

Abridged Annual Report 2017-2018

Sponsor

L&T Finance Holdings Limited

Registered Office:
Brindavan, Plot no. 177, CST Road, Kalina,
Santacruz (East), Mumbai - 400 098

Trustee

L&T Mutual Fund Trustee Limited

Registered Office:
Brindavan, Plot no. 177, CST Road, Kalina,
Santacruz (East), Mumbai - 400 098

Asset Management Company

L&T Investment Management Limited

Registered Office:
Brindavan, Plot no. 177, CST Road, Kalina,
Santacruz (East), Mumbai - 400 098

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
Ms. Anisha Motwani
Mr. Dinanath Dubhashi

L&T Mutual Fund Trustee Limited

Mr. Shailesh Haribhakti
Mr. Hemant Y. Joshi
Mr. V. Natarajan
Mr. Rajesh Gupta

L&T Dynamic Equity Fund

L&T Equity Savings Fund

L&T Emerging Opportunities Fund - Series I

L&T Long Term Advantage Fund - I

L&T Arbitrage Opportunities Fund

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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-second 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 Opportunities Fund – Series I (L&TEOF-I), for the Financial Year ended March 31, 2018 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 54% of the total assets under management.

As of March 31, 2018, LTMF had 39 Schemes which comprised 14 open - ended equity schemes, 13 open - ended debt / fixed income schemes and 12 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 & L&T Emerging Opportunities Fund - Series 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, 2018 is as follows:

a) L&TAOF

- AUM (Rs. in crores): 772.31
- NAV (in Rs.):

Direct Plan - Growth Option	13.089
Direct Plan - Monthly Dividend Option	10.253
Direct Plan - Quarterly Dividend Option	10.647
Growth Option	12.795
Monthly Dividend Option	10.046
Quarterly Dividend Option	10.564

Name of the Scheme	CAGR Returns (%) (Period)			Date of Inception of the Scheme	Since Inception	
	1 year	3 year	5 year		CAGR Returns (%)	PTP Returns* (in ₹)
L&T Arbitrage Opportunities Fund - Regular Plan (G)	6.22%	6.39%	NA	30/Jun/2014	6.80%	12,795.00
Nifty 50 Arbitrage Index	4.36%	5.65%	NA		6.27%	12,559.75
CRISIL 1 Yr T-Bill Index [^]	5.87%	6.91%	NA		7.30%	13,021.66
L&T Arbitrage Opportunities Fund - Direct Plan (G)	6.84%	7.03%	NA	30/Jun/2014	7.45%	13,088.00
Nifty 50 Arbitrage Index	4.36%	5.65%	NA		6.27%	12,559.75
CRISIL 1 Yr T-Bill Index [^]	5.87%	6.91%	NA		7.30%	13,021.66

b) L&TDEF

- AUM (Rs. in crores) : 496.65
- NAV (in Rs.) :

Direct Plan - Dividend Option	18.864
Direct Plan - Growth Option	23.976
Dividend Option	17.721
Growth Option	22.734

Name of the Scheme	CAGR Returns (%) (Period)			Date of Inception of the Scheme	Since Inception	
	1 year	3 year	5 year		CAGR Returns (%)	PTP Returns* (in ₹)
L&T Dynamic Equity Fund - Regular Plan (G)	6.04%	3.75%	15.08%	07/Feb/2011	12.19%	22,736.00
Benchmark	9.40%	7.48%	11.53%		10.24%	20,055.21
S&P BSE SENSEX TRI [^]	12.70%	7.14%	13.48%		10.43%	20,305.43
L&T Dynamic Equity Fund - Direct Plan (G)	7.27%	4.95%	16.27%	01/Jan/2013	14.07%	19,933.49
Benchmark	9.40%	7.48%	11.53%		9.97%	16,450.83
S&P BSE SENSEX TRI [^]	12.70%	7.14%	13.48%		12.04%	18,137.90

c) **L&TESF**

- AUM (Rs. in crores) : 213.43
- NAV (in Rs.) :

Direct Plan - Growth Option	17.8103
Direct Plan - Monthly Dividend Option	12.4091
Direct Plan - Quarterly Dividend Option	12.6657
Growth Option	17.1198
Monthly Dividend Option	12.0921
Quarterly Dividend Option	11.9625

Name of the Scheme	CAGR Returns (%) (Period)			Date of Inception of the Scheme	Since Inception	
	1 year	3 year	5 year		CAGR Returns (%)	PTP Returns* (in ₹)
L&T Equity Savings Fund - Regular Plan (G)	7.34%	6.27%	9.33%	18/Oct/2011	8.70%	17,119.00
Nifty 50 Arbitrage (75%) + S&P BSE 200 TRI (25%)	6.44%	6.74%	9.21%		9.18%	17,614.66
CRISIL 10 Yr Gilt Index [^]	-0.42%	6.36%	6.42%		7.32%	15,772.09
L&T Equity Savings Fund - Direct Plan (G)	8.20%	7.14%	10.16%	01/Jan/2013	9.49%	16,075.57
Nifty 50 Arbitrage (75%) + S&P BSE 200 TRI (25%)	6.44%	6.74%	9.21%		8.78%	15,536.68
CRISIL 10 Yr Gilt Index [^]	-0.42%	6.36%	6.42%		6.56%	13,947.35

d) **L&TLTAF – I**

- AUM (Rs. in crores) : 2.20
- NAV (in Rs.) :

Dividend Option	31.996
Growth Option	50.364

Name of the Scheme	CAGR Returns (%) (Period)			Date of Inception of the Scheme	Since Inception	
	1 year	3 year	5 year		CAGR Returns (%)	PTP Returns* (in ₹)
L&T Long Term Advantage Fund - I - Regular Plan (G)	12.06%	14.16%	20.76%	27/Mar/2009	19.66%	50,380.00
S&P BSE 200 TRI	12.49%	9.31%	15.77%		17.58%	43,021.70
S&P BSE SENSEX TRI [^]	12.70%	7.14%	13.48%		15.78%	37,424.10

e) **LTEOF– I***

- AUM (Rs. in crores): 394.85
- NAV (in Rs.) :

Direct Plan - Dividend Option	9.926
Dividend Option	9.915

Note: There is no growth option under the scheme

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 return. Date of inception is deemed to be date of allotment.

- a. Performance data is as on 31st March 2018.
- b. Different plans shall have a different expense structure.
- c. The performance details have been provided for Regular and Direct Plan separately.
- d. NA: Not Applicable

(ii) **FUTURE MARKET OUTLOOK**

Equity Market Overview and Outlook

Nifty 50 Index ("Nifty") ended March 2018 with 10.2% gains as it wiped out majority of its gains in last quarter of financial year 2018. The financial year 2018 started on back of a strong performance of Indian equity indices. Equity as an asset class performed well across global markets. Low bond yields, weak real estate market, stagnant gold prices made domestic money flock to equity markets. Given the low penetration of financial assets in India, this trend can last longer.

Further to geopolitical tension, there were factors that kept a leash on positive sentiments like teething issues while implementation of GST and disruption which followed as some domestic businesses saw benign demand environment. So the year was split in four parts, the first was a rally from the low made towards the start of fiscal year which saw an 11.1% rise in Nifty by end of July 2017. This was followed by market consolidation till November 2017. Nifty then rallied by 8.9% from start of December till end of January 2018 as BJP victory in Gujarat and Haryana aided sentiment along with GST cut on some items, PSU Banks rallied on government's recapitalization plans. This was followed by a market correction which saw the Nifty drop (-8.2%) till March 2018 in anticipation of rising crude oil prices and inflation. There was significant Foreign Institutional Investor ("FII") selling during this phase on back of Introduction of Long term capital gain tax (LTCG) in the budget, widening trade deficit and the unraveling of banking fraud.

Valuations on a one year forward basis have moderated compared to historical levels given that earnings growth is likely to be strong on a low base. In fact, for the last three years, earnings growth has been negligible. In the last two year periods earnings have been impacted by several factors like demonetization, GST implementation, slowdown in discretionary consumption especially because of supply side disruption and slow pick up in rural economy. The point of change for Indian market was the comeback of the domestic investor during this period. Domestic flows outpaced FII flows in last three years. In FY18, DIIs were significant buyers at \$17.7Bn, as against \$4.5b in FY17. Midcaps have struggled over the last few months, resulting in its underperformance versus large-caps. Over the last 12 months, midcaps have delivered 9% returns, as against 10.2% by the Nifty. However, over the last five years, midcaps have outperformed the Nifty by 75%. Real Estate (+39%), Private Banks (+24%), Technology (+17%), NBFC (+14%) and Metals (+13%) were the top outperformers for FY18. Healthcare (-14%), PSU Banks (-7%) and Utilities (-7%) were the laggards in FY18

Indian economy has started to recover from the cyclical and structural bottlenecks witnessed over the past two years as reflected in data and with improving corporate earnings. We can expect the economy to recover gradually in FY2019 as GST related disruptions smoothens and as consumption improves amid stable wages and expected payouts from states' implementation of 7th pay commission. Revival of consumption driven by rural wage growth, good monsoon, healthy MSP and higher visibility of direct benefit transfer are other positives. While the ongoing gradual improvement in private investment continues to provide hope of a revival in the capex cycle and improving global growth prospects is further expected to support growth. We can expect volatility at elevated levels in Fiscal 2019 especially given the market concerns about a potential global trade war after US initiated tariff actions on imports from certain countries. It looks like markets will continue to closely monitor election outcomes in few key states over next few quarters. Markets have something to cheer about with evidence of demand revival in select pockets points towards bottoming of macro data. We expect the economy to recover in Fiscal year 2019 as GST related disruption smoothens and consumption revives on back of normal monsoon, MSP hike and implementation of pay commission. After the recent correction valuations are now trading below long term average, with earnings bottoming out and cooling of bond yields things looked favorable for equity investments in India.

Debt Market Overview and Outlook

Indian government bonds had a very volatile year as far as FY 18 is concerned. The yield on the 10yr traded in the range of 6.85 to 7.00% after the Feb 2016 MPC policy in which the MPC decided to change the stance from accommodative to neutral. Since then yields on 10yr rallied from 7% to 6.4% as the actual CPI in the first half tracked much lower than the RBI projections of 4.5% and MPC reduced repo rate from 6.25% to 6% in the August policy keeping the stance neutral. The second half of FY 18 saw steep increases in the yields on 10year Gilts from 6.40% to 7.75% as surplus liquidity in the system came down due to higher currency in circulation, OMO sales done by RBI to suck out excess liquidity caused during demonetization, 2nd half inflation trajectory moving higher due implementation of HRA for central government employees and higher crude oil prices, upward movements in US rates, lower than expected GST number, Govt. announcement of additional market borrowings as it missed its fiscal deficit target and lower demand from Govt. bonds from banks.

March saw a much needed positive turnaround in the bond market, with the 10 year benchmark government bond (gsec) peaking at 7.78% in the first week of march, and gradually trending lower to finally end the month with a sharp rally towards 7.40%. With food prices collapsing, CPI for February surprised on the downside at 4.44% vs 4.70% expected by the market.

The biggest concern for the market has however been the demand supply mismatch for the FY19 borrowing program of GoI. With FinMin clearly taking up this cause (belatedly) and having multiple meetings with various bond market players, market expectations of meaningful action on this front started building up. Finally, towards the end of the month, the actual borrowing calendar turned out to be a huge positive surprise, with H1 borrowings cut down significantly versus expectations and importantly, issuance skewed towards the front end of the curve, thereby making the H1 supply very manageable. RBI allowing banks to spread over the losses on their HFT and AFS book in the 3rd and 4th qtr over 4 quarters also came as a huge relief to the banks. RBI increased the FPI limits from 5% to 6% over the next 2 years which is also a positive from the demand supply dynamics.

The 10yr Gsec has seen an extreme volatility in the first 2 weeks of April moving down from 7.40% to 7.10% in the first week of April based on positive news from Government and RBI. Markets however could not hold on to those levels retracing back to 7.50% in 3 trading sessions. We would caution investors not to get too carried away by any positive exuberance in bond markets and maintain fund allocations strictly within their risk appetite and limits, as this year we are likely to see wild swings in market expectations from one extreme to the other. From a medium term perspective, we believe the 10 year gsec yield is likely to hover in the 7.25-8% range in FY19. In the accrual fund segment, we believe the sweet spot continues to be the AA space, where yields are still quite attractive and credit risks well contained.

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

LTMF services its investors through its network of 64 equipped sales offices of which applications are accepted at 38 investor service centres and at other locations (around 205) 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 Brindavan, Plot no. 177, CST Road, Kalina, Santacruz (East), Mumbai - 400 098.

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 Brindavan, Plot no. 177, CST Road, Kalina, Santacruz (East), Mumbai - 400 098.

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

- i. **L&T Long Term Advantage Fund – I (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 S&P BSE 200 TRI Index.

- ii. **L&T Dynamic Equity Fund (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% S&P BSE 200 TRI Index + 50% Crisil Short Term Bond Fund Index.
- iii. **L&T Equity Savings Fund (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 75% Nifty 50 Arbitrage Fund + 25% S&P BSE 200 TRI Index.
- iv. **L&T Arbitrage Opportunities Fund (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&T Emerging Opportunities Fund - Series I (A closed-ended equity scheme):** The investment objective of the scheme is to provide capital appreciation by primarily investing in equity and equity related instruments of small cap companies. The Scheme is primarily a diversified equity fund which invests at least 65% 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 250 companies based on the market capitalization. The scheme uses a bottom-up stock picking approach. The performance of the Scheme is benchmarked against S&P BSE Small Cap TRI 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, 2018 are as follows:

Sr. No.	Scheme Name	Unclaimed Dividend		Unclaimed Redemption	
		Number of Investors	Amount (Rs.)	Number of Investors	Amount (Rs.)
1	L&T Dynamic Equity Fund	6	21,000.63	20	1,96,830.64
2	L&T Equity Savings Fund	24	73,186.18	20	2,05,446.15
3	L&T Long Term Advantage Fund I	57	17,807.95	29	88,339.43

6. Redressal of Complaints received against LTMF during 2017-2018:

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. Full Annual Report shall be disclosed on the website (www.ltf.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**

Shailesh Haribhakti
Director

Hemant Joshi
Director

Place: Mumbai
Date: April 26, 2018

Redressal of Complaints received against L&T Mutual Fund during 2017-2018

Complaint 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-Actionable	Pending			
				Within 30 days	30-60 days	60-180 days		0-3 months	3-6 months	6-9 months	9-12 months
IA	Non-receipt of Dividend on Units	0	10	8	0	0	0	2	0	0	0
IB	Interest on Delayed payment of Dividend	0	0	0	0	0	0	0	0	0	0
IC	Non-receipt of Redemption Proceeds	0	34	21	2	3	0	8	0	0	0
ID	Interest on delayed payment of Redemption	0	0	0	0	0	0	0	0	0	0
IIA	Non-receipt of Statement of Account/ Unit Certificate	0	23	13	3	1	0	6	0	0	0
IIB	Discrepancy in Statement of Account	0	10	8	1	0	0	1	0	0	0
IIC	Data corrections in Investor details	0	259	258	0	0	0	1	0	0	0
IID	Non-receipt of Annual Report/Abridged Summary	0	1	0	0	1	0	0	0	0	0
IIIA	Wrong switch between Schemes	0	0	0	0	0	0	0	0	0	0
IIIB	Unauthorized switch between Schemes	0	1	1	0	0	0	0	0	0	0
IIIC	Deviation from Scheme attributes	0	2	0	1	0	0	1	0	0	0
IIID	Wrong or excess charges/load	0	1	1	0	0	0	0	0	0	0
IIIE	Non updation of changes viz. address, PAN, bank details, nomination, etc	0	33	23	3	2	0	4	1	0	0
IV	Others	3	646	528	38	17	0	62	4	0	0
TOTAL		3	1020	861	48	24	0	85	5	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 the undernoted schemes of L&T Mutual Fund (the "Schemes"), which comprise the Balance Sheet as at March 31, 2018, and the related Revenue account and Cash Flow Statement, where applicable, for the year/period mentioned below, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

Schemes	Year / Period
L&T Infrastructure Fund	April 1, 2017 to March 31, 2018
L&T Midcap Fund	April 1, 2017 to March 31, 2018
L&T Tax Saver Fund	April 1, 2017 to March 31, 2018
L&T Long Term Advantage Fund – I	April 1, 2017 to March 31, 2018
L&T Equity Fund	April 1, 2017 to March 31, 2018
L&T India Special Situations Fund	April 1, 2017 to March 31, 2018
L&T Tax Advantage Fund	April 1, 2017 to March 31, 2018
L&T India Prudence Fund	April 1, 2017 to March 31, 2018
L&T Dynamic Equity Fund	April 1, 2017 to March 31, 2018
L&T India Value Fund	April 1, 2017 to March 31, 2018
L&T India Large Cap Fund	April 1, 2017 to March 31, 2018
L&T Emerging Businesses Fund	April 1, 2017 to March 31, 2018
L&T Arbitrage Opportunities Fund	April 1, 2017 to March 31, 2018
L&T Business Cycles Fund	April 1, 2017 to March 31, 2018
L&T Equity Savings Fund	April 1, 2017 to March 31, 2018
L&T Emerging Opportunities Fund - Series I	January 29, 2018 to March 31, 2018

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, 2018 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, 2018;
- (b) in the case of the Revenue Account, of the net surplus/deficit for the year/period ended on that date; and
- (c) in the case of the Cash Flow Statement, where applicable, of the cash flows for the year/period 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, 2018, 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 26, 2018

Abridged Audited Balance Sheet as at March 31, 2018

(Rs. In Lakhs)

	L&T Dynamic Equity Fund		L&T Long Term Advantage Fund - I	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
LIABILITIES				
Unit Capital	23,316.91	19,879.03	50.84	56.08
Reserves and Surplus				
Unit Premium Reserves	8,284.95	6,811.07	(33.03)	(23.59)
Unrealised Appreciation Reserves	238.83	2,257.81	117.08	96.12
Other Reserves	17,824.08	11,964.87	84.94	88.38
Loans & borrowings	-	-	-	-
Current Liabilities and Provisions				
Current Liabilities and Provisions	2,185.01	2,141.72	2.17	3.07
TOTAL	51,849.78	43,054.50	222.00	220.06
ASSETS				
Investments				
Listed Securities				
Equity Shares	32,295.32	27,189.54	215.58	211.77
Preference Shares	-	-	-	-
Equity Linked Debentures	-	-	-	-
Other Debentures and Bonds	8,517.55	7,576.11	-	-
Securitised Debt Securities	-	-	-	-
Securities Awaiting Listing				
Equity Shares	-	-	-	-
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	1,033.33	-	-	-
Bill Rediscounting	-	-	-	-
Units of Domestic Mutual Fund	-	-	-	-
Units of Overseas Mutual Fund	-	-	-	-
Foreign Securities	-	-	-	-
Total Investments	41,846.20	34,765.65	215.58	211.77
Deposits	4,594.98	3,441.43	0.03	0.01
Other Current Assets				
Cash and Bank Balance	167.53	365.68	1.00	1.00
CBLO/ Reverse REPO Lending	2,787.04	3,145.46	4.29	6.07
Others	2,454.03	1,336.28	1.10	1.21
Deferred Revenue Expenditure (to the extent not written off)	-	-	-	-
TOTAL	51,849.78	43,054.50	222.00	220.06

Notes to Accounts - Annexure I

Abridged Audited Balance Sheet as at March 31, 2018

(Rs. In Lakhs)

	L&T Equity Savings Fund		L&T Arbitrage Opportunities Fund		L&T Emerging Opportunities Fund - Series I
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017	March 31, 2018
LIABILITIES					
Unit Capital	13,467.46	4,033.60	74,015.56	14,139.28	39,819.20
Reserves and Surplus					
Unit Premium Reserves	1,726.70	(39.44)	9.91	(377.30)	0.02
Unrealised Appreciation Reserves	3.51	570.98	396.28	224.80	-
Other Reserves	6,144.84	1,373.05	2,809.82	729.54	(335.25)
Loans & borrowings	-	-	-	-	-
Current Liabilities and Provisions					
Current Liabilities and Provisions	584.01	513.87	4,733.60	410.13	37.96
TOTAL	21,926.52	6,452.06	81,965.17	15,126.45	39,521.93
ASSETS					
Investments					
Listed Securities					
Equity Shares	14,342.49	4,030.71	50,684.93	11,003.64	21,664.49
Preference Shares	2.53	3.15	-	-	-
Equity Linked Debentures	-	-	-	-	-
Other Debentures and Bonds	2,511.85	-	-	-	-
Securitized Debt Securities	-	-	-	-	-
Securities Awaiting Listing					
Equity Shares	-	-	-	-	-
Preference Shares	-	-	-	-	-
Equity Linked Debentures	-	-	-	-	-
Other Debentures and Bonds	-	-	-	-	-
Securitized Debt Securities	-	-	-	-	-
Unlisted Securities					
Equity Shares	-	-	-	-	-
Preference Shares	-	-	-	-	-
Equity Linked Debentures	-	-	-	-	-
Other Debentures and Bonds	1,312.08	-	-	-	-
Securitized Debt Securities	-	-	-	-	-
Government Securities	-	-	-	-	-
Treasury Bills	-	-	-	-	-
Commercial Papers	-	-	-	-	-
Certificate of Deposits	-	-	-	-	-
Bill Rediscounting	-	-	-	-	-
Units of Domestic Mutual Fund	-	-	3,504.09	-	-
Units of Overseas Mutual Fund	-	-	-	-	-
Foreign Securities	-	-	-	-	-
Total Investments	18,168.95	4,033.86	54,189.02	11,003.64	21,664.49
Deposits	2,461.98	736.85	15,800.16	2,648.46	-
Other Current Assets					
Cash and Bank Balance	195.18	130.63	571.16	28.78	35.05
CBLO/ Reverse REPO Lending	261.57	1,210.77	1,440.74	719.81	17,704.97
Others	838.84	339.95	9,964.09	725.76	117.42
Deferred Revenue Expenditure (to the extent not written off)	-	-	-	-	-
TOTAL	21,926.52	6,452.06	81,965.17	15,126.45	39,521.93

Notes to Accounts - Annexure I

For Price Waterhouse
 Firm Registration Number - 301112E
 Chartered Accountants

For L&T Mutual Fund Trustee Limited
For L&T Investment Management Limited
Alpa Kedia
 Partner
 Membership No.- 100681

Shailesh Haribhakti
 Director

Hemant Joshi
 Director

R. Shankar Raman
 Director

Dinanath Dubhashi
 Additional Director

Kailash Kulkarni
 Chief Executive Officer

S.N. Lahiri
 Fund Manager

Mr. Praveen Ayathan
 Fund Manager

Venugopal Manghat
 Fund Manager

Karan Desai
 Fund Manager

Shriram Ramanathan
 Fund Manager

Vihang Naik
 Fund Manager

Jalpan Shah
 Fund Manager

 Place: Mumbai
 Date: April 26, 2018

Abridged Audited Revenue Account for the year ended March 31, 2018

(Rs. In Lakhs)

	L&T Dynamic Equity Fund		L&T Long Term Advantage Fund - I	
	April 01, 2017 to March 31, 2018	April 01, 2016 to March 31, 2017	April 01, 2017 to March 31, 2018	April 01, 2016 to March 31, 2017
INCOME AND GAINS				
Dividends	300.15	156.22	2.63	2.58
Interest	1,037.61	534.03	0.71	0.43
Realised Gain / (Loss) on Foreign Exchange Transactions	-	-	-	-
Realised Gain / (Loss) on Interscheme sale of Investments	-	-	-	-
Realised Gain / (Loss) on External Sale / Redemption of Investments	2,079.53	1,375.94	9.19	5.66
Realised Gain / (Losses) on Derivative Transactions	3,279.43	-	-	-
Miscellaneous Income	18.79	7.80	0.03	-
TOTAL (A)	6,715.51	2,073.99	12.56	8.67
EXPENSES				
Investment Management Fees	1,063.99	575.16	5.16	3.99
Service Tax on Investment Management Fees	183.93	86.06	0.92	0.60
Transfer Agent Fees and Expenses	42.53	26.96	0.01	0.11
Custodian Fees and Expenses	3.60	1.98	0.18	0.20
Trusteeship Fees and Expenses	0.05	0.04	-	0.00#
Audit Fees	0.50	0.47	0.50	0.00#
Selling and Distribution Expenses	99.47	52.88	-	-
Marketing and Publicity Expenses	1.13	3.46	0.01	0.00#
Printing and Postage Expenses	7.00	2.26	0.16	0.71
Investor Education & Awareness	9.31	4.93	0.05	0.04
Listing Fees and Expenses	-	-	-	-
Other Operating Expenses	11.06	3.24	0.11	-
Less: Expenses to be Reimbursed by the Investment Manager	2.51	-	-	0.00#
TOTAL (B)	1,420.06	757.44	7.10	5.65
Net Realised Gains / (Losses) for the Year (A-B=C)	5,295.45	1,316.55	5.46	3.02
Net Change in Unrealised Depreciation in Value of Investments (D)	(561.57)	17.23	-	-
Net Gains / (Losses) for the Year (E=C-D)	4,733.88	1,333.78	5.46	3.02
Net Change in Unrealised Appreciation in Value of Investments (F)	(2,018.99)	1,302.61	20.96	51.32
NET SURPLUS/(DEFICIT) FOR THE YEAR (E + F = G)	2,714.89	2,636.39	26.42	54.34
Add : Balance transfer from Unrealised Appreciation	-	-	-	-
Less : Balance transfer to Unrealised Appreciation	2,018.99	(1,302.61)	(20.96)	(51.32)
Add / (Less) : Income Equalisation Reserve	2,127.70	8,330.47	(8.90)	(4.99)
Add : Balance Transferred from Unit Premium Reserve	-	-	-	-
Add : Balance Transferred from Reserve Fund	11,964.87	2,801.52	88.38	90.35
Total	18,826.45	12,465.77	84.94	88.38
Dividend Appropriation				
Prior Period Dividend Distribution				
Prior Period Dividend Distribution Tax thereon				
Dividend Distributions	(1,002.37)	(500.90)	-	-
Dividend Distribution Tax thereon	-	-	-	-
Retained Surplus/(Deficit) carried forward to Balance sheet	17,824.08	11,964.87	84.94	88.38

Notes to Accounts - Annexure I

Less than Rs. 1000/-

Abridged Audited Revenue Account for the year ended March 31, 2018

(Rs. In Lakhs)

	L&T Equity Savings Fund		L&T Arbitrage Opportunities Fund		L&T Emerging Opportunities Fund - Series I
	April 01, 2017 to March 31, 2018	April 01, 2016 to March 31, 2017	April 01, 2017 to March 31, 2018	April 01, 2016 to March 31, 2017	April 01, 2017 to March 31, 2018
INCOME AND GAINS					
Dividends	79.42	44.37	225.64	142.60	-
Interest	281.04	106.05	486.21	467.12	209.98
Realised Gain/(Loss) on Foreign Exchange Transactions	-	-	-	-	-
Realised Gain/(Loss) on Interscheme sale of Investments	(8.11)	-	-	-	-
Realised Gain/(Loss) on External Sale/Redemption of Investments	786.06	(22.84)	1,618.56	(216.91)	-
Realised Gain/(Losses) on Derivative Transactions	654.84	119.12	6,604.36	(700.31)	-
Miscellaneous Income	12.49	1.13	2.79	1.06	-
TOTAL (A)	1,805.74	247.83	8,937.56	(306.44)	209.98
EXPENSES					
Investment Management Fees	173.83	142.39	153.16	156.37	93.91
Service Tax on Investment Management Fees	30.14	21.23	27.19	23.29	16.90
Transfer Agent Fees and Expenses	10.92	5.75	26.09	15.75	4.41
Custodian Fees and Expenses	1.25	0.78	2.74	1.73	0.13
Trusteeship Fees and Expenses	0.01	0.01	0.04	0.05	0.00
Audit Fees	0.50	0.07	1.00	0.35	0.50
Selling and Distribution Expenses	18.44	1.81	-	-	7.55
Marketing and Publicity Expenses	0.32	0.25	0.38	0.23	0.03
Printing and Postage Expenses	3.55	2.03	8.32	2.23	0.08
Investor Education & Awareness	2.35	1.17	8.25	5.27	0.87
Listing Fees and Expenses	-	-	-	-	-
Other Operating Expenses	11.02	2.84	10.43	2.12	0.34
(Less) : Expenses to be Reimbursed by the Investment Manager	(2.34)	-	-	-	(2.54)
TOTAL (B)	249.99	178.33	237.60	207.39	122.18
Net Realised Gains/(Losses) for the Year (A-B=C)	1,555.75	69.50	8,699.96	(513.83)	87.80
Net Change in Unrealised Depreciation in Value of Investments (D)	(413.00)	30.24	(6,271.27)	1,862.20	(423.03)
Net Gains/(Losses) for the Year (E=C-D)	1,142.75	99.74	2,428.69	1,348.37	(335.23)
Net Change in Unrealised Appreciation in Value of Investments (F)	(567.48)	509.35	171.49	224.80	-
NET SURPLUS/(DEFICIT) FOR THE YEAR (E + F = G)	575.27	609.09	2,600.18	1,573.17	(335.23)
Add : Balance transfer from Unrealised Appreciation	-	-	-	-	-
Less : Balance transfer to Unrealised Appreciation	567.48	(509.35)	(171.49)	(224.80)	-
Add/(Less) : Income Equalisation Reserve	3,811.38	(170.93)	2,089.38	(613.69)	(0.02)
Add : Balance Transferred from Unit Premium Reserve	-	-	-	-	-
Add : Balance Transferred from Reserve Fund	1,373.05	1,539.49	729.55	1,282.25	-
Total	6,327.18	1,468.30	5,247.62	2,016.93	(335.25)
Dividend Appropriation					
Prior Period Dividend Distribution					
Prior Period Dividend Distribution Tax thereon					
Dividend Distributions	(182.34)	(95.25)	(2,437.80)	(1,287.39)	-
Dividend Distribution Tax thereon	-	-	-	-	-
Retained Surplus/(Deficit) carried forward to Balance sheet	6,144.84	1,373.05	2,809.82	729.54	(335.25)

Notes to Accounts - Annexure I

For Price Waterhouse
 Firm Registration Number - 301112E
 Chartered Accountants

For L&T Mutual Fund Trustee Limited

For L&T Investment Management Limited

Alpa Kedia
 Partner
 Membership No.- 100681

Shailesh Haribhakti
 Director

Hemant Joshi
 Director

R. Shankar Raman
 Director

Dinanath Dubhashi
 Additional Director

Kailash Kulkarni
 Chief Executive Officer

S.N. Lahiri
 Fund Manager

Mr. Praveen Ayathan
 Fund Manager

Venugopal Manghat
 Fund Manager

Karan Desai
 Fund Manager

Shriram Ramanathan
 Fund Manager

Vihang Naik
 Fund Manager

Jalpan Shah
 Fund Manager

Place: Mumbai
 Date: April 26, 2018

Key Statistics for the year ended March 31, 2018

	L&T Dynamic Equity Fund		L&T Long Term Advantage Fund - I	
	Current Year ended March 31, 2018	Previous Year ended March 31, 2017	Current Year ended March 31, 2018	Previous Year ended March 31, 2017
1. NAV per unit (Rs.):				
Open				
Regular Plan Growth Option	21.441	19.227	44.960	34.04
Regular Plan Dividend Option	18.211	17.693	28.560	21.62
Direct Plan Growth Option	22.352	19.819	NA	NA
Direct Plan Dividend Option	19.074	18.267	NA	NA
Regular Plan Annual Dividend Option	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA
Regular Plan Bonus	NA	NA	NA	NA
Direct Plan Bonus	NA	NA	NA	NA
High				
Regular Plan Growth Option	23.079	21.441	54.90	44.96
Regular Plan Dividend Option	18.386	18.361	34.88	28.56
Direct Plan Growth Option	24.294	22.352	NA	NA
Direct Plan Dividend Option	19.478	19.100	NA	NA
Regular Plan Annual Dividend Option	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA
Regular Plan Bonus	NA	NA	NA	NA
Direct Plan Bonus	NA	NA	NA	NA
Low				
Regular Plan Growth Option	21.431	19.076	45.34	33.46
Regular Plan Dividend Option	17.598	17.329	28.81	21.25
Direct Plan Growth Option	22.355	19.668	NA	NA
Direct Plan Dividend Option	18.708	18.080	NA	NA
Regular Plan Annual Dividend Option	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA
Regular Plan Bonus	NA	NA	NA	NA
Direct Plan Bonus	NA	NA	NA	NA
End				
Regular Plan Growth Option	22.734	21.441	50.36	44.96
Regular Plan Dividend Option	17.721	18.211	32.00	28.56
Direct Plan Growth Option	23.976	22.352	NA	NA
Direct Plan Dividend Option	18.864	19.074	NA	NA
Regular Plan Annual Dividend Option	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA

	L&T Dynamic Equity Fund		L&T Long Term Advantage Fund - I	
	Current Year ended March 31, 2018	Previous Year ended March 31, 2017	Current Year ended March 31, 2018	Previous Year ended March 31, 2017
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA
Regular Plan Bonus	NA	NA	NA	NA
Direct Plan Bonus	NA	NA	NA	NA
2. Closing Assets Under Management (Rs. in Lakhs)				
End	49,665	40,913	220	217
Average (AAuM)	46,558	24,635	234	198
3. Gross income as % of AAuM ¹	14.42%	8.42%	5.38%	4.38%
4. Expense Ratio:				
a. Total Expense as % of AAuM (plan wise)				
Non Direct Plan	3.08%	3.10%	3.04%	2.88%
Direct Plan	1.92%	1.98%	NA	NA
b. Management Fee as % of AAuM (plan wise)				
Non Direct Plan	2.30%	2.36%	2.21%	2.02%
Direct Plan	1.50%	1.57%	NA	NA
5. Net Income as a percentage of AAuM ²	11.37%	5.34%	2.34%	1.53%
6. Portfolio turnover ratio ³	7.56	6.39	0.00	0.03
7. Total Dividend per unit distributed during the year (plan wise)				
Dividend - Plan	1.55	1.44	NA	NA
Direct Plan Dividend Option	1.55	1.44	NA	NA
Annual Dividend option	NA	NA	NA	NA
Direct Plan - Annual Dividend option	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	NA	NA	NA	NA
Regular Plan - Quarterly Dividend Option	NA	NA	NA	NA
Direct Plan - Monthly Dividend Option	NA	NA	NA	NA
Direct Plan - Quarterly Dividend Option	NA	NA	NA	NA
8. Returns:				
a. Last One Year				
Scheme				
Growth Option	6.04%	11.52%	12.06%	32.08%
Direct Plan - Growth Option	7.27%	12.78%	NA	NA
Benchmark	9.40%	15.83%	12.49%	22.47%
b. Since Inception				
Scheme				
Growth Option	12.19%	13.21%	19.66%	20.62%
Direct Plan - Growth Option	14.08%	15.71%	NA	NA
Benchmark	10.24%	9.23%	15.93%	16.54%
Benchmark (Direct Plan)	9.97%	9.08%	NA	NA
Benchmark Index				
	Composite !!!!!		S&P BSE 200 TRI Index	

Key Statistics for the year ended March 31, 2018

	L&T Equity Savings Fund		L&T Arbitrage Opportunities Fund		L&T Emerging Opportunities Fund - Series I
	Current Year ended March 31, 2018	Previous Year ended March 31, 2017	Current Year ended March 31, 2018	Previous Year ended March 31, 2017	Current Year ended March 31, 2018
1. NAV per unit (Rs.):					
Open					
Regular Plan Growth Option	15.949	14.387	12.046	11.366	NA
Regular Plan Dividend Option	NA	NA	NA	NA	10.000
Direct Plan Growth Option	16.460	14.741	12.250	11.489	NA
Direct Plan Dividend Option	NA	NA	NA	NA	10.000
Regular Plan Annual Dividend Option	NA	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	12.179	11.769	10.178 \$	10.235	NA
Regular Plan - Quarterly Dividend Option	11.664	11.323	10.525	10.221	NA
Direct Plan - Monthly Dividend Option	12.132	11.520	10.312 \$	10.321	NA
Direct Plan - Quarterly Dividend Option	12.223	11.744	10.540	10.315	NA
Regular Plan Bonus	NA	NA	12.046	11.366	NA
Direct Plan Bonus	NA	NA	12.250	11.489	NA
High					
Regular Plan Growth Option	17.474	15.949	12.795	12.046	NA
Regular Plan Dividend Option	NA	NA	NA	NA	10.056
Direct Plan Growth Option	18.155	16.460	13.089	12.250	NA
Direct Plan Dividend Option	NA	NA	NA	NA	10.058
Regular Plan Annual Dividend Option	NA	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	12.585	12.312	10.218	10.239	NA
Regular Plan - Quarterly Dividend Option	12.365	11.907	10.704	10.548	NA
Direct Plan - Monthly Dividend Option	12.831	12.204	10.364	10.357	NA
Direct Plan - Quarterly Dividend Option	13.064	12.404	10.784	10.695	NA
Regular Plan Bonus	NA	NA	12.736	12.046	NA
Direct Plan Bonus	NA	NA	12.769	12.250	NA
Low					
Regular Plan Growth Option	15.970	14.322	12.045	11.361	NA
Regular Plan Dividend Option	NA	NA	NA	NA	9.871
Direct Plan Growth Option	16.483	14.677	12.249	11.484	NA
Direct Plan Dividend Option	NA	NA	NA	NA	9.880
Regular Plan Annual Dividend Option	NA	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	12.062	11.714	10.042	10.118	NA
Regular Plan - Quarterly Dividend Option	11.679	11.258	10.524	10.205	NA
Direct Plan - Monthly Dividend Option	12.143	11.469	10.215	10.224	NA
Direct Plan - Quarterly Dividend Option	12.240	11.693	10.539	10.311	NA
Regular Plan Bonus	NA	NA	12.045	11.361	NA
Direct Plan Bonus	NA	NA	12.249	11.484	NA
End					
Regular Plan Growth Option	17.120	15.949	12.795	12.046	NA
Regular Plan Dividend Option	NA	NA	NA	NA	9.915
Direct Plan Growth Option	17.810	16.460	13.089	12.250	NA
Direct Plan Dividend Option	NA	NA	NA	NA	9.926
Regular Plan Annual Dividend Option	NA	NA	NA	NA	NA
Direct Plan Annual Dividend Option	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	12.092	12.179	10.046	10.178 \$	NA
Regular Plan - Quarterly Dividend Option	11.962	11.664	10.564	10.525	NA
Direct Plan - Monthly Dividend Option	12.409	12.132	10.253	10.312 \$	NA

	L&T Equity Savings Fund		L&T Arbitrage Opportunities Fund		L&T Emerging Opportunities Fund - Series I
	Current Year ended March 31, 2018	Previous Year ended March 31, 2017	Current Year ended March 31, 2018	Previous Year ended March 31, 2017	Current Year ended March 31, 2018
Direct Plan - Quarterly Dividend Option	12.666	12.223	10.647	10.540	NA
Regular Plan Bonus	NA	NA	NA	12.046	NA
Direct Plan Bonus	NA	NA	NA	12.250	NA
2. Closing Assets Under Management (Rs. in Lakhs)					
End	21,343	5,938	77,232	14,791	39,484
Average (AAuM)	11,771	5,833	41,234	26,347	39,731
3. Gross income as % of AAuM ¹	15.34%	4.25%	21.68%	-1.16%	4.82%
4. Expense Ratio:					
a. Total Expense as % of AAuM (plan wise)					
Non Direct Plan	2.14%	3.06%	0.90%	0.98%	2.90%
Direct Plan	1.34%	2.34%	0.29%	0.37%	1.83%
b. Management Fee as % of AAuM (plan wise)					
Non Direct Plan	1.49%	2.45%	0.64%	0.75%	2.23%
Direct Plan	0.94%	1.85%	0.13%	0.31%	1.48%
5. Net Income as a percentage of AAuM ²	13.22%	1.19%	21.10%	-1.95%	2.02%
6. Portfolio turnover ratio ³	7.97	5.98	15.55	12.50	-
7. Total Dividend per unit distributed during the year (plan wise)					
Dividend - Plan	NA	NA	NA	NA	NA
Direct Plan Dividend Option	NA	NA	NA	NA	NA
Annual Dividend option	NA	NA	NA	NA	NA
Direct Plan - Annual Dividend option	NA	NA	NA	NA	NA
Regular Plan - Monthly Dividend Option	0.96	0.83	0.68	0.71	NA
Regular Plan - Quarterly Dividend Option	0.55	0.85	0.60	0.30	NA
Direct Plan - Monthly Dividend Option	0.70	0.70	0.68	0.73	NA
Direct Plan - Quarterly Dividend Option	0.55	0.85	0.60	0.45	NA
8. Returns:					
a. Last One Year Scheme					
Growth Option	7.34%	10.86%	6.22%	5.98%	NA
Direct Plan - Growth Option	8.20%	11.66%	6.84%	6.62%	NA
Benchmark	6.44%	10.13%	4.36%	6.07%	NA
b. Since Inception Scheme					
Growth Option	8.70%	8.93%	6.80%	6.99%	\$\$\$ -0.86%
Direct Plan - Growth Option	9.49%	9.77%	7.45%	7.65%	\$\$\$ -0.75%
Benchmark	9.18%	9.28%	6.27%	6.96%	-4.83%
Benchmark (Direct Plan)	8.78%	8.93%	6.27%	6.96%	-4.83%
Benchmark Index					
	Composite !!!		Nifty 50 Arbitrage Index		S&P BSE Small Cap TRI Index

1. Gross income = amount against (A) in the Revenue account i.e. Income.

2. Net income = amount against (C) in the Revenue account i.e. NET REALISED GAINS / (LOSSES) FOR THE YEAR / PERIOD

3. Portfolio Turnover = Lower of sales or purchase divided by the Average AuM for the year/period.

4. AAuM=Average daily net assets

(!!!!) - Benchmark for L&T Dynamic Equity Fund is a customised benchmark created by assigning 50% S&P BSE 200 TRI Index + 50% Crisil Short Term Bond Fund Index.

(!!!)- Benchmark for L&T Equity Savings Fund is a customised benchmark created by assigning 75% Nifty 50 Arbitrage Fund + 25% S&P BSE 200 TRI 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

\$\$\$ Since Growth option was not available provided Returns of Dividend Plan

Notes to Accounts

Annexure I to the Abridged Balance Sheet and Revenue Account for the year ended March 31, 2018

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, 2018 and March 31, 2017 are as under:

2017-18			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Dynamic Equity Fund	Adani Enterprises Limited	76	304,000
L&T Dynamic Equity Fund	Andhra Bank	8	80,000
L&T Dynamic Equity Fund	Aurobindo Pharma Limited	159	127,200
L&T Dynamic Equity Fund	Bank of Baroda	18	72,000
L&T Dynamic Equity Fund	Bharat Electronics Limited	3	14,850
L&T Dynamic Equity Fund	Bharat Financial Inclusion Limited	22	22,000
L&T Dynamic Equity Fund	Bharti Airtel Limited	25	42,500
L&T Dynamic Equity Fund	Cadila Healthcare Limited	69	110,400
L&T Dynamic Equity Fund	Can Fin Homes Limited	11	13,750
L&T Dynamic Equity Fund	Capital First Limited	73	58,400
L&T Dynamic Equity Fund	Century Textiles & Industries Limited	9	4,950
L&T Dynamic Equity Fund	CESC Limited	67	36,850
L&T Dynamic Equity Fund	Chennai Petroleum Corporation Limited	12	18,000
L&T Dynamic Equity Fund	Cummins India Limited	32	19,200
L&T Dynamic Equity Fund	DLF Limited	11	55,000
L&T Dynamic Equity Fund	Equitas Holdings Limited	13	41,600
L&T Dynamic Equity Fund	Godfrey Phillips India Limited	2	1,000
L&T Dynamic Equity Fund	Granules India Limited	77	385,000
L&T Dynamic Equity Fund	Gujarat State Fertilizers & Chemicals Limited	157	706,500
L&T Dynamic Equity Fund	Hindustan Construction Company Limited	26	390,000
L&T Dynamic Equity Fund	ICICI Bank Limited	89	244,750
L&T Dynamic Equity Fund	Idea Cellular Limited	279	1,953,000
L&T Dynamic Equity Fund	IDFC Bank Limited	57	513,000
L&T Dynamic Equity Fund	IDFC Limited	514	6,784,800
L&T Dynamic Equity Fund	Indiabulls Housing Finance Limited	22	8,800
L&T Dynamic Equity Fund	Jindal Steel & Power Limited	44	198,000
L&T Dynamic Equity Fund	JSW Steel Limited	19	57,000
L&T Dynamic Equity Fund	Kajaria Ceramics Limited	12	9,600
L&T Dynamic Equity Fund	Kaveri Seed Company Limited	4	6,000
L&T Dynamic Equity Fund	Lupin Limited	13	7,800
L&T Dynamic Equity Fund	Mahindra & Mahindra Limited	7	7,000
L&T Dynamic Equity Fund	NBCC (India) Limited	12	36,000
L&T Dynamic Equity Fund	NMDC Limited	21	126,000
L&T Dynamic Equity Fund	Petronet LNG Limited	46	138,000
L&T Dynamic Equity Fund	PTC India Limited	61	488,000
L&T Dynamic Equity Fund	Punjab National Bank	17	68,000
L&T Dynamic Equity Fund	Raymond Limited	178	142,400
L&T Dynamic Equity Fund	Reliance Capital Limited	2	1,500
L&T Dynamic Equity Fund	Reliance Naval and Engineering Limited	143	1,287,000
L&T Dynamic Equity Fund	Reliance Power Limited	63	819,000
L&T Dynamic Equity Fund	Rural Electrification Corporation Limited	1	6,000
L&T Dynamic Equity Fund	State Bank of India	34	102,000
L&T Dynamic Equity Fund	Steel Authority of India Limited	75	900,000
L&T Dynamic Equity Fund	Sun Pharmaceutical Industries Limited	57	62,700
L&T Dynamic Equity Fund	Syndicate Bank	9	81,000

2017-18			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Dynamic Equity Fund	Tata Communications Limited	126	100,800
L&T Dynamic Equity Fund	Tata Global Beverages Limited	15	67,500
L&T Dynamic Equity Fund	Tata Motors Limited - DVR	6	15,000
L&T Dynamic Equity Fund	The Federal Bank Limited	1	5,500
L&T Dynamic Equity Fund	The India Cements Limited	5	17,500
L&T Dynamic Equity Fund	The Karnataka Bank Limited	60	228,000
L&T Dynamic Equity Fund	The South Indian Bank Limited	73	2,419,293
L&T Dynamic Equity Fund	Torrent Power Limited	3	9,000
L&T Dynamic Equity Fund	TV18 Broadcast Limited	24	408,000
L&T Dynamic Equity Fund	Union Bank of India	54	216,000
L&T Dynamic Equity Fund	Wockhardt Limited	11	9,900
L&T Arbitrage Opportunities Fund	Adani Enterprises Limited	7	28,000
L&T Arbitrage Opportunities Fund	Adani Ports and Special Economic Zone Limited	116	290,000
L&T Arbitrage Opportunities Fund	Allahabad Bank	38	380,000
L&T Arbitrage Opportunities Fund	Ambuja Cements Limited	65	162,500
L&T Arbitrage Opportunities Fund	Aurobindo Pharma Limited	676	540,800
L&T Arbitrage Opportunities Fund	Bajaj Auto Limited	1	250
L&T Arbitrage Opportunities Fund	Bank of Baroda	102	408,000
L&T Arbitrage Opportunities Fund	Bank of India	1	6,000
L&T Arbitrage Opportunities Fund	Bharat Electronics Limited	47	232,650
L&T Arbitrage Opportunities Fund	Bharat Heavy Electricals Limited	38	285,000
L&T Arbitrage Opportunities Fund	Bharti Airtel Limited	109	185,300
L&T Arbitrage Opportunities Fund	Can Fin Homes Limited	1	1,250
L&T Arbitrage Opportunities Fund	Canara Bank	35	56,000
L&T Arbitrage Opportunities Fund	Capital First Limited	197	157,600
L&T Arbitrage Opportunities Fund	CESC Limited	135	74,250
L&T Arbitrage Opportunities Fund	Chennai Petroleum Corporation Limited	44	66,000
L&T Arbitrage Opportunities Fund	Dewan Housing Finance Corporation Limited	83	124,500
L&T Arbitrage Opportunities Fund	DLF Limited	5	25,000
L&T Arbitrage Opportunities Fund	GMR Infrastructure Limited	251	11,295,000
L&T Arbitrage Opportunities Fund	Godrej Consumer Products Limited	5	4,000
L&T Arbitrage Opportunities Fund	Granules India Limited	3	15,000
L&T Arbitrage Opportunities Fund	Gujarat State Fertilizers & Chemicals Limited	184	828,000
L&T Arbitrage Opportunities Fund	Havells India Limited	35	70,000
L&T Arbitrage Opportunities Fund	Hero MotoCorp Limited	6	1,200
L&T Arbitrage Opportunities Fund	Hindustan Construction Company Limited	37	555,000
L&T Arbitrage Opportunities Fund	ICICI Bank Limited	147	404,250
L&T Arbitrage Opportunities Fund	Idea Cellular Limited	152	1,064,000
L&T Arbitrage Opportunities Fund	IDFC Bank Limited	507	4,563,000
L&T Arbitrage Opportunities Fund	IDFC Limited	880	11,616,000
L&T Arbitrage Opportunities Fund	IFCI Limited	2	44,000
L&T Arbitrage Opportunities Fund	Indiabulls Housing Finance Limited	631	252,400
L&T Arbitrage Opportunities Fund	Indian Bank	26	52,000
L&T Arbitrage Opportunities Fund	Indraprastha Gas Limited	18	49,500
L&T Arbitrage Opportunities Fund	Jain Irrigation Systems Limited	4	36,000
L&T Arbitrage Opportunities Fund	Jindal Steel & Power Limited	176	792,000
L&T Arbitrage Opportunities Fund	JSW Steel Limited	33	99,000
L&T Arbitrage Opportunities Fund	Kajaria Ceramics Limited	17	13,600
L&T Arbitrage Opportunities Fund	Kotak Mahindra Bank Limited	197	157,600
L&T Arbitrage Opportunities Fund	KPIT Technologies Limited	39	175,500

2017-18			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Arbitrage Opportunities Fund	Lupin Limited	102	61,200
L&T Arbitrage Opportunities Fund	Mahanagar Gas Limited	25	15,000
L&T Arbitrage Opportunities Fund	Mahindra & Mahindra Financial Services Limited	30	37,500
L&T Arbitrage Opportunities Fund	Mahindra & Mahindra Limited	56	56,000
L&T Arbitrage Opportunities Fund	Manappuram Finance Limited	1	6,000
L&T Arbitrage Opportunities Fund	Multi Commodity Exchange of India Limited	253	126,500
L&T Arbitrage Opportunities Fund	NBCC (India) Limited	44	132,000
L&T Arbitrage Opportunities Fund	NCC Limited	63	504,000
L&T Arbitrage Opportunities Fund	NHPC Limited	2	54,000
L&T Arbitrage Opportunities Fund	Oriental Bank of Commerce	2	12,000
L&T Arbitrage Opportunities Fund	PC Jeweller Limited	19	28,500
L&T Arbitrage Opportunities Fund	Power Finance Corporation Limited	5	30,000
L&T Arbitrage Opportunities Fund	PTC India Limited	117	936,000
L&T Arbitrage Opportunities Fund	Punjab National Bank	292	1,168,000
L&T Arbitrage Opportunities Fund	Raymond Limited	250	200,000
L&T Arbitrage Opportunities Fund	Reliance Capital Limited	364	273,000
L&T Arbitrage Opportunities Fund	Reliance Naval and Engineering Limited	104	936,000
L&T Arbitrage Opportunities Fund	Reliance Power Limited	240	3,120,000
L&T Arbitrage Opportunities Fund	Shriram Transport Finance Company Limited	1	600
L&T Arbitrage Opportunities Fund	Siemens Limited	6	3,000
L&T Arbitrage Opportunities Fund	SREI Infrastructure Finance Limited	60	300,000
L&T Arbitrage Opportunities Fund	State Bank of India	3	9,000
L&T Arbitrage Opportunities Fund	Steel Authority of India Limited	347	4,164,000
L&T Arbitrage Opportunities Fund	Strides Shasun Limited	2	1,200
L&T Arbitrage Opportunities Fund	Sun Pharmaceutical Industries Limited	11	12,100
L&T Arbitrage Opportunities Fund	Suzlon Energy Limited	18	630,000
L&T Arbitrage Opportunities Fund	Syndicate Bank	8	72,000
L&T Arbitrage Opportunities Fund	Tata Communications Limited	220	176,000
L&T Arbitrage Opportunities Fund	Tata Consultancy Services Limited	13	3,250
L&T Arbitrage Opportunities Fund	Tata Elxsi Limited	4	3,200
L&T Arbitrage Opportunities Fund	Tata Global Beverages Limited	72	324,000
L&T Arbitrage Opportunities Fund	Tata Motors Limited - DVR	71	177,500
L&T Arbitrage Opportunities Fund	Tata Steel Limited	11	11,671
L&T Arbitrage Opportunities Fund	The Federal Bank Limited	20	110,000
L&T Arbitrage Opportunities Fund	The Karnataka Bank Limited	110	418,000
L&T Arbitrage Opportunities Fund	The South Indian Bank Limited	75	2,485,575
L&T Arbitrage Opportunities Fund	Torrent Pharmaceuticals Limited	14	7,000
L&T Arbitrage Opportunities Fund	TV18 Broadcast Limited	284	4,828,000
L&T Arbitrage Opportunities Fund	Union Bank of India	151	604,000
L&T Arbitrage Opportunities Fund	United Breweries Limited	3	2,100
L&T Arbitrage Opportunities Fund	UPL Limited	5	6,000
L&T Arbitrage Opportunities Fund	Vedanta Limited	85	148,750
L&T Equity Savings Fund	Allahabad Bank	14	140,000
L&T Equity Savings Fund	Aurobindo Pharma Limited	13	10,400
L&T Equity Savings Fund	Balrampur Chini Mills Limited	50	175,000
L&T Equity Savings Fund	Bharti Airtel Limited	1	1,700
L&T Equity Savings Fund	Canara Bank	25	40,000
L&T Equity Savings Fund	Capital First Limited	35	28,000
L&T Equity Savings Fund	Century Textiles & Industries Limited	2	1,100
L&T Equity Savings Fund	CESC Limited	50	27,500

2017-18			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Equity Savings Fund	CG Power and Industrial Solutions Limited	3	36,000
L&T Equity Savings Fund	DCB Bank Limited	1	4,500
L&T Equity Savings Fund	DLF Limited	4	20,000
L&T Equity Savings Fund	Gujarat State Fertilizers & Chemicals Limited	72	324,000
L&T Equity Savings Fund	ICICI Bank Limited	71	195,250
L&T Equity Savings Fund	IDBI Bank Limited	1	10,000
L&T Equity Savings Fund	IDFC Bank Limited	88	792,000
L&T Equity Savings Fund	IDFC Limited	8	105,600
L&T Equity Savings Fund	IFCI Limited	4	88,000
L&T Equity Savings Fund	Indiabulls Housing Finance Limited	149	59,600
L&T Equity Savings Fund	Indian Bank	45	90,000
L&T Equity Savings Fund	Jain Irrigation Systems Limited	5	45,000
L&T Equity Savings Fund	Jindal Steel & Power Limited	20	90,000
L&T Equity Savings Fund	JSW Steel Limited	29	87,000
L&T Equity Savings Fund	Kajaria Ceramics Limited	16	12,800
L&T Equity Savings Fund	KPIT Technologies Limited	23	103,500
L&T Equity Savings Fund	Mahindra & Mahindra Financial Services Limited	1	1,250
L&T Equity Savings Fund	Multi Commodity Exchange of India Limited	10	5,000
L&T Equity Savings Fund	National Aluminium Company Limited	2	16,000
L&T Equity Savings Fund	NBCC (India) Limited	10	30,000
L&T Equity Savings Fund	PTC India Limited	25	200,000
L&T Equity Savings Fund	Punjab National Bank	46	184,000
L&T Equity Savings Fund	Raymond Limited	96	76,800
L&T Equity Savings Fund	Reliance Capital Limited	197	147,750
L&T Equity Savings Fund	Reliance Infrastructure Limited	78	101,400
L&T Equity Savings Fund	Reliance Naval and Engineering Limited	46	414,000
L&T Equity Savings Fund	Reliance Power Limited	19	247,000
L&T Equity Savings Fund	Steel Authority of India Limited	39	468,000
L&T Equity Savings Fund	Strides Shasun Limited	13	7,800
L&T Equity Savings Fund	Sun Pharmaceutical Industries Limited	31	34,100
L&T Equity Savings Fund	Sun TV Network Limited	4	4,000
L&T Equity Savings Fund	Suzlon Energy Limited	25	875,000
L&T Equity Savings Fund	Syndicate Bank	4	36,000
L&T Equity Savings Fund	Tata Communications Limited	31	24,800
L&T Equity Savings Fund	Tata Elxsi Limited	12	9,600
L&T Equity Savings Fund	Tata Motors Limited	26	39,000
L&T Equity Savings Fund	The India Cements Limited	3	10,500
L&T Equity Savings Fund	TV18 Broadcast Limited	35	595,000
L&T Equity Savings Fund	Union Bank of India	47	188,000
L&T Equity Savings Fund	UPL Limited	50	60,000

2016-17			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Dynamic Equity Fund	Torrent Pharmaceuticals Limited	10	4,000
L&T Dynamic Equity Fund	TV18 Broadcast Limited	55	935,000
L&T Dynamic Equity Fund	Adani Power Limited	27	540,000
L&T Dynamic Equity Fund	Allahabad Bank	5	50,000
L&T Dynamic Equity Fund	Bajaj Finance Limited	10	5,000
L&T Dynamic Equity Fund	Bharat Electronics Limited	82	369,000
L&T Dynamic Equity Fund	Bharat Financial Inclusion Limited	96	96,000

2016-17			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
L&T Dynamic Equity Fund	Castrol India Limited	90	126,000
L&T Dynamic Equity Fund	Dewan Housing Finance Corporation Limited	10	30,000
L&T Dynamic Equity Fund	Engineers India Limited	28	196,000
L&T Dynamic Equity Fund	Glenmark Pharmaceuticals Limited	36	25,200
L&T Dynamic Equity Fund	Godrej Industries Limited	7	10,500
L&T Dynamic Equity Fund	Granules India Limited	23	115,000
L&T Dynamic Equity Fund	Grasim Industries Limited	20	15,000
L&T Dynamic Equity Fund	Hindalco Industries Limited	35	122,500
L&T Dynamic Equity Fund	Indiabulls Housing Finance Limited	116	92,800
L&T Dynamic Equity Fund	Indo Count Industries Limited	68	238,000
L&T Dynamic Equity Fund	Idea Cellular Limited	44	308,000
L&T Dynamic Equity Fund	IDFC Limited	494	6,520,800
L&T Dynamic Equity Fund	IFCI Limited	13	286,000
L&T Dynamic Equity Fund	The India Cements Limited	200	700,000
L&T Dynamic Equity Fund	IRB Infrastructure Developers Limited	361	902,500
L&T Dynamic Equity Fund	ITC Limited	48	115,200
L&T Dynamic Equity Fund	Jindal Steel & Power Limited	6	54,000
L&T Dynamic Equity Fund	Jain Irrigation Systems Limited	14	126,000
L&T Dynamic Equity Fund	JSW Energy Limited	85	680,000
L&T Dynamic Equity Fund	Maruti Suzuki India Limited	11	1,650
L&T Dynamic Equity Fund	United Spirits Limited	7	1,750
L&T Dynamic Equity Fund	NMDC Limited	2	12,000
L&T Dynamic Equity Fund	Oracle Financial Services Software Limited	3	450
L&T Dynamic Equity Fund	Page Industries Limited	32	1,600
L&T Dynamic Equity Fund	Reliance Infrastructure Limited	56	72,800
L&T Dynamic Equity Fund	SRF Limited	14	7,000
L&T Dynamic Equity Fund	Sun Pharmaceutical Industries Limited	153	107,100
L&T Dynamic Equity Fund	Tata Communications Limited	27	37,800
L&T Dynamic Equity 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
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

2016-17			
Scheme Name	Underlying Assets Name	Number of Contracts	Units Outstanding (Short)
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

1.3. Investment in Associates and Group Companies as at the year ended March 31, 2018 and March 31, 2017 was as under -

L&T Long Term Advantage Fund I			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2018	March 31, 2018
Larsen and Toubro Ltd.	Equity	963,512	9,912,586,649

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

L&T Dynamic Equity Fund			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2018	March 31, 2018
Larsen & Toubro Limited	Equity	67,380,260	9,912,586,649

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

L&T Equity Savings Fund			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2018	March 31, 2018
Larsen & Toubro Limited	Equity	11,208,195	9,912,586,649

L&T Equity Savings 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 Arbitrage Opportunities Fund			
Issuer	Instrument Type	Amount (Rs.)	Aggregate Investments by all schemes (Rs.)
		March 31, 2018	March 31, 2018
Nil	Equity	-	-

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

- 1.4. There was no open position of Securities Borrowed and/or Lend by the scheme as at March 31, 2018 and March 31, 2017.
- 1.5. There were no Non-Performing Assets as at March 31, 2018 and March 31, 2017.
- 1.6. Aggregate Unrealised Gain / Loss as at the end of the Financial Year March 31, 2018 and March 31, 2017 are as under :

Scheme Name / Security Type	Amount (Rs.)	Percentage to Net Assets	Amount (Rs.)	Percentage to Net Assets
	As at March 31, 2018		As at March 31, 2017	
L&T Dynamic Equity Fund				
Equity Shares				
- Appreciation	201,565,183	4.06%	242,332,611.00	5.92%
- Depreciation	254,327,266	5.12%	17,881,265.00	0.44%
Bonds & Debentures				
- Appreciation	108,443	0.00% ~	1,953,781.00	0.05%
- Depreciation	4,585,446	0.09%	623,894.00	0.02%
Futures				
- Appreciation	32,382,557	0.65%	6,506,517.00	0.16%
- Depreciation	8,905,069	0.18%	7,588,265.00	0.19%
Money Market				
- Appreciation	405,056	0.01%	-	-
- Depreciation	-	-	-	-
L&T Long Term Advantage Fund – I				
Equity Shares				
- Appreciation	11,872,143	54.01%	9,804,768.00	45.19%
- Depreciation	164,293	0.75%	193,004.00	0.89%
L&T Equity Savings Fund				
Equity Shares / Preference Shares				
- Appreciation	76,173,726	3.57%	64,169,367.00	10.81%
- Depreciation	118,830,260	5.57%	7,071,029.00	1.19%
Futures				
- Appreciation	9,254,050	0.43%	716,946.00	0.12%
- Depreciation	9,156,454	0.43%	4,113,427.00	0.69%
Bonds & Debentures				
- Appreciation	333,734	0.02%	-	-
- Depreciation	2,121,098	0.10%	-	-
L&T Arbitrage Opportunities Fund				
Equity Shares				
- Appreciation	23,640,850	0.31%	62,305,848.00	4.21%
- Depreciation	661,739,514	8.57%	39,825,954.00	2.69%
Futures				
- Appreciation	72,452,424	0.94%	4,653,736.00	0.31%
- Depreciation	33,232,835	0.43%	15,625,891.00	1.06%
Investment Funds/Mutual Funds				
- Appreciation	408,882	0.01%	-	-
- Depreciation	-	-	-	-
L&T Emerging Opportunities Fund - Series I				
Equity Shares				
- Appreciation	43,471,983	1.10%	-	-
- Depreciation	85,774,994	2.17%	-	-

(~) - Indicates less than 0.01%

1.7. The aggregate value of securities purchased and sold during the financial year March 31, 2018 and March 31, 2017 is as below :

Scheme Name	Purchases (Rs.)	Percentage of average daily net assets	Sales (Rs.)	Percentage of average daily net assets
2017-18				
L&T Long Term Advantage Fund – I	-	-	2,633,690	11.27%
L&T Dynamic Equity Fund	10,844,837,173	232.93%	10,078,024,288	216.46%
L&T Equity Savings Fund	3,673,094,560	312.04%	2,240,367,630	190.33%
L&T Arbitrage Opportunities Fund	147,573,709,334	3578.90%	142,784,146,314	3462.75%
L&T Emerging Opportunities Fund - Ser I	2,208,751,863	55.59%	-	-
2016-17				
L&T Long Term Advantage Fund – I	678,646	3.43%	1,643,188	8.31%
L&T Dynamic Equity Fund	6,677,763,033	271.07%	4,273,339,678	173.47%
L&T Equity Savings 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%
L&T Emerging Opportunities Fund - Ser I	-	-	-	-

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	Amount (Rs.)	Percentage to Net Assets
	As on March 31, 2018		As on March 31, 2017	
L&T Equity Savings Fund				
Equity	3,365,816	0.16%	238,280	0.04%
Bonds and Debentures	50,025,800	2.34%	-	-
L&T Emerging Opportunities Fund - Ser I				
Equity	79,988,760	2.03%	-	-

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						
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. Cr)	% of Total commission paid by the Fund
L & T Finance Ltd.	Associate Company	April 01, 2017 to March 31, 2018	-	-	0.00 ~	-
L&T Access Distribution Services Ltd.	Group Company	April 01, 2017 to March 31, 2018	0.01	-	0.00 ~	-
L&T Capital Markets Limited	Associate Company	April 01, 2017 to March 31, 2018	12.66	6.31	0.31	12.43
L&T Dynamic Equity 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. Cr)	% of Total commission paid by the Fund
L & T Finance Ltd.	Associate Company	April 01, 2017 to March 31, 2018	-	-	0.00 ~	-
L&T Access Distribution Services Ltd.	Group Company	April 01, 2017 to March 31, 2018	0.01	-	0.00 ~	-
L&T Capital Markets Limited	Associate Company	April 01, 2017 to March 31, 2018	18.87	7.67	1.28	18.13
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. Cr)	% of Total commission paid by the Fund
L&T Access Distribution Services Ltd.	Group Company	April 01, 2017 to March 31, 2018	0.01	-	0.00 ~	-
L&T Capital Markets Limited	Associate Company	April 01, 2017 to March 31, 2018	17.85	1.38	0.04	3.94

L&T Emerging Opportunities Fund - Ser I						
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. Cr)	% of Total commission paid by the Fund
L&T Finance Ltd	Associate Company	April 01, 2017 to March 31, 2018	-	-	0.00 ~	-
L&T Capital Markets Limited	Associate Company	April 01, 2017 to March 31, 2018	78.63	19.73	3.99	47.87

(~) - Indicates less than 1 Lac

3 There were no Unitholders over 25% of the NAV of the Scheme as at March 31, 2018 and March 31, 2017.

4 Unit Capital movement during the years ended March 31, 2018 and March 31, 2017.

L&T Dynamic Equity Fund						
Description	Opening Units	Subscription	Redemption	Closing Units	Face value	
2017-18						
Regular Plan Growth Option	140,427,279.507	75,040,635.729	54,529,763.663	160,938,151.573	1,609,381,515	
Regular Plan DividendOption	53,754,812.921	36,925,242.385	23,457,306.845	67,222,748.461	672,227,486	
Direct Plan Growth Option	4,136,608.029	1,277,567.353	1,115,258.940	4,298,916.442	42,989,165	
Direct Plan DividendOption	471,620.868	603,160.359	365,543.584	709,237.643	7,092,376	
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	

L&T Long Term Advantage Fund - I						
Description	Opening Units	Subscription	Redemption	Closing Units	Face value	
2017-18						
Regular Plan Growth Option	346,511.989	-	35,339.225	311,172.764	3,111,729	
Regular Plan DividendOption	214,311.683	-	17,068.983	197,242.700	1,972,427	
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	

L&T Equity Savings Fund						
Description	Opening Units	Subscription	Redemption	Closing Units	Face value	
2017-18						
Regular Plan Growth Option	27,296,321.701	91,898,874.571	21,243,930.358	97,951,265.914	979,512,659	
Regular Plan Monthly Dividend Option	6,425,998.883	25,110,578.409	7,987,082.905	23,549,494.387	235,494,944	
Regular Plan Quarterly Dividend Option	5,860,217.597	5,280,194.099	1,424,113.016	9,716,298.680	97,162,987	
Direct Plan Growth Option	624,703.663	2,004,896.288	159,675.249	2,469,924.702	24,699,247	
Direct Plan Monthly Dividend Option	66,231.905	722,514.837	197,509.481	591,237.261	5,912,373	
Direct Plan Quarterly Dividend Option	62,537.075	436,639.411	102,768.163	396,408.323	3,964,083	
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	

L&T Arbitrage Opportunities Fund					
Description	Opening Units	Subscription	Redemption	Closing Units	Face value
2017-18					
Regular Plan Growth Option	7,212,302.526	56,440,843.499	26,390,273.995	37,262,872.030	372,628,720
Regular Bonus Option	473.709	-	473.709	0.000	0
Regular Plan Monthly Dividend Option	44,918,218.881	512,923,604.876	213,547,684.820	344,294,138.937	3,442,941,389
Regular Plan Quarterly Dividend Option	1,528,277.128	19,928,906.958	1,547,349.406	19,909,834.680	199,098,347
Direct Plan Growth Option	7,277,202.186	69,492,179.408	40,101,319.990	36,668,061.604	366,680,616
Direct Bonus Option	573.484	-	573.484	-	-
Direct Plan Monthly Dividend Option	79,803,198.403	575,130,462.443	354,638,106.763	300,295,554.083	3,002,955,540
Direct Plan Quarterly Dividend Option	652,594.708	1,934,670.546	862,150.521	1,725,114.733	17,251,147
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

L&T Emerging Opportunities Fund - Series I					
Description	Opening Units	Subscription	Redemption	Closing Units	Face value
2017-18					
Regular Plan DividendOption	-	361,870,120.265	-	361,870,120.265	3,618,701,203
Direct Plan DividendOption	-	36,321,875.699	-	36,321,875.699	363,218,757

- 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, 2018 and March 31, 2017.
- 7 Expenses other than management fee are inclusive of GST/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 26th April 2018. 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 2017-18 have been disclosed on www.ltf.com and in full Annual Report for financial year 2017-18.

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

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Unit: L&T Mutual Fund

New No.10, Old No.178, MGR Salai

Nungambakkam, Chennai 600 034



L&T Financial Services
Mutual Fund

