policy tools (MSS/CMBS, OMO sales and longer tenor LAF reverse repo operations) to suck out durable liquidity surplus would be used to ensure consistency of short end rates with their neutral stance on monetary policy. The RBI also moved up its CPI forecasts a notch to 4.5% average in H1 and 5% average in H2 2018, while also sounding a rather cautious note as far as expected inflation trends over the medium term, which continued to be above their targeted level of 4% that they have set out to achieve in a durable and calibrated manner. During the post policy call, the RBI very clearly expressed their displeasure on farm loan waivers. This, along with already high state government borrowings, clearly undermines the fiscal responsibility shown by the Centre and would eventually impact borrowing costs and fiscal credibility.

Markets reacted negatively to the above policy announcements, and yields backed up back to the highs seen in mid-march, with the 10 year moving back to 6.80%.

The markets continue to try to come to terms with the unfamiliar reality of stable policy rates with no rate cuts in the near horizon. Yield curve shape and spreads continue to reprice, and carry becomes the main game in town, and not capital gains - which has driven fixed income returns across fund categories over the past three years.

We expect the 10 year gsec to now hover in a range of 6.75-7.25% range, as the busy auction calendar of Centre and states swings into action, now with an added worry of possible OMO sales by the RBI later in the year. Abundant liquidity and deposits with the banking system should still provide a supportive bid for short to medium tenor bonds, as yields have now retraced high enough to make the carry attractive.

With banks having cut MCLR significantly, we expect credit spreads of medium tenor AA/AA- rated bonds to compress as banks compete with mutual funds for corporate bonds issued by good AA rated issuers.

(iii) **Operations, Sales Offices and Investor Services**

LTMF services its investors through its network of 63 equipped sales offices. Applications are accepted at 29 investor service centres and at other locations (around 200) applications are accepted by Computer Age Management Services Private Limited, the Registrar and Transfer Agent to the Schemes of LTMF ("CAMS").

(iv) **Dividend**

After considering the availability and adequacy of distributable surplus under the Schemes, dividends were declared under the Schemes as per the provisions contained in the respective scheme information documents.

2. Brief background of Sponsors, Trust, Trustee Company and AMC

(a) **Sponsor**

L&T Finance Holdings Limited ("LTFH") (along with its nominees) holds 100% shareholding in L&T Investment Management Limited ("LTIML") and L&T Mutual Fund Trustee Limited ("LTMFTL") and is the Sponsor of the Trust. LTFH carries out responsibilities as provided in the SEBI Regulations.

L&T Finance Holdings Limited:

L&T Finance Holdings Limited (LTFH) was incorporated by Larsen & Toubro Limited ("L&T") on May 1, 2008, with the strategic intent of holding all the investments of the L&T Group in the financial services businesses. It is registered with the Reserve Bank of India ("RBI") under Section 45-IA of the RBI Act, 1934, as a Non-Banking Financial Company -Core Investment Company. The equity shares of LTFH are listed on the BSE Limited and National Stock Exchange of India Limited.

LTFH is a listed, financial holding company offering a diverse range of financial products and services through its wholly-owned subsidiaries in the following businesses:

- Rural-Farm Equipment, Two Wheelers and Microfinance
- Housing-Home Loans, Loan Against Property and Real Estate Finance
- Wholesale-Infrastructure Finance, Structured Corporate Finance and Supply Chain Finance
- Investment Management
- Wealth Management

(b) **Trust**

LTMF

LTMF has been established as a trust under the Indian Trust Act, 1882 with L&T Finance Holdings Limited as the Sponsor/ Settlor and L&T Mutual Fund Trustee Limited as the Trustee Company, vide the Trust Deed dated October 17, 1996 (as amended from time to time).

LTMF is a part of the L&T Group, one of the largest and respected groups, known for its customer-focused approach and the continuous quest for world-class quality which have enabled it to attain and sustain leadership in all its major lines of business.

LTMF is one of the respected Fund Houses in India that endeavors to serve the investment need of the investors through a suite of mutual fund Schemes. With world class investment management practices and an equally competent fund management team, LTMF seeks to help its investors reach their financial goals.

(c) **Trustee Company**

L&T Mutual Fund Trustee Limited

L&T Mutual Fund Trustee Limited is a limited company incorporated under the Companies Act, 1956 on April 30, 1996 having registered office at 'L&T House', Ballard Estate, P.O. Box No. 278, Mumbai, 400 001.

The Trustee is the exclusive owner of the Trust Fund and holds the same in trust for the benefit of the unitholders. The Trustee has been discharging its duties and carrying out the responsibilities as provided in the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 ("SEBI Regulations") and

the Trust Deed. The Trustee seeks to ensure that the Fund and the Schemes floated there under are managed by LTIML, the asset management company to LTMF in accordance with the Trust Deed, the Regulations and guidelines issued by SEBI, the Stock Exchanges, the Association of Mutual Funds in India and other regulatory agencies.

(d) **Asset Management Company (AMC)/ Investment Manager**

L&T Investment Management Limited (“LTIML”)

LTIML is a limited company incorporated under the Companies Act, 1956 on April 25, 1996 having registered office at ‘L&T House’, Ballard Estate, P.O. Box No. 278, Mumbai, 400 001.

L&T Investment Management Limited has been appointed as the Asset Management Company of LTMF by L&T Mutual Fund Trustee Limited vide Investment Management Agreement (IMA) dated 23rd October 1996 (as amended from time to time).

3. Investment Objectives of the Schemes

EQUITY SCHEMES

- i. L&TLTAF– I is a 10 year closed-ended equity linked saving scheme. The investment objective of the Scheme is to seek to generate long-term capital growth from a diversified portfolio of predominantly equity and equity-related securities and also enabling investors to get income tax rebate as per the prevailing Tax Laws and subject to applicable conditions. The Scheme is a 10 year close- ended Equity Linked Saving Scheme, subject to a lock in for a period of three years from date of allotment. Redemptions can be made only after completion of lock-in period of 3 years from the date of allotment of the units proposed to be redeemed. The performance of the Scheme is benchmarked against Nifty 50 Index.
- ii. L&TDEF is an open-ended equity growth fund. The investment objective of the Scheme is to seek to generate long-term capital appreciation from a diversified portfolio of equity and equity related securities and to generate reasonable returns by investing in a portfolio of debt and money market instruments and arbitrage opportunities in the cash and derivatives segments of the equity markets. The Scheme aims to dynamically manage the allocation across unhedged equity, hedged equity and debt and money market instruments using the PE ratio based asset allocation model. The performance of the Scheme is benchmarked as 50% against S&P BSE 200 Index and 50% against CRISIL Short Term Bond Fund Index.
- iii. L&TESF is an open-ended equity scheme. The investment objective of the scheme is to generate regular income by predominantly investing in arbitrage opportunities in the cash and derivatives segments of the equity markets and debt and money market instruments and to generate long-term capital appreciation through unhedged exposure to equity and equity related instruments. The Scheme looks to invest in a mix of arbitrage opportunities in cash and derivative markets, debt and corporate bonds, along with un-hedged equity exposure. The Scheme aims to generate long term appreciation of capital which is commensurate with the overall level of risk undertaken which is expected to be lower than a normal equity scheme. The performance of the Scheme is benchmarked against Nifty 50 Arbitrage Index (75%) + S&P BSE 200 (25%).
- iv. L&TAOF is an open-ended equity scheme. The investment objective of the Scheme is to generate regular income by predominantly investing in arbitrage opportunities in the cash and derivatives segments of the equity markets and by investing balance in debt and money market instruments. The investment strategy includes identifying and investing into arbitrage opportunities between spot/ cash and futures prices of individual stocks. The Scheme deploys “Cash and Carry Arbitrage” strategy wherein the Fund Manager will evaluate the difference between price of an individual stock in the futures market and in the spot/cash market. The performance of the Scheme is benchmarked against Nifty 50 Arbitrage Index.
- v. L&TEBF is an open-ended equity scheme. The investment objective of the Scheme is to generate long-term capital appreciation from a diversified portfolio of predominantly equity and equity related securities, including equity derivatives, in the Indian markets with key theme focus being emerging companies (small cap stocks). The Scheme could also additionally invest in Foreign Securities. Emerging companies are businesses which are typically in the early stage of development and have the potential to grow their revenues and profits at a higher rate as compared to broader market. The Scheme will invest at least 50% of the portfolio in small cap stocks to generate long term capital appreciation. Small cap stocks comprise of any equity and equity related instruments of companies that are beyond top 200 companies based on the market capitalization. The performance of the Scheme is benchmarked against S&P BSE Small Cap Index.

4. Significant Accounting Policies

Accounting policies are in accordance with the SEBI Regulations.

5. Details of Unclaimed Dividend and Redemptions

Unclaimed dividend and redemption amounts in the schemes of LTMF as on March 31, 2017 are as follows:

Sr. No.	Scheme Name	Unclaimed Dividend		Unclaimed Redemption	
		Number of Investors	Amount (Rs.)	Number of Investors	Amount (Rs.)
1	L&T Long Term Advantage Fund I	57	16,795	35	100,764
2	L&T Dynamic Equity Fund	26	38,805	57	603,099
3	L&T Equity Savings Fund	124	209,108	16	154,019
4	L&T Arbitrage Opportunities Fund	3	29,759	0	0.00
5	L&T Emerging Businesses Fund	10	28,494	0	0.00

6. Redressal of Complaints received against LTMF during 2016-2017:

Unit holders are requested to refer **Annexure I** for the same.

7. Statutory Information:

- a. The Sponsor/ Settlor are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond their initial contribution of Rs. 1, 00,000 for setting up the Fund.
- b. The price and redemption value of the units, and income from them, can go up as well as down with fluctuation in the market value of its underlying investments.
- c. Full Annual Report shall be disclosed on the website (www.ltmf.com) and shall be available for inspection at the Head Office of the Mutual Fund. Present and prospective unit holder can obtain copy of the Trust Deed, the full Annual Report of the Mutual Fund/ AMC at a nominal fee and the text of the relevant Scheme.

**For and on behalf of the Board of Directors of
L&T Mutual Fund Trustee Limited**

Y.M. Deosthalee
Director

Hemant Joshi
Director

Place: Mumbai

Date: April 28, 2017

Redressal of Complaints received against L&T Mutual Fund during 2016-17

Com-plaint code	Type of Complaint	(a) No. of complaints pending at the beginning of the period	(b) No. of complaints received during the given period	Action on (a) and (b)								
				Resolved				Non Ac-tion-able	Pending			
				Within 30 days	30-60 days	60-180 days	Above 180 days		0-3 months	3-6 months	6-9 months	9-12 months
I A	Non receipt of Dividend on Units	1	1	1	1	0	0		0	0	0	0
I B	Interest on Delayed payment of Dividend	0	0	0	0	0	0		0	0	0	0
I C	Non receipt of Redemption Proceeds	0	19	18	0	1	0		0	0	0	0
I D	Interest on delayed payment of Redemption	0	2	2	0	0	0		0	0	0	0
II A	Non receipt of Statement of Account/ Unit Certificate	0	11	11	0	0	0		0	0	0	0
II B	Discrepancy in Statement of Account	0	7	7	0	0	0		0	0	0	0
II C	Data corrections in Investor details	0	134	134	0	0	0		0	0	0	0
II D	Non receipt of Annual Report/ Abridged Summary	0	1	1	0	0	0		0	0	0	0
III A	Wrong switch between Schemes	0	1	1	0	0	0		0	0	0	0
III B	Unauthorized switch between Schemes	0	1	1	0	0	0		0	0	0	0
III C	Deviation from Scheme attributes	0	0	0	0	0	0		0	0	0	0
III D	Wrong or excess charges/load	1	3	4	0	0	0		0	0	0	0
III E	Non updation of changes viz. address, PAN, bank details, nomination, etc.	0	17	17	0	0	0		0	0	0	0
IV	Others	4	133	132	1	1	0		3	0	0	0
TOTAL		6	330	329	2	2	0		3	0	0	0

Independent Auditors' Report

To the Board of Directors of L&T Mutual Fund Trustee Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of L&T Mutual Fund - L&T Infrastructure Fund, L&T Midcap Fund, L&T Tax Saver Fund, L&T Long Term Advantage Fund – I, L&T Equity Fund, L&T India Special Situations Fund, L&T Tax Advantage Fund, L&T India Prudence Fund, L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund), L&T India Value Fund, L&T India Large Cap Fund, L&T Emerging Businesses Fund, L&T Arbitrage Opportunities Fund, L&T Business Cycles Fund and L&T Equity Savings Fund (the "Schemes"), which comprise the Balance Sheet as at March 31, 2017, and the related Revenue Account and Cash Flow Statement, where applicable, for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

Trustee's and Management's Responsibility for the Financial Statements

2. The Trustee of L&T Mutual Fund and the Management of L&T Investment Management Limited (the "Management") 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 the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto (the "Regulations"). This responsibility includes the design, implementation and maintenance of internal control 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.

Auditors' Responsibility

3. 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.
4. An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider internal control relevant to the preparation and fair presentation 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 entity's internal control. Our procedures included confirmation of securities owned and unit capital balances as at March 31, 2017 by correspondence with the custodian/others and registrar and transfer agent, respectively. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Trustee and the Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion..

Opinion

6. In our opinion, and to the best of our information and according to the explanations given to us, the accompanying financial statements give the information required by the Regulations in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
 - (b) in the case of the Revenue Account, of the net surplus/deficit for the year ended on that date; and
 - (c) in the case of the Cash Flow Statement, where applicable, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirement

7. As required by section 55(4) of 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; and
 - (b) In our opinion, the Balance Sheet, Revenue Account and Cash Flow Statement, where applicable, dealt with by this report have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Regulations.
8. As required by clause 5 (ii)(2) of the Eleventh Schedule to the Regulations, we report that the Balance Sheet, Revenue Account, and Cash Flow Statement, where applicable, dealt with by this Report are in agreement with the books of account of the Scheme.
9. In our opinion, the methods used to value non-traded securities as at March 31, 2017, as determined by L&T Investment Management Limited under procedures approved by the Trustee of L&T Mutual Fund in accordance with the guidelines for valuation of securities for mutual funds as mentioned in the Eighth Schedule of the Regulations issued by the Securities and Exchange Board of India, are fair and reasonable.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants

Alpa Kedia
Partner
Membership Number 100681

Place: Mumbai
Date: April 28, 2017

Abridged Audited Balance Sheet as at March 31, 2017

(Rs. In Lakhs)

	L&T Dynamic Equity Fund (Earlier Known as L&T India Equity and Gold Fund)		L&T Long Term Advantage Fund - I		L&T Emerging Businesses Fund	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
LIABILITIES						
Unit Capital	19,879.03	4,939.21	56.08	59.11	33,726.65	24,254.29
Reserves and Surplus						
Unit Premium Reserves	6,811.07	645.41	(23.59)	(20.79)	5,223.76	350.36
Unrealised Appreciation Reserves	2,257.81	955.20	96.12	44.80	13,403.11	3,957.82
Other Reserves	11,964.87	2,801.53	88.38	90.35	16,557.71	5,578.99
Loans & borrowings	-	-	-	-	-	-
Current Liabilities and Provisions						
Current Liabilities and Provisions	2,141.72	80.21	3.07	3.41	712.05	476.81
TOTAL	43,054.50	9,421.56	220.06	176.88	69,623.28	34,618.27
ASSETS						
Investments						
Listed Securities						
Equity Shares	27,189.54	6,539.48	211.77	164.43	61,413.18	31,967.56
Preference Shares	-	-	-	-	-	-
Equity Linked Debentures	-	-	-	-	-	-
Other Debentures and Bonds	7,576.11	2.17	-	-	-	-
Securitised Debt Securities	-	-	-	-	-	-
Securities Awaiting Listing						
Equity Shares	-	-	-	-	-	467.46
Preference Shares	-	-	-	-	-	-
Equity Linked Debentures	-	-	-	-	-	-
Other Debentures and Bonds	-	-	-	-	-	-
Securitised Debt Securities	-	-	-	-	-	-
Unlisted Securities						
Equity Shares	-	-	-	-	-	-
Preference Shares	-	-	-	-	-	-
Equity Linked Debentures	-	-	-	-	-	-
Other Debentures and Bonds	-	-	-	-	-	-
Securitised Debt Securities	-	-	-	-	-	-
Government Securities	-	-	-	-	-	-
Treasury Bills	-	-	-	-	-	-
Commercial Papers	-	-	-	-	-	-
Certificate of Deposits	-	-	-	-	-	-
Bill Rediscounting	-	-	-	-	-	-
Units of Domestic Mutual Fund	-	-	-	-	-	-
Units of Overseas Mutual Fund	-	-	-	-	-	-
Foreign Securities	-	-	-	-	-	-
Total Investments	34,765.65	6,541.65	211.77	164.43	61,413.18	32,435.02
Deposits	3,441.43	767.37	0.01	-	17.24	65.18
Other Current Assets						
Cash and Bank Balance	365.68	14.18	1.00	1.00	2,764.93	75.49
CBLO/ Revesre REPO Lending	3,145.46	2,048.56	6.07	8.61	4,881.08	1,998.12
Others	1,336.28	49.80	1.21	2.84	546.85	44.46
Deferred Revenue Expenditure (to the extent not written off)	-	-	-	-	-	-
TOTAL	43,054.50	9,421.56	220.06	176.88	69,623.28	34,618.27

Notes to Accounts - Annexure I

Abridged Audited Balance Sheet as at March 31, 2017

(Rs. In Lakhs)

	L&T Equity Savings Fund (Formerly known as L&T MIP - Wealth Builder Fund)		L&T Arbitrage Opportunities Fund	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
LIABILITIES				
Unit Capital	4,033.60	4,443.64	14,139.28	25,919.69
Reserves and Surplus				
Unit Premium Reserves	(39.44)	16.02	(377.30)	20.29
Unrealised Appreciation Reserves	570.98	61.64	224.80	-
Other Reserves	1,373.05	1,539.48	729.54	1,282.26
Loans & borrowings	-	-	-	-
Current Liabilities and Provisions				
Current Liabilities and Provisions	513.87	147.12	410.13	896.78
TOTAL	6,452.06	6,207.90	15,126.45	28,119.02
ASSETS				
Investments				
Listed Securities				
Equity Shares	4,030.71	4,444.14	11,003.64	19,760.19
Preference Shares	3.15	-	-	-
Equity Linked Debentures	-	-	-	-
Other Debentures and Bonds	-	-	-	-
Securitised Debt Securities	-	-	-	-
Securities Awaiting Listing				
Equity Shares	-	-	-	-
Preference Shares	-	3.00	-	-
Equity Linked Debentures	-	-	-	-
Other Debentures and Bonds	-	-	-	-
Securitised Debt Securities	-	-	-	-
Unlisted Securities				
Equity Shares	-	-	-	-
Preference Shares	-	-	-	-
Equity Linked Debentures	-	-	-	-
Other Debentures and Bonds	-	-	-	-
Securitised Debt Securities	-	-	-	-
Government Securities				
Treasury Bills				
Commercial Papers				
Certificate of Deposits				
Bill Rediscounting				
Units of Domestic Mutual Fund				
Units of Overseas Mutual Fund				
Foreign Securities				
Total Investments	4,033.86	4,447.14	11,003.64	19,760.19
Deposits	736.85	844.13	2,648.46	5,544.22
Other Current Assets				
Cash and Bank Balance	130.63	11.70	28.78	14.94
CBLO/ Reverse REPO Lending	1,210.77	689.97	719.81	543.91
Others	339.95	214.96	725.76	2,255.76
Deferred Revenue Expenditure (to the extent not written off)	-	-	-	-
TOTAL	6,452.06	6,207.90	15,126.45	28,119.02

Notes to Accounts - Annexure I

For Price Waterhouse
 Firm Registration Number - 301112E
 Chartered Accountants
Alpa Kedia
 Partner
 Membership No. - 100681

For L&T Mutual Fund Trustee Limited
Y. M. Deosthalee
 Director
Hemant Joshi
 Director

For L&T Investment Management Limited

R. Shankar Raman
 Director
Kailash Kulkarni
 Chief Executive Officer
Mr. Praveen Ayathan
 Fund Manager
Karan Desai
 Fund Manager
Vihang Naik
 Fund Manager
Dinanath Dubhashi
 Additional Director
S.N. Lahiri
 Fund Manager
Venugopal Manghat
 Fund Manager
Shriram Ramanathan
 Fund Manager
Jalpan Shah
 Fund Manager

Place: Mumbai
 Date: April 28, 2017

Place: Mumbai
 Date: April 28, 2017

Place: Mumbai
 Date: April 28, 2017

Place: Mumbai
 Date: April 28, 2017

Place: Mumbai
 Date: April 28, 2017

Abridged Audited Revenue Account for the year ended March 31, 2017

(Rs. In Lakhs)

	L&T Dynamic Equity Fund (Earlier Known as L&T India Equity and Gold Fund)		L&T Long Term Advantage Fund - I		L&T Emerging Businesses Fund	
	April 01, 2016 to March 31, 2017	April 01, 2015 to March 31, 2016	April 01, 2016 to March 31, 2017	April 01, 2015 to March 31, 2016	April 01, 2016 to March 31, 2017	April 01, 2015 to March 31, 2016
INCOME AND GAINS						
Dividends	156.22	70.55	2.58	2.30	269.25	421.20
Interest	534.03	50.93	0.43	0.37	155.04	110.09
Realised Gain / (Loss) on Foreign Exchange Transactions	-	-	-	-	-	-
Realised Gain / (Loss) on Interscheme sale of Investments	-	-	-	-	-	-
Realised Gain / (Loss) on External Sale / Redemption of Investments	1,375.94	854.07	5.66	13.24	7,631.89	3,182.35
Realised Gain / (Losses) on Derivative Transactions	-	-	-	-	-	-
Miscellaneous Income	7.80	3.64	-	0.01	17.26	0.00#
TOTAL (A)	2,073.99	979.19	8.67	15.92	8,073.44	3,713.64
EXPENSES						
Investment Management Fees	575.16	142.65	3.99	2.34	891.14	820.45
Service Tax on Investment Management Fees	86.06	19.89	0.60	0.32	132.99	114.34
Transfer Agent Fees and Expenses	26.96	12.51	0.11	0.07	29.60	23.22
Custodian Fees and Expenses	1.98	1.13	0.20	0.60	2.96	2.96
Trusteeship Fees and Expenses	0.04	0.02	0.00#	0.00#	0.07	0.08
Audit Fees	0.47	0.50	0.00#	0.50	0.69	2.00
Selling and Distribution Expenses	52.88	19.04	-	-	62.23	6.15
Marketing and Publicity Expenses	3.46	2.06	0.00#	0.00#	6.13	0.25
Printing and Postage Expenses	2.26	1.88	0.71	1.10	4.97	2.34
Investor Education & Awareness	4.93	1.41	0.04	0.04	7.71	6.95
Listing Fees and Expenses	-	-	-	-	-	-
Other Operating Expenses	3.24	5.12	-	0.31	2.88	4.23
Less: Expenses to be Reimbursed by the Investment Manager	-	2.73	0.00#	0.16	-	3.22
TOTAL (B)	757.44	203.48	5.65	5.12	1,141.37	979.75
Net Realised Gains / (Losses) for the Year (A-B=C)	1,316.55	775.71	3.02	10.80	6,932.07	2,733.89
Net Change in Unrealised Depreciation in Value of Investments (D)	17.23	31.13	-	-	-	-
Net Gains / (Losses) for the Year (E=C-D)	1,333.78	806.84	3.02	10.80	6,932.07	2,733.89
Net Change in Unrealised Appreciation in Value of Investments (F)	1,302.61	(1,134.86)	51.32	(9.66)	9,445.29	(3,715.79)
NET SURPLUS/(DEFICIT) FOR THE YEAR (E + F = G)	2,636.39	(328.02)	54.34	1.14	16,377.36	(981.90)
Add : Balance transfer from Unrealised Appreciation	-	-	-	-	-	-
Less : Balance transfer to Unrealised Appreciation	(1,302.61)	1,134.86	(51.32)	9.66	(9,445.29)	3,715.79
Add / (Less) : Income Equalisation Reserve	8,330.47	823.57	(4.99)	(5.01)	5,202.79	107.18
Add : Balance Transferred from Unit Premium Reserve	-	-	-	-	-	-
Add : Balance Transferred from Reserve Fund	2,801.52	1,183.93	90.35	84.59	5,579.00	2,737.92
Total	12,465.77	2,814.34	88.38	90.38	17,713.86	5,578.99
Dividend Appropriation						
Prior Period Dividend Distribution						
Prior Period Dividend Distribution Tax thereon						
Dividend Distributions	(500.90)	(12.82)	-	-	(1,156.15)	-
Dividend Distribution Tax thereon	-	-	-	-	-	-
Retained Surplus/(Deficit) carried forward to Balance sheet	11,964.87	2,801.52	88.38	90.38	16,557.71	5,578.99

Notes to Accounts - Annexure I

Less than Rs. 1000/-

Abridged Audited Revenue Account for the year ended March 31, 2017

(Rs. In Lakhs)

	L&T Equity Savings Fund (Formerly known as L&T MIP - Wealth Builder Fund)		L&T Arbitrage Opportunities Fund	
	April 01, 2016 to March 31, 2017	April 01, 2015 to March 31, 2016	April 01, 2016 to March 31, 2017	April 01, 2015 to March 31, 2016
INCOME AND GAINS				
Dividends	44.37	69.33	142.60	280.46
Interest	106.05	122.26	467.12	512.36
Realised Gain / (Loss) on Foreign Exchange Transactions	-	-	-	-
Realised Gain / (Loss) on Interscheme sale of Investments	-	-	-	-
Realised Gain / (Loss) on External Sale / Redemption of Investments	(22.84)	347.75	(216.91)	3,813.56
Realised Gain / (Losses) on Derivative Transactions	119.12	119.12	(700.31)	(700.31)
Miscellaneous Income	1.13	4.46	1.06	2.19
TOTAL (A)	247.83	662.92	(306.44)	3,908.26
EXPENSES				
Investment Management Fees	142.39	140.71	156.37	141.79
Service Tax on Investment Management Fees	21.23	19.66	23.29	20.01
Transfer Agent Fees and Expenses	5.75	4.91	15.75	15.38
Custodian Fees and Expenses	0.78	1.19	1.73	2.03
Trusteeship Fees and Expenses	0.01	0.01	0.05	0.06
Audit Fees	0.07	0.50	0.35	2.00
Selling and Distribution Expenses	1.81	14.82	-	-
Marketing and Publicity Expenses	0.25	0.52	0.23	0.18
Printing and Postage Expenses	2.03	2.18	2.23	1.88
Investor Education & Awareness	1.17	1.17	5.27	5.08
Listing Fees and Expenses	-	-	-	-
Other Operating Expenses	2.84	4.86	2.12	29.05
Less: Expenses to be Reimbursed by the Investment Manager	-	0.49	-	-
TOTAL (B)	178.33	190.04	207.39	217.46
Net Realised Gains / (Losses) for the Year (A-B=C)	69.50	472.88	(513.83)	3,690.80
Net Change in Unrealised Depreciation in Value of Investments (D)	30.24	(64.21)	1,862.20	(1,890.28)
Net Gains / (Losses) for the Year (E=C-D)	99.74	408.67	1,348.37	1,800.52
Net Change in Unrealised Appreciation in Value of Investments (F)	509.35	(374.55)	224.80	(92.34)
NET SURPLUS/(DEFICIT) FOR THE YEAR (E + F = G)	609.09	34.12	1,573.17	1,708.18
Add : Balance transfer from Unrealised Appreciation	-	-	-	-
Less : Balance transfer to Unrealised Appreciation	(509.35)	374.55	(224.80)	92.34
Add / (Less) : Income Equalisation Reserve	(170.93)	351.03	(613.69)	394.72
Add : Balance Transferred from Unit Premium Reserve	-	-	-	-
Add : Balance Transferred from Reserve Fund	1,539.49	846.91	1,282.25	409.95
Total	1,468.30	1,606.61	2,016.93	2,605.19
Dividend Appropriation				
Prior Period Dividend Distribution				
Prior Period Dividend Distribution Tax thereon				
Dividend Distributions	(95.25)	(52.09)	(1,287.39)	(1,322.95)
Dividend Distribution Tax thereon	-	(15.05)	-	-
Retained Surplus/(Deficit) carried forward to Balance sheet	1,373.05	1,539.47	729.54	1,282.24

Notes to Accounts - Annexure I

Less than Rs. 1000/-

For Price Waterhouse
 Firm Registration Number - 301112E
 Chartered Accountants

Alpa Kedia
 Partner
 Membership No.- 100681

For L&T Mutual Fund Trustee Limited
Y. M. Deosthalee
 Director
Hemant Joshi
 Director

For L&T Investment Management Limited
R. Shankar Raman
 Director
Kailash Kulkarni
 Chief Executive Officer
Mr. Praveen Ayathan
 Fund Manager
Karan Desai
 Fund Manager
Vihang Naik
 Fund Manager
Dinanath Dubhashi
 Additional Director
S.N. Lahiri
 Fund Manager
Venugopal Manghat
 Fund Manager
Shriram Ramanathan
 Fund Manager
Jalpan Shah
 Fund Manager

 Place: Mumbai
 Date: April 28, 2017

 Place: Mumbai
 Date: April 28, 2017

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 Date: April 28, 2017

 Place: Mumbai
 Date: April 28, 2017

Key Statistics for the year ended March 31, 2017

	L&T Dynamic Equity Fund (Earlier Known as L&T India Equity and Gold Fund)		L&T Long Term Advantage Fund - I		L&T Emerging Businesses Fund	
	Current Year ended	Previous Year ended	Current Year ended	Previous Year ended	Current Year ended	Previous Year ended
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
1. NAV per unit (Rs.):						
Open						
Growth Option	19.227	20.360	34.040	33.89	14.063	14.475
Dividend Option	17.693	18.863	21.620	21.53	14.063	14.475
Direct Growth Option	19.819	20.745	NA	NA	14.237	14.569
Direct Dividend Option	18.267	19.245	NA	NA	14.237	14.569
Annual Dividend Option	NA	NA	NA	NA	NA	NA
Direct Annual Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Bonus	NA	NA	NA	NA	NA	NA
Direct Bonus	NA	NA	NA	NA	NA	NA
High						
Growth Option	21.441	21.282	44.96	37.41	21.043	15.813
Dividend Option	18.361	19.717	28.56	23.77	19.390	15.813
Direct Growth Option	22.352	21.761	NA	NA	21.465	15.984
Direct Dividend Option	19.100	20.188	NA	NA	19.808	15.984
Annual Dividend Option	NA	NA	NA	NA	NA	NA
Direct Annual Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Bonus	NA	NA	NA	NA	NA	NA
Direct Bonus	NA	NA	NA	NA	NA	NA
Low						
Growth Option	19.076	18.340	33.46	30.24	14.055	12.586
Dividend Option	17.329	16.992	21.25	19.21	14.055	12.586
Direct Growth Option	19.668	18.866	NA	NA	14.230	12.735
Direct Dividend Option	18.080	17.502	NA	NA	14.230	12.735
Annual Dividend Option	NA	NA	NA	NA	NA	NA
Direct Annual Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Bonus	NA	NA	NA	NA	NA	NA
Direct Bonus	NA	NA	NA	NA	NA	NA
End						
Growth Option	21.441	19.227	44.96	34.04	21.043	14.063
Dividend Option	18.211	17.693	28.56	21.62	19.390	14.063
Direct Growth Option	22.352	19.819	NA	NA	21.465	14.237
Direct Dividend Option	19.074	18.267	NA	NA	19.808	14.237
Annual Dividend Option	NA	NA	NA	NA	NA	NA

	L&T Dynamic Equity Fund (Earlier Known as L&T India Equity and Gold Fund)		L&T Long Term Advantage Fund - I		L&T Emerging Businesses Fund	
	Current Year ended	Previous Year ended	Current Year ended	Previous Year ended	Current Year ended	Previous Year ended
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
Direct Annual Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Bonus	NA	NA	NA	NA	NA	NA
Direct Bonus	NA	NA	NA	NA	NA	NA
2. Closing Assets Under Management (Rs. in Lakhs)						
End	40,913	9,341	217	173	68,911	34,141
Average (AAuM)	24,635	7,046	198	181	38,523	34,726
3. Gross income as % of AAuM ¹	8.42%	13.90%	4.38%	8.81%	20.96%	10.69%
4. Expense Ratio:						
a. Total Expense as % of AAuM (plan wise)						
Non Direct Plan	3.10%	2.98%	2.88%	2.84%	3.01%	2.87%
Direct Plan	1.98%	1.79%	NA	NA	2.25%	2.29%
b. Management Fee as % of AAuM (plan wise)						
Non Direct Plan	2.36%	2.08%	2.02%	1.30%	2.35%	2.40%
Direct Plan	1.57%	1.45%	NA	NA	1.84%	1.91%
5. Net Income as a percentage of AAuM ²	5.34%	11.01%	1.53%	5.98%	17.99%	7.87%
6. Portfolio turnover ratio ³	6.39	1.50	0.03	0.06	0.91	0.43
7. Total Dividend per unit distributed during the year (plan wise)						
Dividend - Plan	1.44	0.12	NA	NA	1.50	NA
Direct Plan Dividend Option	1.44	0.12	NA	NA	1.50	NA
Annual Dividend option	NA	NA	NA	NA	NA	NA
Direct Plan - Annual Dividend option	NA	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA	NA	NA
8. Returns:						
a. Last One Year						
Scheme						
Growth Option	11.52%	-5.55%	32.08%	0.44%	49.63%	-2.84%
Direct Plan - Growth Option	12.78%	-4.45%	NA	NA	50.77%	-2.27%
Benchmark	15.83%	-3.63%	22.47%	-7.84%	36.92%	-6.38%
b. Since Inception						
Scheme						
Growth Option	13.21%	13.54%	20.62%	19.08%	29.39%	19.80%
Direct Plan - Growth Option	15.71%	16.63%	NA	NA	30.28%	20.58%
Benchmark	9.23%	8.15%	16.54%	15.71%	24.69%	17.29%
Benchmark (Direct Plan)	9.08%	7.08%	NA	NA	24.69%	17.29%
Benchmark Index						
	Composite !!!!!		S&P BSE 200 Index		S&P BSE Small Cap Index	

Key Statistics for the year ended March 31, 2017

	L&T Equity Savings Fund (Formerly known as L&T MIP - Wealth Builder Fund)		L&T Arbitrage Opportunities Fund	
	Current Year ended	Previous Year ended	Current Year ended	Previous Year ended
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
1. NAV per unit (Rs.):				
Open				
Growth Option	14.387	14.269	11.366	10.630
Dividend Option	NA	NA	NA	NA
Direct Growth Option	14.741	14.486	11.489	10.679
Direct Dividend Option	NA	NA	NA	NA
Annual Dividend Option	NA	NA	NA	NA
Direct Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	11.769	12.270	10.235	10.206
Regular Plan - Quarterly Dividend Option	11.323	11.774	10.221	10.266
Direct Plan - Monthly Dividend Option	11.520	11.825	10.321	10.228
Direct Plan - Quarterly Dividend Option	11.744	12.082	10.315	10.293
Regular Bonus	NA	NA	11.366	10.630
Direct Bonus	NA	NA	11.489	10.679
High				
Growth Option	15.949	14.693	12.046	11.366
Dividend Option	NA	NA	NA	NA
Direct Growth Option	16.460	14.962	12.250	11.489
Direct Dividend Option	NA	NA	NA	NA
Annual Dividend Option	NA	NA	NA	NA
Direct Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	12.312	12.429	10.239	10.298
Regular Plan - Quarterly Dividend Option	11.907	11.970	10.548	10.485
Direct Plan - Monthly Dividend Option	12.204	12.008	10.357	10.344
Direct Plan - Quarterly Dividend Option	12.404	12.326	10.695	10.528
Regular Bonus	NA	NA	12.046	11.366
Direct Bonus	NA	NA	12.250	11.489
Low				
Growth Option	14.322	13.896	11.361	10.630
Dividend Option	NA	NA	NA	NA
Direct Growth Option	14.677	14.227	11.484	10.680
Direct Dividend Option	NA	NA	NA	NA
Annual Dividend Option	NA	NA	NA	NA
Direct Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	11.714	11.416	10.118	10.153
Regular Plan - Quarterly Dividend Option	11.258	11.033	10.205	10.194
Direct Plan - Monthly Dividend Option	11.469	11.138	10.224	10.229
Direct Plan - Quarterly Dividend Option	11.693	11.431	10.311	10.287
Regular Bonus	NA	NA	11.361	10.630
Direct Bonus	NA	NA	11.484	10.680
End				
Growth Option	15.949	14.387	12.046	11.366
Dividend Option	NA	NA	NA	NA
Direct Growth Option	16.460	14.741	12.250	11.489
Direct Dividend Option	NA	NA	NA	NA
Annual Dividend Option	NA	NA	NA	NA
Direct Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	12.179	11.769	10.178 \$	10.235
Regular Plan - Quarterly Dividend Option	11.664	11.323	10.525	10.221
Direct Plan - Monthly Dividend Option	12.132	11.520	10.312 \$	10.321
Direct Plan - Quarterly Dividend Option	12.223	11.744	10.540	10.315
Regular Bonus	NA	NA	12.046	11.366
Direct Bonus	NA	NA	12.250	11.489

	L&T Equity Savings Fund (Formerly known as L&T MIP - Wealth Builder Fund)		L&T Arbitrage Opportunities Fund	
	Current Year ended March 31, 2017	Previous Year ended March 31, 2016	Current Year ended March 31, 2017	Previous Year ended March 31, 2016
2. Closing Assets Under Management (Rs. in Lakhs)				
End	5,938	6,061	14,791	27,222
Average (AAuM)	5,833	5,831	26,347	25,400
3. Gross income as % of AAuM ¹	4.25%	11.37%	-1.16%	15.39%
4. Expense Ratio:				
a. Total Expense as % of AAuM (plan wise)				
Non Direct Plan	3.06%	3.21%	0.98%	1.00%
Direct Plan	2.34%	2.28%	0.37%	0.40%
b. Management Fee as % of AAuM (plan wise)				
Non Direct Plan	2.45%	2.42%	0.75%	0.77%
Direct Plan	1.85%	1.94%	0.31%	0.26%
5. Net Income as a percentage of AAuM ²	1.19%	8.11%	-1.95%	14.53%
6. Portfolio turnover ratio ³	5.98	6.56	12.50	12.33
7. Total Dividend per unit distributed during the year (plan wise)				
Dividend - Plan	NA	NA	NA	NA
Direct Plan Dividend Option	NA	NA	NA	NA
Annual Dividend option	NA	NA	NA	NA
Direct Plan - Annual Dividend option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	0.83	0.60	0.71	0.66
Regular Plan - Quarterly Dividend Option	0.85	0.55	0.30	0.74
Direct Plan - Monthly Dividend Option	0.70	0.51	0.73	0.66
Direct Plan - Quarterly Dividend Option	0.85	0.55	0.45	0.74
8. Returns:				
a. Last One Year				
Scheme				
Growth Option	10.86%	0.82%	5.98%	6.90%
Direct Plan - Growth Option	11.66%	1.76%	6.62%	7.56%
Benchmark	10.13%	5.65%	6.07%	8.04%
b. Since Inception				
Scheme				
Growth Option	8.93%	8.51%	6.99%	7.58%
Direct Plan - Growth Option	9.77%	9.20%	7.65%	8.24%
Benchmark	9.28%	9.45%	6.96%	8.40%
Benchmark (Direct Plan)	8.93%	8.97%	6.96%	8.40%
Benchmark Index				
	Composite !!!!!		Nifty 50 Arbitrage Index	

^ Absolute returns

Annualised

- Gross income = amount against (A) in the Revenue account i.e. Income.
- Net income = amount against (C) in the Revenue account i.e. NET REALISED GAINS / (LOSSES) FOR THE YEAR / PERIOD
- Portfolio Turnover = Lower of sales or purchase divided by the Average AuM for the year/period.
- AAuM=Average daily net assets

(!!!!) - Benchmark for L&T Dynamic Equity Fund is a customised benchmark created by assigning 50% weight to BSE 200 Index, 50% weight to CRISIL Short Term Bond Fund Index.

Note: Returns calculated are Compounded Annualised Returns as the scheme has completed one year since its inception.

\$ NAV is cum dividend NAV as record date was March 31, 2017

Notes to Accounts
Annexure I to the Abridged Balance Sheet and Revenue Account for the year ended March 31, 2017
1 Investments:-

- 1.1. All Investments of the Scheme are registered in the name of the Trustee for the benefit of the Scheme's Unitholders.
 1.2. Open Position of derivatives as at the year ended March 31, 2017 and March 31, 2016 are as under:

2016-17			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Torrent Pharmaceuticals Limited	10	4,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	TV18 Broadcast Limited	55	935,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Adani Power Limited	27	540,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Allahabad Bank	5	50,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Bajaj Finance Limited	10	5,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Bharat Electronics Limited	82	369,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Bharat Financial Inclusion Limited	96	96,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Castrol India Limited	90	126,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Dewan Housing Finance Corporation Limited	10	30,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Engineers India Limited	28	196,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Glenmark Pharmaceuticals Limited	36	25,200
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Godrej Industries Limited	7	10,500
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Granules India Limited	23	115,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Grasim Industries Limited	20	15,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Hindalco Industries Limited	35	122,500
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Indiabulls Housing Finance Limited	116	92,800
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Indo Count Industries Limited	68	238,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Idea Cellular Limited	44	308,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	IDFC Limited	494	6,520,800
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	IFCI Limited	13	286,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	The India Cements Limited	200	700,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	IRB Infrastructure Developers Limited	361	902,500
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	ITC Limited	48	115,200
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Jindal Steel & Power Limited	6	54,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Jain Irrigation Systems Limited	14	126,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	JSW Energy Limited	85	680,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Maruti Suzuki India Limited	11	1,650
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	United Spirits Limited	7	1,750
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	NMDC Limited	2	12,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Oracle Financial Services Software Limited	3	450
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Page Industries Limited	32	1,600
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Reliance Infrastructure Limited	56	72,800
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	SRF Limited	14	7,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Sun Pharmaceutical Industries Limited	153	107,100
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Tata Communications Limited	27	37,800
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Tata Motors Limited - DVR	11	23,100
L&T Arbitrage Opportunities Fund	Torrent Power Limited	12	36,000
L&T Arbitrage Opportunities Fund	TV18 Broadcast Limited	192	3,264,000
L&T Arbitrage Opportunities Fund	Adani Power Limited	44	880,000
L&T Arbitrage Opportunities Fund	Bharat Financial Inclusion Limited	39	39,000
L&T Arbitrage Opportunities Fund	Century Textiles & Industries Limited	121	133,100
L&T Arbitrage Opportunities Fund	GMR Infrastructure Limited	65	2,925,000

2016-17			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Arbitrage Opportunities Fund	Indiabulls Real Estate Limited	4	40,000
L&T Arbitrage Opportunities Fund	IDFC Limited	193	2,547,600
L&T Arbitrage Opportunities Fund	The India Cements Limited	129	451,500
L&T Arbitrage Opportunities Fund	IRB Infrastructure Developers Limited	99	247,500
L&T Arbitrage Opportunities Fund	Jain Irrigation Systems Limited	18	162,000
L&T Arbitrage Opportunities Fund	JSW Energy Limited	1	8,000
L&T Arbitrage Opportunities Fund	The Karnataka Bank Limited	42	309,750
L&T Arbitrage Opportunities Fund	L&T Finance Holdings Limited	1	9,000
L&T Arbitrage Opportunities Fund	Larsen & Toubro Limited	20	10,000
L&T Arbitrage Opportunities Fund	MindTree Limited	5	6,000
L&T Arbitrage Opportunities Fund	Reliance Infrastructure Limited	110	143,000
L&T Arbitrage Opportunities Fund	Reliance Power Limited	213	2,556,000
L&T Arbitrage Opportunities Fund	The South Indian Bank Limited	149	4,938,009
L&T Arbitrage Opportunities Fund	Tata Global Beverages Limited	57	256,500
L&T Equity Savings Fund	TV18 Broadcast Limited	32	544,000
L&T Equity Savings Fund	Adani Power Limited	2	40,000
L&T Equity Savings Fund	Bharat Electronics Limited	13	58,500
L&T Equity Savings Fund	Bharat Financial Inclusion Limited	50	50,000
L&T Equity Savings Fund	Century Textiles & Industries Limited	24	26,400
L&T Equity Savings Fund	Cummins India Limited	4	2,400
L&T Equity Savings Fund	Granules India Limited	3	15,000
L&T Equity Savings Fund	Hexaware Technologies Limited	12	36,000
L&T Equity Savings Fund	IDFC Limited	26	343,200
L&T Equity Savings Fund	Jain Irrigation Systems Limited	6	54,000
L&T Equity Savings Fund	The Karnataka Bank Limited	4	29,500
L&T Equity Savings Fund	NIIT Technologies Limited	5	7,500
L&T Equity Savings Fund	Oracle Financial Services Software Limited	16	2,400
L&T Equity Savings Fund	The South Indian Bank Limited	69	2,286,729
L&T Equity Savings Fund	Tata Global Beverages Limited	44	198,000
L&T Equity Savings Fund	Tata Motors Limited - DVR	5	10,500

2015-16			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Cummins India Limited	3	1,800
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Granules India Limited	26	130,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Housing Development Finance Corporation Limited	69	27,600
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	HDFC Bank Limited	100	50,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Hindustan Petroleum Corporation Limited	130	78,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Indiabulls Housing Finance Limited	40	32,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	IDFC Limited	202	666,600
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Indraprastha Gas Limited	10	11,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	The India Cements Limited	12	72,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Infosys Limited	1	500
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	IRB Infrastructure Developers Limited	24	50,400
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Jet Airways India Limited	24	21,600
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Jindal Steel & Power Limited	42	294,000

2015-16			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Reliance Industries Limited	39	19,500
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	SKS Microfinance Limited	2	2,000
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)	Torrent Pharmaceuticals Limited	25	10,000
L&T Equity Savings Fund	Adani Enterprises Limited	14	84,000
L&T Equity Savings Fund	Adani Ports and Special Economic Zone Limited	128	204,800
L&T Equity Savings Fund	Ashok Leyland Limited	5	35,000
L&T Equity Savings Fund	Dabur India Limited	2	4,000
L&T Equity Savings Fund	Dewan Housing Finance Corporation Limited	1	2,200
L&T Equity Savings Fund	Dr. Reddy's Laboratories Limited	8	1,200
L&T Equity Savings Fund	Engineers India Limited	24	52,800
L&T Equity Savings Fund	The Federal Bank Limited	2	16,000
L&T Equity Savings Fund	Housing Development Finance Corporation Limited	13	5,200
L&T Equity Savings Fund	HDFC Bank Limited	100	50,000
L&T Equity Savings Fund	Hindustan Petroleum Corporation Limited	16	9,600
L&T Equity Savings Fund	IDFC Limited	32	105,600
L&T Equity Savings Fund	Jain Irrigation Systems Limited	81	648,000
L&T Equity Savings Fund	The Karnataka Bank Limited	29	116,000
L&T Equity Savings Fund	Oracle Financial Services Software Limited	16	2,400
L&T Equity Savings Fund	Reliance Industries Limited	90	45,000
L&T Equity Savings Fund	Tata Global Beverages Limited	32	128,000
L&T Equity Savings Fund	Tata Power Company Limited	4	32,000
L&T Equity Savings Fund	United Breweries Limited	9	4,500
L&T Equity Savings Fund	Wockhardt Limited	7	2,625
L&T Arbitrage Opportunities Fund	Adani Enterprises Limited	32	192,000
L&T Arbitrage Opportunities Fund	Adani Ports and Special Economic Zone Limited	152	243,200
L&T Arbitrage Opportunities Fund	Adani Power Limited	11	220,000
L&T Arbitrage Opportunities Fund	Ashok Leyland Limited	7	49,000
L&T Arbitrage Opportunities Fund	Axis Bank Limited	124	124,000
L&T Arbitrage Opportunities Fund	Britannia Industries Limited	102	20,400
L&T Arbitrage Opportunities Fund	Castrol India Limited	24	26,400
L&T Arbitrage Opportunities Fund	CESC Limited	13	13,000
L&T Arbitrage Opportunities Fund	Dewan Housing Finance Corporation Limited	5	11,000
L&T Arbitrage Opportunities Fund	Dish TV India Limited	42	210,000
L&T Arbitrage Opportunities Fund	Eicher Motors Limited	21	525
L&T Arbitrage Opportunities Fund	Engineers India Limited	174	382,800
L&T Arbitrage Opportunities Fund	The Federal Bank Limited	8	64,000
L&T Arbitrage Opportunities Fund	Glenmark Pharmaceuticals Limited	100	50,000
L&T Arbitrage Opportunities Fund	GMR Infrastructure Limited	75	2,925,000
L&T Arbitrage Opportunities Fund	Housing Development Finance Corporation Limited	129	51,600
L&T Arbitrage Opportunities Fund	HDFC Bank Limited	463	231,500
L&T Arbitrage Opportunities Fund	Hindustan Petroleum Corporation Limited	123	73,800
L&T Arbitrage Opportunities Fund	Indiabulls Real Estate Limited	35	315,000
L&T Arbitrage Opportunities Fund	Indiabulls Housing Finance Limited	160	128,000

2015-16			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Arbitrage Opportunities Fund	IDFC Limited	1011	3,336,300
L&T Arbitrage Opportunities Fund	The India Cements Limited	13	78,000
L&T Arbitrage Opportunities Fund	IRB Infrastructure Developers Limited	64	134,400
L&T Arbitrage Opportunities Fund	Jet Airways India Limited	36	32,400
L&T Arbitrage Opportunities Fund	Jindal Steel & Power Limited	13	91,000
L&T Arbitrage Opportunities Fund	Jain Irrigation Systems Limited	212	1,696,000
L&T Arbitrage Opportunities Fund	JSW Energy Limited	5	30,000
L&T Arbitrage Opportunities Fund	The Karnataka Bank Limited	125	500,000
L&T Arbitrage Opportunities Fund	L&T Finance Holdings Limited	1	8,000
L&T Arbitrage Opportunities Fund	Marico Limited	1	2,600
L&T Arbitrage Opportunities Fund	Maruti Suzuki India Limited	96	12,000
L&T Arbitrage Opportunities Fund	United Spirits Limited	30	7,500
L&T Arbitrage Opportunities Fund	MRF Limited	48	720
L&T Arbitrage Opportunities Fund	NCC Limited	100	800,000
L&T Arbitrage Opportunities Fund	Oracle Financial Services Software Limited	5	750
L&T Arbitrage Opportunities Fund	Oil & Natural Gas Corporation Limited	10	20,000
L&T Arbitrage Opportunities Fund	Pidilite Industries Limited	5	5,000
L&T Arbitrage Opportunities Fund	Reliance Communications Limited	1	8,000
L&T Arbitrage Opportunities Fund	Rural Electrification Corporation Limited	37	74,000
L&T Arbitrage Opportunities Fund	Reliance Capital Limited	23	34,500
L&T Arbitrage Opportunities Fund	Reliance Industries Limited	256	128,000
L&T Arbitrage Opportunities Fund	Reliance Power Limited	137	1,644,000
L&T Arbitrage Opportunities Fund	Siemens Limited	22	8,800
L&T Arbitrage Opportunities Fund	The South Indian Bank Limited	153	3,366,000
L&T Arbitrage Opportunities Fund	Tata Communications Limited	73	80,300
L&T Arbitrage Opportunities Fund	Tata Global Beverages Limited	201	804,000
L&T Arbitrage Opportunities Fund	Tata Power Company Limited	45	360,000
L&T Arbitrage Opportunities Fund	TV18 Broadcast Limited	157	2,669,000
L&T Arbitrage Opportunities Fund	United Breweries Limited	26	13,000
L&T Arbitrage Opportunities Fund	Wockhardt Limited	91	34,125

1.3. Investment in Associates and Group Companies as at the year ended March 31, 2017 and March 31, 2016 was as under -

L&T Long Term Advantage Fund I			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2017	March 31, 2017
Larsen and Toubro Ltd.	Equity	771,701	4,157,295,028
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2016	March 31, 2016
Larsen and Toubro Ltd.	Equity	596,183	2,955,836,357
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2017	March 31, 2017
Larsen & Toubro Limited	Equity	30,080,590	4,157,295,028
Bharat Financial Inclusion Limited	Equity	77,606,400	149,554,000

Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2016	March 31, 2016
Larsen & Toubro Limited	Equity	12,957,855	2,955,836,357
SkS Microfinance Ltd	Equity	1,091,700	1,091,700
L&T Equity Savings Fund (formerly known as L&T MIP -Wealth Builder Fund)			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2017	March 31, 2017
Larsen & Toubro Limited	Equity	2,126,115	4,157,295,028
Bharat Forge Limited	Equity	1,385,993	676,041,533
Bharat Financial Inclusion Limited	Equity	40,420,000	149,554,000
L&T Equity Savings Fund (formerly known as L&T MIP -Wealth Builder Fund)			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2016	March 31, 2016
Larsen & Toubro Limited	Equity	1,642,545	2,955,836,357
Bharat Forge Limited	Equity	1,161,223	407,851,203
L&T Arbitrage Opportunities Fund			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2017	March 31, 2017
Larsen & Toubro Limited	Equity	15,749,000	4,157,295,028
Bharat Financial Inclusion Limited	Equity	31,527,600	149,554,000
L&T Finance Holdings Limited	Equity	1,112,850	1,112,850
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2016	March 31, 2016
L&T Finance Holdings Limited	Equity	510,800	510,800

- 1.4. There was no open position of Securities Borrowed and/or Lend by the scheme as at March 31, 2017 and March 31, 2016.
- 1.5. There were no Non-Performing Assets as at March 31, 2017 and March 31, 2016.
- 1.6. Aggregate Unrealised Gain / Loss as at the end of the Financial Year March 31, 2017 and March 31, 2016 are as under :

Scheme Name / Security Type	Amount (Rs.)	Percentage to Net Assets	Amount (Rs.)	Percentage to Net Assets
	As at March 31, 2017		As at March 31, 2016	
L&T Global Real Assets Fund				
Mutual Fund Units				
- Appreciation	-	-	32,965,630.00	6.80%
- Depreciation	-	-	-	-
L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)				
Equity Shares				
- Appreciation	242,332,610	5.92%	100,353,327.00	10.74%
- Depreciation	17,881,265	0.44%	5,050,461.00	0.54%
Bonds & Debentures				
- Appreciation	1,953,781	0.05%	217,480.00	0.02%
- Depreciation	623,894	0.02%	-	-
Futures				
- Appreciation	6,506,517	0.16%	2,068,082.00	0.22%
- Depreciation	7,588,265	0.19%	4,872,390.00	0.52%

Scheme Name / Security Type	Amount (Rs.)	Percentage to Net Assets	Amount (Rs.)	Percentage to Net Assets
	As at March 31, 2017		As at March 31, 2016	
Mutual Fund Units				
- Appreciation	-	-	-	-
- Depreciation	-	-	-	-
L&T Long Term Advantage Fund – I				
Equity Shares				
- Appreciation	9,804,770	45.19%	5,117,254.00	29.50%
- Depreciation	193,004	0.89%	637,097.00	3.67%
L&T Emerging Businesses Fund				
Equity Shares				
- Appreciation	1,374,565,144	19.95%	611,701,554.00	17.92%
- Depreciation	34,254,389	0.50%	215,919,530.00	6.32%
L&T Equity Savings Fund (formerly known as L&T MIP -Wealth Builder Fund)				
Equity Shares				
- Appreciation	64,169,369	10.81%	33,479,695.00	5.52%
- Depreciation	7,071,029	1.19%	27,316,181.00	4.51%
Bonds & Debentures				
- Appreciation	-	-	-	-
- Depreciation	-	-	-	-
Government of India Securities				
- Appreciation	-	-	-	-
- Depreciation	-	-	-	-
Futures				
- Appreciation	716,946	0.12%	76,410.00	0.01%
- Depreciation	4,113,428	0.69%	6,497,037.00	1.07%
Mutual Fund Units				
- Appreciation	-	-	-	-
- Depreciation	-	-	-	-
L&T Arbitrage Opportunities Fund				
Equity Shares				
- Appreciation	62,305,846	4.21%	37,243,663.00	1.37%
- Depreciation	39,825,954	2.69%	192,098,623.00	7.06%
Futures				
- Appreciation	4,653,736	0.31%	3,533,174.00	0.13%
- Depreciation	15,625,891	1.06%	45,870,125.00	1.69%

1.7. The aggregate value of securities purchased and sold during the financial year March 31, 2017 and March 31, 2016 is as below :

Scheme Name	Purchases (Rs.)	Percentage of average daily net assets	Sales (Rs.)	Percentage of average daily net assets
2016-17				
L&T Long Term Advantage Fund – I	678,646	3.43%	1,643,188	8.31%
L&T Dynamic Equity Fund (Formerly known as L&T India Equity and Gold Fund)	6,677,763,033	271.07%	4,273,339,678	173.47%
L&T Emerging Businesses Fund	4,681,293,395	121.52%	3,491,194,899	90.63%
L&T Equity Savings Fund(Formerly Known as MIP- Wealth Builder Fund)	396,866,430	68.04%	553,248,527	94.85%
L&T Arbitrage Opportunities Fund	6,393,779,365	242.67%	7,713,650,087	292.77%
2015-16				
L&T Long Term Advantage Fund – I	1,025,765	5.68%	2,461,448	13.62%
L&T Global Real Assets Fund	7,551,016	2.00%	165,769,437	43.96%

L&T Dynamic Equity Fund (Formerly known as L&T India Equity and Gold Fund)	627,351,728	89.04%	598,590,433	84.96%
L&T Emerging Businesses Fund	1,684,744,719	48.52%	1,487,748,222	42.84%
L&T Equity Savings Fund(Formerly Known as MIP- Wealth Builder Fund)	622,650,063	106.78%	501,555,037	86.01%
L&T Arbitrage Opportunities Fund	8,015,192,578	315.56%	7,182,536,732	282.78%

1.8. Non-Traded securities in the portfolio: Aggregate Value of Debt & Money Market Instruments and percentage to net assets is as under :

Scheme Name / Security Type	Amount (Rs.)		Percentage to Net Assets	
	As on March 31, 2017	As on March 31, 2016	As on March 31, 2017	As on March 31, 2016
L&T Equity Savings Fund(Formerly Known as MIP- Wealth Builder Fund)				
Equity	238,280	-	0.04%	-
Preferred Stock	-	299,565.00	-	0.05%
L&T Emerging Businesses Fund				
Equity	6,909,660	46,746,000.00	0.10%	1.37%

2 Transactions covered by Regulation 25(8) of the SEBI Regulations with the associates of the Investment Manager of the Fund :

L&T Equity Savings Fund(Formerly Known as MIP- Wealth Builder Fund)						
Name of associate/related parties/ group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Business Given (Rs. Cr)	% of Total Business received by the Fund	Commission paid (Rs.)	% of Total commission paid by the Fund
L & T Finance Ltd.	Associate Company	April 01, 2016 to March 31, 2017	0.01	0.06	0.00 ~	0.23
L&T Access Distribution Services Ltd.	Group Company	April 01, 2016 to March 31, 2017	-	-	0.00 ~	-
L&T Capital Markets Limited	Associate Company	April 01, 2016 to March 31, 2017	0.26	1.55	0.00 ~	0.49

L&T Emerging Businesses Fund						
Name of associate/related parties/ group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Business Given (Rs. Cr)	% of Total Business received by the Fund	Commission paid (Rs.)	% of Total commission paid by the Fund
L&T Access Distribution Services Ltd.	Group Company	April 01, 2016 to March 31, 2017	0.13	0.03	0.01	0.17
L&T Capital Markets Limited	Associate Company	April 01, 2016 to March 31, 2017	23.87	5.73	0.58	9.66

L&T Dynamic Equity Fund (Formerly Known as L&T India Equity and Gold Fund)						
Name of associate/related parties/ group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Business Given (Rs. Cr)	% of Total Business received by the Fund	Commission paid (Rs.)	% of Total commission paid by the Fund
L & T Finance Ltd.	Associate Company	April 01, 2016 to March 31, 2017	-	-	0.00 ~	-
L&T Access Distribution Services Ltd.	Group Company	April 01, 2016 to March 31, 2017	0.01	-	0.00 ~	-
L&T Capital Markets Limited	Associate Company	April 01, 2016 to March 31, 2017	134.90	42.30	2.69	42.44

L&T Arbitrage Opportunities Fund						
Name of associate/related parties/ group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Business Given (Rs. Cr)	% of Total Business received by the Fund	Commission paid (Rs.)	% of Total commission paid by the Fund
L&T Access Distribution Services Ltd.	Group Company	April 01, 2016 to March 31, 2017	0.01	-	0.00 ~	0.06
L&T Capital Markets Limited	Associate Company	April 01, 2016 to March 31, 2017	14.38	4.08	0.07	7.36

(~) - Indicates less than 0.01

- 3 There were no Unitholders over 25% of the NAV of the Scheme as at March 31, 2017 and March 31, 2016.
- 4 Unit Capital movement during the years ended March 31, 2017 and March 31, 2016

L&T Dynamic Equity Fund (Formerly known as L&T India Equity and Gold Fund)

Description	Opening Units	Subscription	Redemption	Closing Units	Face value
2016-17					
Regular Plan Growth Option	34,536,306.458	111,304,226.022	5,413,252.973	140,427,279.507	1,404,272,795
Regular Plan DividendOption	11,246,034.639	45,386,870.635	2,878,092.353	53,754,812.921	537,548,129
Direct Plan Growth Option	3,352,980.063	1,210,485.343	426,857.377	4,136,608.029	41,366,080
Direct Plan DividendOption	256,810.583	289,099.507	74,289.222	471,620.868	4,716,208
2015-16					
Regular Plan Growth Option	28,418,381.709	8,775,737.150	2,657,812.401	34,536,306.458	345,363,065
Regular Plan DividendOption	2,652,309.098	8,779,897.797	186,172.256	11,246,034.639	112,460,346
Direct Plan Growth Option	2,115,169.911	1,446,814.740	209,004.588	3,352,980.063	33,529,801
Direct Plan DividendOption	187,197.328	90,246.332	20,633.077	256,810.583	2,568,105

L&T Long Term Advantage Fund - I

Description	Opening Units	Subscription	Redemption	Closing Units	Face value
2016-17					
Regular Plan Growth Option	367,791.220	-	21,279.231	346,511.989	3,465,121
Regular Plan DividendOption	223,320.243	-	9,008.560	214,311.683	2,143,117
2015-16					
Regular Plan Growth Option	390,647.353	-	22,856.133	367,791.220	3,677,913
Regular Plan DividendOption	238,280.400	-	14,960.157	223,320.243	2,233,203

L&T Emerging Businesses Fund

Description	Opening Units	Subscription	Redemption	Closing Units	Face value
2016-17					
Regular Plan Growth Option	150,960,803.323	111,397,437.514	76,121,119.735	186,237,121.102	1,862,371,211
Regular Plan DividendOption	72,993,824.794	89,202,284.078	41,232,533.855	120,963,575.017	1,209,635,750
Direct Plan Growth Option	16,909,224.762	13,699,183.580	11,803,451.453	18,804,956.889	188,049,569
Direct Plan DividendOption	1,679,001.784	10,034,089.514	452,278.364	11,260,812.934	112,608,128
2015-16					
Regular Plan Growth Option	146,081,891.624	4,878,911.699	-	150,960,803.323	1,509,608,033
Regular Plan DividendOption	72,345,472.893	648,351.901	-	72,993,824.794	729,938,248
Direct Plan Growth Option	16,175,550.680	733,674.082	-	16,909,224.762	169,092,248
Direct Plan DividendOption	1,618,636.837	60,364.947	-	1,679,001.784	16,790,017

L&T Equity Savings Fund (formerly known as L&T MIP -Wealth Builder Fund)

Description	Opening Units	Subscription	Redemption	Closing Units	Face value
2016-17					
Regular Plan Growth Option	32,213,668.796	6,588,072.689	11,505,419.784	27,296,321.701	272,963,217
Regular Plan Monthly Dividend Option	4,149,162.396	3,042,516.131	765,679.644	6,425,998.883	64,259,989
Regular Plan Quarterly Dividend Option	7,088,198.375	1,636,774.684	2,864,755.462	5,860,217.597	58,602,176
Direct Plan Growth Option	669,493.525	114,315.661	159,105.523	624,703.663	6,247,037
Direct Plan Monthly Dividend Option	261,287.080	21,979.746	217,034.921	66,231.905	662,319
Direct Plan Quarterly Dividend Option	54,568.332	15,554.686	7,585.943	62,537.075	625,371
2015-16					
Regular Plan Growth Option	22,966,596.836	15,691,161.989	6,444,090.029	32,213,668.796	322,136,688
Regular Plan Monthly Dividend Option	3,046,517.628	4,026,692.898	2,924,048.130	4,149,162.396	41,491,624
Regular Plan Quarterly Dividend Option	7,507,639.873	1,249,896.733	1,669,338.231	7,088,198.375	70,881,984
Direct Plan Growth Option	324,251.351	422,211.368	76,969.194	669,493.525	6,694,935
Direct Plan Monthly Dividend Option	46,144.080	251,664.060	36,521.060	261,287.080	2,612,871
Direct Plan Quarterly Dividend Option	49,355.473	17,143.083	11,930.224	54,568.332	545,683

L&T Arbitrage Opportunities Fund

Description	Opening Units	Subscription	Redemption	Closing Units	Face value
2016-17					
Regular Plan Growth Option	47,187,815.749	39,819,153.066	79,794,666.289	7,212,302.526	72,123,025
Regular Bonus Option	473.709	-	-	473.709	4,737
Regular Plan Monthly Dividend Option	129,195,074.648	59,452,332.939	143,729,188.706	44,918,218.881	449,182,189
Regular Plan Quarterly Dividend Option	2,614,303.292	312,079.853	1,398,106.017	1,528,277.128	15,282,771
Direct Plan Growth Option	7,857,929.211	60,478,894.232	61,059,621.257	7,277,202.186	72,772,022
Direct Bonus Option	1,426.458	-	852.974	573.484	5,734
Direct Plan Monthly Dividend Option	72,119,682.533	166,744,518.953	159,061,003.083	79,803,198.403	798,031,984
Direct Plan Quarterly Dividend Option	220,171.655	584,322.668	151,899.615	652,594.708	6,525,947
2015-16					
Regular Plan Growth Option	21,760,655.869	50,324,724.067	24,897,564.187	47,187,815.749	471,878,157
Regular Bonus Option	3,962.242	-	3,488.533	473.709	4,737
Regular Plan Monthly Dividend Option	39,562,826.476	164,227,657.372	74,595,409.200	129,195,074.648	1,291,950,746
Regular Plan Quarterly Dividend Option	630,690.514	17,411,703.921	15,428,091.143	2,614,303.292	26,143,033
Direct Plan Growth Option	19,003,456.982	6,398,421.679	17,543,949.450	7,857,929.211	78,579,292
Direct Bonus Option	5,387.054	1,300.444	5,261.040	1,426.458	14,264
Direct Plan Monthly Dividend Option	67,530,908.028	136,179,493.842	131,590,719.337	72,119,682.533	721,196,825
Direct Plan Quarterly Dividend Option	43,463.279	340,215.133	163,506.757	220,171.655	2,201,716

- 5 Prior year amounts have been re-grouped and reclassified, wherever applicable, to confirm to current year's presentation.
- 6 There were no contingent liabilities for the year ended March 31, 2017 and March 31, 2016.
- 7 Expenses other than management fee are inclusive of service tax wherever applicable.
- 8 The Annual Accounts of the Schemes prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 has been approved by the Board of Directors of AMC and Trustee Company at their meetings held on 28th April 2017. The audit report attached herewith refers to the said annual accounts. The aforesaid abridged accounts are an extract of the Annual Accounts in accordance with SEBI Circular No. IMD/Cir8/132968/2008 dated July 24, 2008.

The general voting policies and procedures of L&T Investment Management Limited with respect to the Schemes of L&T Mutual Fund and the actual exercise of votes in the general meetings of investee companies for financial year 2016-17 have been disclosed on www.lfms.com and in full Annual Report for financial year 2016-17.

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

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