

**EKUSH FIRST UNIT FUND  
INDEPENDENT AUDITORS' REPORT  
AND  
FINANCIAL STATEMENT  
FOR THE YEAR ENDED DECEMBER 31, 2021**



**INDEPENDENT AUDITORS' REPORT  
TO THE UNIT HOLDERS OF  
EKUSH FIRST UNIT FUND**

**Opinion**

We have audited the financial statements of Ekush First Unit Fund, which comprise the statement of financial position as at 31 December 2021, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly in all material respects of the statement of financial position of Ekush First Unit Fund as at 31 December 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standard Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Information**

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

In connection with our audit of the financial statement, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statement or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

<b>Risk</b>	<b>Our response to the risk</b>
<b>Valuation of Investments:</b>	
The Fund's investment portfolio presented in the Statement of Financial Position at market value Tk. 175,379,607 represents 80.12% of the total assets Tk. 218,906,055 as at 31	We have tested the design and operating effectiveness of key controls focusing on the following



<p>December 2021. Unrealized Gain in Securities Tk. 14,370,707.18. This is considered to be the key driver of the Fund's capital and revenue Performance.</p> <p>The market value of financial instruments that are traded in an active market is determined based on quoted market prices.</p> <p>Due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.</p>	<ul style="list-style-type: none"> <li>➤ Testing the key controls over identification, Measurement and management of valuation risk as well as evaluating the methodologies and input parameters used by the Fund in determining fair market values.</li> <li>➤ Obtained the CDBL report and share portfolio and cross checked against each other to confirm status of financial instruments;</li> <li>➤ Assessing the adequacy of the disclosures in the financial statements against International Financial Reporting Standards-13, security exchange commission (Mutual Fund) Rules 2001 and other applicable laws and regulations.</li> <li>➤ Finally assessed the appropriateness and presentation of this investment.</li> </ul>
<p>Note no. 3.00 to the financial statements</p>	
<p><b>Dividend Income</b></p>	
<p>Dividend income contribute 11.80% of the total income of the fund.</p>	<ul style="list-style-type: none"> <li>➤ Comparing observable inputs against independent sources and externally available market data.</li> <li>➤ Re-performing the calculations used to check Accuracy and correctness of information.</li> <li>➤ Assessing the adequacy revenue recognition, measurement and disclosures made in relation to the income in the financial statements</li> </ul>
<p>Note no. 17.00 of the financial statements</p>	
<p><b>Liabilities for Expenses</b></p>	
<p>This liability for expenses includes Management Fee, Trustee Fee, and Audit Fee.</p>	<p>We have tested the design and operating effectiveness of controls around the due and payable recording process.</p> <ul style="list-style-type: none"> <li>➤ Obtained fees payable recording process and cross check it with ledger.</li> <li>➤ Obtained provision creates process policy and cross checked those against respective ledger balances.</li> </ul> <p>Finally, assessed the appropriateness and presentation of disclosures against relevant accounting standards, security exchange commission (Mutual Fund) Rules 2001 and other applicable laws and regulations.</p>
<p>Note no. 12.00 to the financial statements</p>	



## **Other Information**

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

## **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the (consolidated) financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

#### **Report on other Legal and Regulatory Requirements**

In accordance with the Companies Act, 1994 and Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001, we also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Fund so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.
- d) the investment was made as per Rule 56 of Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001; and
- e) the expenditure incurred and payments made were for the purpose of the Fund Business,
- f) the information and explanation required by us have been received and fund satisfactory.

Place: Dhaka,  
Dated: January 19, 2022

**Md. Iqbal Hossain FCA**  
Senior Partner, Enrolment No. 596 (ICAB)  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants

DVC: 2201260596AS482587

A member of




Independent legal & accounting firms



**EKUSH FIRST UNIT FUND  
STATEMENT OF FINANCIAL POSITION  
As on December 31, 2021**

Particulars	Notes	Amount in Taka	
		31 December 2021	31 December 2020
<b>Assets</b>			
Investment at market price	3	175,379,607	156,149,899
Fixed Deposit Receipts (FDR)	4	-	15,000,000
IPO Application	5	22,037,500	-
Accounts Receivable	6	3,845,696	607,500
Cash & Cash equivalent	7	16,899,138	12,889,738
Preliminary & Issue Expenses	8	744,114	886,971
<b>Total Assets</b>		<b>218,906,055</b>	<b>185,534,108</b>
<b>Equity &amp; Liabilities</b>			
<b>Unitholders' Equity</b>			
Unit Capital	9	144,947,790	137,352,714
Unit Premium	10	858,983	10,979,467
Dividend Equalization Reserve		150,000	150,000
Retained Earnings		68,586,387	25,422,588
<b>Total Equity</b>		<b>214,543,160</b>	<b>173,904,769</b>
<b>Current Liabilities</b>			
Accounts Payable	11	-	10,066,780
Liability for expenses	12	4,362,895	1,562,559
<b>Total Liabilities</b>		<b>4,362,895</b>	<b>11,629,339</b>
<b>Total Equity and Liabilities</b>		<b>218,906,055</b>	<b>185,534,108</b>
<b>Net Asset Value (NAV)</b>		<b>214,543,160</b>	<b>173,904,769</b>
<b>Net Asset Value (NAV) per unit:</b>			
At Cost	13	13.81	11.61
At Market Price	14	14.80	12.66


These financial statement should be read in conjunction with annexed notes.

  
Head of Compliance  
Ekush Wealth Management Limited

  
Managing Director  
Ekush Wealth Management Limited

  
Trustee  
Shandhani Life Insurance Company Limited

Signed in terms of our separate report of even date annexed

  
Md. Iqbal Hossain FCA  
Senior Partner, Enrolment No. 596 (ICAB)  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants

Place: Dhaka  
Dated: January 19, 2022



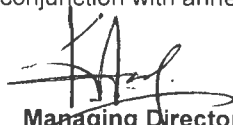


**EKUSH FIRST UNIT FUND**  
**STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME**  
For the year ended December 31, 2021

Particulars	Notes	Amount in Taka	
		31 December 2021	31 December 2020
<b>INCOME</b>			
Interest Income	15	1,999,156	2,403,992
Net gain on sale of marketable securities	16	52,540,116	9,685,243
Dividend Income	17	7,292,180	1,405,000
Unrealized gain/(loss) on securities	18	(15,711)	14,386,418
<b>TOTAL</b>		<b>61,815,741</b>	<b>27,880,653</b>
<b>EXPENSES</b>			
Management fees		4,976,806	1,457,941
BSEC Annual Fees		256,809	65,243
Amortization of preliminary & issue expenses		142,857	113,029
CDBL Charges		83,692	18,500
Trustee Fees		239,264	64,618
Custodian Fees		99,527	10,230
IPO Application Fees		35,000	27,000
Brokerage Commission		1,518,432	386,095
Audit Fees		30,000	30,000
Bank Charge & excise duty		67,114	62,996
Other Operating Expense		214,224	105,969
<b>TOTAL</b>		<b>7,663,724</b>	<b>2,341,621</b>
<b>Net Profit For the Year</b>		<b>54,152,017</b>	<b>25,539,032</b>
<b>Earnings Per Unit</b>	<b>19</b>	<b>3.74</b>	<b>1.86</b>

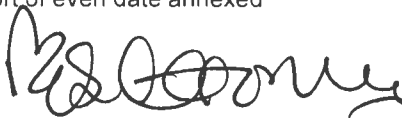
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**Head of Compliance**  
Ekush Wealth Management Limited

  
**Managing Director**  
Ekush Wealth Management Limited

  
**Trustee**  
Shandhani Life Insurance Company Limited

Signed in terms of our separate report of even date annexed

  
**Md. Iqbal Hossain FCA**  
Senior Partner, Enrolment No. 596 (ICAB)  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants

Place: Dhaka  
Dated: January 19, 2022





**EKUSH FIRST UNIT FUND**  
**STATEMENT OF CHANGES IN EQUITY**  
For the year ended December 31, 2021

Particulars	Unit Capital	Unit Premium Reserve	Retained Earnings	Dividend Equalization Reserve	Total Equity
Opening Balance	137,352,714	10,979,467	25,422,588	150,000	173,904,769
Unit capital raised during the period	120,833,820	37,691,317	-	-	158,525,137
Unit surrendered	(113,238,750)	(47,811,796)	-	-	(161,050,546)
Dividend Equalization Reserve	-	-	-	-	-
Dividend Payable	-	-	-	-	-
Dividend paid during the year	-	-	(10,988,217)	-	(10,988,217)
Net profit for the year	-	-	54,152,017	-	54,152,017
<b>Ending Balance</b>	<b>144,947,790</b>	<b>858,983</b>	<b>68,586,387</b>	<b>150,000</b>	<b>214,543,160</b>

For the year ended December 31, 2020

Particulars	Unit Capital	Unit Premium Reserve	Retained Earnings	Dividend Equalization Reserve	Total Equity
Opening Balance	11,250,000	-	33,556	-	11,283,556
Unit capital raised during the period	169,282,292	11,527,891	-	-	180,810,183
Unit surrendered	(43,179,578)	(548,424)	-	-	(43,728,002)
Dividend Equalization Reserve	-	-	(150,000)	150,000	-
Dividend Payable	-	-	-	-	-
Dividend paid during the year	-	-	-	-	-
Net profit for the year	-	-	25,539,032	-	25,539,032
<b>Ending Balance</b>	<b>137,352,714</b>	<b>10,979,467</b>	<b>25,422,588</b>	<b>150,000</b>	<b>173,904,769</b>

These financial statement should be read in conjunction with annexed notes

  
Head of Compliance  
Ekush Wealth Management Limited

  
Managing Director  
Ekush Wealth Management Limited

  
Trustee  
Shandhani Life Insurance Company Limited

Signed in terms of our separate report of even date annexed

  
Md. Iqbal Hossain FCA  
Senior Partner, Enrolment No. 596 (ICAB)  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants

Place: Dhaka  
Dated: January 19, 2022







**EKUSH FIRST UNIT FUND**  
**STATEMENT OF CASH FLOW**  
For the year ended December 31, 2021

Particulars	Amount in Taka	
	31 December 2021	31 December 2020
<b>Cash flows from operating activities:</b>		
Interest Income	1,999,156	2,403,992
Gain on Sale of Investments	52,540,116	9,685,243
Dividend Income	6,768,680	797,500
Management Fees	(2,341,117)	-
Trustee Fees	(64,618)	-
BSEC Annual Fee	(256,809)	(65,243)
Brokerage commission	(1,518,636)	(386,095)
Bank Charges & Excise Duty	(67,114)	(62,996)
CDBL Fee	(83,692)	(18,500)
Custodian Fee	(99,527)	(10,230)
IPO Application Fee	(35,000)	(27,000)
Audit Fee	(40,000)	-
Other Operating Expense	(214,224)	(105,969)
<b>Net Cash Flow from Operating Activities</b>	<b>56,587,217</b>	<b>12,210,702</b>
<b>Cash Flow from Investing Activities:</b>		
Net Investment in Shares and securities	(32,026,691)	(131,696,701)
IPO Application	(22,037,500)	-
Investment in FDR	-	(25,000,000)
Proceeds from encashment of FDR	15,000,000	10,000,000
Preliminary & issue expenses	-	(1,000,000)
<b>Net Cash from Investing Activities</b>	<b>(39,064,191)</b>	<b>(147,696,701)</b>
<b>Cash Flow from Financing Activities:</b>		
Proceeds from issuance of units	158,525,137	180,810,183
Proceeds made for re-purchase of units	(161,050,546)	(43,728,002)
Dividend Payment	(10,988,217)	-
<b>Net Cash from Financing Activities</b>	<b>(13,513,626)</b>	<b>137,082,181</b>
<b>Net Cash Flows</b>	<b>4,009,400</b>	<b>1,596,182</b>
Cash & Cash Equivalent at the beginning of the year	12,889,738	11,293,556
<b>Cash &amp; Cash Equivalent at the end of the year</b>	<b>16,899,138</b>	<b>12,889,738</b>
<b>Net Operating Cash Flow per Unit</b>	<b>3.90</b>	<b>0.89</b>

Head of Compliance  
Ekush Wealth Management Limited

These financial statement should be read in conjunction with annexed notes

Managing Director  
Ekush Wealth Management Limited

Trustee  
Shandhani Life Insurance Company Limited

Signed in terms of our separate report of even date annexed

**Md. Iqbal Hossain FCA**  
Senior Partner, Enrolment No. 596 (ICAB)  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants

Place: Dhaka  
Dated: January 19, 2022





**Ekush First Unit Fund  
Notes to the Financial Statements  
For the year ended 31 December 2021**

**1.00 Legal Status and Nature of the Company**

**1.01 The Fund and Its Objectives**

Ekush First Unit Fund (hereinafter referred to as “the Fund”) was established as a Trust under the Trust Act, 1882 and registered with Sub-Registrar’s Office under the Registration Act 1908, on November 24, 2019. The Fund received Registration Certificate from the Bangladesh Securities and Exchange Commission (BSEC) on December 23, 2019 under the Securities and Exchange Commission (Mutual Fund) Rules 2001. The BSEC approved the Fund and provided consent on November 11, 2019. The initial size of the Fund is BDT. 100,000,000.00 (BDT. Ten Crore) divided into 10,000,000 (One Crore) units of BDT. 10 each. Subsequently, the unit capital of the fund now stands at BDT. 144,947,790.

Key Partners of the Fund are as follows:

Sponsor : Ekush Wealth Management Limited

Registered Address : Property Heights (1st Floor), 12 R.K. Mission Road, Dhaka - 1203

Trustee : Shandhani Life Insurance Company Limited

Registered Address : Shandhani Life Tower, Plot – 34, Bangla Motor, Dhaka - 1000

Custodian : BRAC Bank Limited

Registered Address : Anik Tower, 220/B, Tejgaon-Gulshan Link Road, Tejgaon, Dhaka - 1208

Asset Manager : Ekush Wealth Management Limited

Registered Address : Property Heights (1st Floor), 12 R.K. Mission Road, Dhaka – 1203

**1.02 Principal Activities**

Ekush First Unit Fund is an open end Mutual Fund, which is a professionally managed portfolio of equity stocks and fixed income instruments. Investors buy units of the fund and the Asset Manager pools that money to make investments on their behalf. An unit represents a portion of the Fund’s holdings.

**1.03 Objectives**

The primary objective of the Fund is to achieve superior risk adjusted return in the forms of Capital Appreciation, dividend, interest income and to provide attractive dividend payments to the unit holders.

**2.00 Summary of Significant Accounting Policies**

**2.01 Preparation of the Financial Statements**

These financial statements are prepared on the accrual basis of accounting, under the historical cost convention, as modified for investments, which are “market-to-market” and in conformity with the International financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), International Accounting Standards (IAS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and also in compliance with requirements of Bangladesh Securities and Exchange Commission (Mutual Fund) Rules, 2001 and other laws & regulations applicable in Bangladesh.





## **2.02 Statement of Cash Flows**

IAS-1, "Presentation of Financial Statements" requires that a cash flow statement be prepared as it provides information about cash flows of the enterprise which is useful in providing users of financial statements with basis to assess the ability of the enterprise to generate cash and cash equivalents and needs of the enterprise to utilize those cash flows. Statement of cash flows has been prepared under the direct method for the period, classified by operating, investing and financing activities as prescribed in paragraph 10 and 18(a) of IAS 7: "Statement of Cash Flows". In accordance with Mutual Fund Rules, 2001, proceeds from investments have been shown under investing activities. However, the amount of resultant gain on sale of investment has been shown in operating activities.

## **2.03 Statement of Changes in Equity**

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth.

## **2.04 Functional and Presentation Currency**

These financial statements are presented in Taka which is fund's functional currency.

## **2.05 Reporting Period**

These Financial Statements covers period from January 01, 2021 to December 31, 2021.

## **2.06 Investment Policy**

(i) The Fund shall invest subject to the Bangladesh Security Exchange Commission rules and only in those securities, deposits and investments approved by Bangladesh Securities and Exchange Commission and/or the Bangladesh Bank and/or the Insurance Development & Regulatory Authority (IDRA) of Bangladesh or any other competent authority in this regard.

(ii) Not less than 60% (sixty percent) of the total assets of the Scheme of the Fund shall be invested in capital market instruments out of which at least 50% (fifty percent) percent shall be invested in listed securities.

(iii) Not more than 25% (twenty five percent) of the total asset of the Scheme of the Fund shall be invested in Fixed Income Securities (FIS).

(iv) Not more than 15% (fifteen percent) of the total asset of the Scheme shall be invested in Pre-IPOs at one time.

(v) All money collected under the Fund shall be invested only in cashable/transferrable instruments, securities whether in money market or capital market or privately placed pre-IPO equity, preference shares, debentures or securitized debts.

(vi) The Fund shall get the securities purchased or transferred in the name of the Fund.

(vii) Only the Asset Management Company will make the investment decisions and place orders for securities to be purchased or sold for the Scheme's portfolio.

## **2.07 Valuation of Investments**

The listed securities are valued at the closing quoted market price only on the Dhaka Stock Exchange on the date of valuation i.e. on December 31, 2021.





## 2.08 Dividend Policy

- (a) After the close of annual accounts, the Trustee, as appears, shall declare dividend for the Fund.
- (b) It shall distribute at least 70% of the Annual Income derived from realized gains of the Fund, as dividend, at the end of the accounting year.
- (c) No Dividend may be declared or paid other than from earnings of the Fund available for distribution.
- Surplus arising simply from the valuation of investments may not be available for dividend.

## 2.09 Management Fee

The Fund shall pay a management fee to the Asset Management Company @2.50 percent per annum of the weekly average NAV up to Tk. 5.00 crore and @2.00% percent per annum for additional amount of the weekly average NAV up to Tk. 50.00 crore over Tk. 25.00 crore and @1.00 percent per annum for additional amount of the weekly average NAV over Tk. 50.00 crore, accrued and payable quarterly.

## 2.10 Trustee Fee

The trustee shall be paid an annual Trusteeship fee at the following rate on semi-annual in advance basis:

NAV (BDT)	Fees
NAV of the first 200 crore of fund	0.10%
NAV of the first 100 crore of fund	0.09%
NAV of the remaining fund	0.08%

## 2.11 Custodian Fee

The fee for Custodian services will be 0.07% per annum of balance securities held by the fund, calculated on the average market value per month. Besides this, the fund will bear all other expenses via (a) transaction fee of BDT. 200 per transaction (b) local duties and fees like stamp duty on transaction, stamp duty on transfer deed (c) levies, brokerage, register's fees, local counsel/representation, external auditors at the client's request, depository fees etc. However, a fee cap of 0.08% per annum on balance securities held by the fund, calculated on the average market value per month would be applicable if the total expenses (including custodian fees, transaction fees & other expenses, mentioned above) per annum go higher than the mentioned fee cap amount. The fee for Custodian services will be realized semi-annually.

## 2.12 CDBL Fee

Annual fee for the Fund payable in advance, based on face value of total fund size is payable as follow:

Fund Size	Annual CDBL Fee
Up to BDT. 5 crore	BDT. 0.00/-
Above BDT. 5 crore up to BDT. 20 crore	BDT. 20,000.00/-
Above BDT. 20 crore	BDT. 40,000.00/-

## 2.13 Fund Registration and Annual Fee

The Fund has paid TK.200,000/- (Taka two lac) only to the Securities and Exchange Commission (SEC) as registration fee. In addition to that the fund will have to pay @10% of the year end NAV at Market price of the Fund on advance basis only per annum.





#### 2.14 Revenue Recognition

- (a) Dividend income is recognized when the right to receive the payment is established i.e. on the ex-dividend date;
- (b) Capital gains are recognized on realization. Gain or loss from Securities are recognized at point of sale for Securities which are sold. For unsold Securities, at the year end based on the difference between market value and cost unrealized gain or losses is accounted for;
- (c) Bonus shares have been recognized at zero cost; and
- (d) Interest on Fixed Deposit and Short -Term Deposit is recognized as income on accrual basis.

#### 2.15 Taxation

The income of the Fund is exempted from income tax under the SRO NO.333-Ain/IT/2011 dated November 10, 2011: under section 44(4) clause (b) of income Tax Ordinance; 1984: hence no provision for tax has been made during the year in the books of the statement of Profit or Loss and other Comprehensive Income.

#### 2.16 Preliminary & Issue Expenses

As per Bangladesh Securities and Exchange Commission (Mutual Fund) Rules, 2001 Preliminary & Issue Expenses are being written off over a period of 7 (seven) years.

#### 2.17 Net Asset Value (NAV) Per Unit

The fund calculates Net Asset Value per share using the cost and market value, which has been shown on the face of statement of financial position and the computation of NAV per units is stated in NAV per Unit.

#### 2.18 Earning Per Unit

The fund calculates Earning Per Unit (EPU) in accordance with IAS 33: "Earning per Share", this has been shown on the face of the Income Statement.

#### 2.19 General

Figures appearing in these financial statements have been rounded off to nearest BDT.

#### 2.20 Distributable Earning Per Unit

Particular	31 December 2021	31 December 2020
Net Income for the year	54,152,017	25,539,032
Less Unrealised Gain	-	14,386,418
Distributable Earnings	54,152,017	11,152,614
No. of Units Outstanding	14,494,779	13,735,271
Distributable Earnings per unit	3.74	0.81

#### 2.21 Events after the Reporting Period

The Board of Trustees of the Fund has declared and approved 26% dividend for the fiscal year ended on 31 December 2021.

#### 2.22 Dividend Equalization Reserve

Dividend Equalization Reserve has been created as per the clause no. 3.7.2 of the trust deed of the fund.





	Amount in Taka	
	31 December 2021	31 December 2020
<b>3 Investment at Market Price</b>		
Investment in Listed Securities - at Market Value	157,019,250	122,682,515
Investment in Listed Bonds - at Market Value	1,198,238	-
Investment in IPO	93,510	14,000,400
Investment in Open-End Mutual Funds - at Market Value	17,068,610	19,466,984
<b>Total</b>	<b>175,379,607</b>	<b>156,149,899</b>
<b>4 Fixed Deposit Receipt (FDR)</b>		
Delta Brac Housing Finance Corporation Ltd		
FDR No: 71000223294	-	5,000,000
FDR No: 71000223295	-	5,000,000
FDR No: 71000223296	-	3,000,000
FDR No: 71000223297	-	2,000,000
<b>Total</b>	<b>-</b>	<b>15,000,000</b>
<b>5 IPO Application</b>		
Union Bank Limited	21,400,000	-
BD Thai Food & Beverage Limited	637,500	-
<b>Total</b>	<b>22,037,500</b>	<b>-</b>
<b>6 Accounts Receivable</b>		
Dividend Receivable from Dominage Steel Building Systems Ltd	-	7,500
Dividend Receivable from Renata Limited	261,000	-
Dividend Receivable from Square Pharmaceuticals Limited	870,000	-
Dividend Receivable from Sumit Power Limited	-	600,000
Receivables from UCB Stock Brokerage Limited	2,714,696	-
<b>Total</b>	<b>3,845,696</b>	<b>607,500</b>
<b>7 Cash and Cash Equivalents</b>		
<b>Cash at Bank</b>		
Midland Bank Limited: A/C No: 0001-1090000732	346,162	7,605,069
Midland Bank Limited: A/C No: 0001-1060000093	16,552,976	5,284,563
The City Bank Limited: A/C No: 3102958533001	-	106
<b>Total</b>	<b>16,899,138</b>	<b>12,889,738</b>
<b>8 Preliminary &amp; Issue Expenses</b>		
Opening Balance	886,971	1,000,000
Less: Amortization made during the period	(142,857)	(113,029)
<b>Total</b>	<b>744,114</b>	<b>886,971</b>
<b>9 Unit Capital</b>		
Opening Balance	137,352,714	11,250,000
Add: Subscription during the Period	120,833,820	169,282,292
Less: Redemption during the Period	(113,238,750)	(43,179,578)
<b>Total</b>	<b>144,947,790</b>	<b>137,352,714</b>
<b>10 Unit Premium</b>		
Opening Balance	10,979,467	-
Add: Unit premium reserve during the period	37,691,317	11,527,891
Less: Premium reimbursed for repurchase of units	(47,811,801)	(548,424)
<b>Total</b>	<b>858,983</b>	<b>10,979,467</b>
<b>11 Accounts Payable</b>		
UCB Stock Brokerage Limited	-	8,097,907
SHELTECH Brokerage Limited	-	1,968,873
<b>Total</b>	<b>-</b>	<b>10,066,780</b>





	Amount in Taka	
	31 December 2021	31 December 2020
<b>12 Liability for Expenses</b>		
Management fee	4,093,631	1,457,941
Trustee fee	239,264	64,618
Audit fee	30,000	40,000
<b>Total</b>	<b>4,362,895</b>	<b>1,562,559</b>
<b>13 NAV per unit at cost price</b>		
Net Asset Value at Market Price	214,543,161	173,904,769
Less: Unrealized gain/(loss)	(14,370,707)	(14,386,418)
<b>Net Asset Value at Cost Price</b>	<b>200,172,453</b>	<b>159,518,351</b>
No of units outstanding	14,494,779	13,735,271
<b>NAV per unit at Cost Price</b>	<b>13.81</b>	<b>11.61</b>
<b>14 NAV per unit at market price</b>		
Net Asset Value at Market Price	214,543,161	173,904,769
No of units outstanding	14,494,779	13,735,272
<b>NAV per unit at Market Price</b>	<b>14.80</b>	<b>12.66</b>
<b>15 Interest Income</b>		
Interest from Bank	1,383,732	1,304,595
Interest income from FDR	567,612	1,099,397
Interest income from Listed Bonds	47,813	-
<b>Total</b>	<b>1,999,156</b>	<b>2,403,992</b>
<b>16 Net Gain on Sale of Marketable Securities</b>		
<b>Gain on Sale of Marketable Securities</b>		
Baraka Patenga Power Limited	10,069,781	-
British American Tobacco Bangladesh Company	8,978,881	917,603
Robi Axiata Limited	7,675,616	2,940,000
Summit Power Limited	3,950,040	133,454
Grameenphone Limited	2,386,104	-
BRAC Bank	2,300,497	689,313
Mir Akhter Hossain Limited	2,257,713	-
Singer Bangladesh Limited	2,107,173	-
Vanguard AML Growth Fund	1,547,028	-
Renata Limited	1,528,165	-
UFS-Pragati Life Unit Fund	1,508,910	-
Sonali Life Insurance Company Limited	1,250,515	-
South Bangla Agriculture And Commerce Bank Limited	1,088,993	-
VIPB SEBL 1st Unit Fund	1,068,942	-
Walton Hi-Tech Industries Limited	1,013,155	-
Sena Kalyan Insurance Company Limited	997,779	-
Index Agro Industries Limited	842,971	-
Crystal Insurance Company Limited	811,057	-
ACME Pesticides Limited	709,902	-
Marico Bangladesh Limited	705,343	-
Square Pharmaceuticals Limited	560,171	1,392,900
IDLC Finance Limited	491,033	-
Taufika Foods And Agro Industries Limited	457,600	-
eGeneration Limited	437,420	-
Eastern Bank Limited	381,264	-
Desh General Insurance Company Limited	310,827	-
Investment Corporation Of Bangladesh	165,416	-
Master Feed Agrotec Ltd.	133,245	-
Oryza Agro Industries Ltd	117,149	-
Dominage Steel Building Systems Limited	53,774	1,210,153
Mostafa Metal Industries Limited	14,780	-
Nialco Alloys Ltd.	7,592	-
Associated Oxygen Limited	-	333,709
Nli First Mutual Fund	-	1,224,573
Southeast Bank 1st Mutual Fund	-	844,873
<b>Total</b>	<b>55,928,835</b>	<b>9,686,578</b>





	Amount in Taka	
	31 December 2021	31 December 2020
<b>Loss on Sale of Marketable Securities</b>		
Linde Bangladesh Limited	(14,124)	-
Berger Paints Bangladesh Limited	(122,396)	-
The ACME Laboratories Limited	(151,910)	-
Krishibid Feed Limited	(171,420)	-
Olympic Industries	(316,051)	-
Confidence Cement Limited	(2,612,818)	-
Eastern Bank Limited	-	(1,335)
<b>Total</b>	<b>(3,388,719)</b>	<b>(1,335)</b>
<b>Net Gain on Sale of Marketable Securities</b>	<b>52,540,116</b>	<b>9,685,243</b>
<b>17 Dividend Income</b>		
Grameenphone Limited	2,024,000	390,000
Vanguard AML Growth Fund	1,112,828	-
UFS-Pragati Life Unit Fund	958,348	-
Square Pharmaceuticals Limited	870,000	-
British American Tobacco Bangladesh Company	812,500	-
BRAC Bank	357,000	-
Renata Limited	261,000	-
Marico Bangladesh Limited	463,000	-
EDGE AMC Growth Fund	135,379	-
Singer Bangladesh Limited	120,000	-
Walton Hi-Tech Industries Limited	100,000	-
AT Capital Shariah Unit Fund	78,126	-
Summit Power Limited	-	600,000
Southeast Bank 1St Mutual Fund	-	217,500
Dominage Steel Building Systems Limited	-	7,500
Nli First Mutual Fund	-	190,000
<b>Total</b>	<b>7,292,180</b>	<b>1,405,000</b>
<b>18 Unrealized gain/(loss) on securities</b>		
Opening Balance	14,386,418	-
Closing Balance (Annexure-A)	14,370,707	14,386,418
	<b>(15,711)</b>	<b>14,386,418</b>
<b>19 Earnings per Unit</b>		
Net Income for the year	54,152,017	25,539,032
No of units outstanding	14,494,779	13,735,272
<b>Earning per unit at Market Price</b>	<b>3.74</b>	<b>1.86</b>

