

**AUDITORS' REPORT
&
AUDITED FINANCIAL STATEMENTS
OF
HFAML-ACME EMPLOYEES' UNIT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**



**SHAH ALI TOWER, (7th FLOOR)
33, KAWRAN BAZAR, DHAKA-1215
BANGLADESH**

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CELL: 88 01517 915 858
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INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of **HFAML-ACME EMPLOYEES' UNIT FUND**, which comprise of the Statement of Financial Position as at December 31, 2020 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows, and Statement of Changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRSs), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISAs). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risk 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 entity's preparation and fair presentation of the financial statements in order to design audit procedure that are appropriate under the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion


In our opinion, the financial statements prepared in accordance with the International Financial Reporting Standard (IFRSs), give a true and fair view of the state of the Organisation's affairs as at December 31, 2020 and of the results of its operations and cash flows for the year then ended and comply with other applicable laws and regulations.

We also 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 made due verification thereof;
- (b) In our opinion, proper books of account as required by law have been kept by the entity so far as it appeared from our examination of those books;
- (c) The Fund Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income along with the annexed notes 1 to 24 and annexure A to D, dealt with by the report are in agreement with the books of account and returns; and
- (d) The expenditure incurred and payments made were for the purposes of the Fund's Business.

Dated, Dhaka-
26 January, 2021

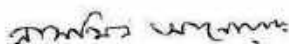
ARTISAN
Chartered Accountants
Reg:


Md Abdus Salam FCA
Senior Partner
Enr.No:570

HFAML-ACME EMPLOYEES' UNIT FUND
Statement of Financial Position
As at December 31, 2020

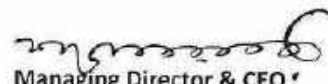
Particulars	Notes	December 31, 2020	December 31, 2019
		Taka	Taka
Assets			
Non Current Assets			
Preliminary & Issue Expenses	8.00	2,429,979	2,998,044
Computer Equipment -Desktop	9.00	30,317	36,587
		2,460,296	3,034,631
Current Assets			
Investment in Securities - at cost	5.00	137,599,689	110,904,647
Accounts Receivable	6.00	4,167,240	3,616,947
Investment in FDR	7.00	5,151,167	10,537,500
Cash & Cash Equivalents	10.00	22,486,769	25,162,777
		169,404,865	150,221,870
Total Assets		171,865,161	153,256,501
Liabilities & Equity			
Liabilities			
Accounts Payable	11.00	1,009,112	820,554
Provision for diminution in value of Investment	12.00	4,230,503	4,381,669
Total Liabilities		5,239,616	5,202,223
Equity			
Unit Capital	13.00	149,650,735	135,333,075
Retained Earnings	14.00	16,974,811	12,721,204
Total Equity		166,625,546	148,054,279
Total Liabilities & Equity		171,865,161	153,256,501
NAV at Cost Price		170,856,048	152,435,948
NAV at Market Price		166,625,546	148,054,279
NAV per Unit (Cost)	15.00	11.37	11.26
NAV per Unit (Market)	16.00	11.09	10.94
No. of Unit		15,029,958	13,536,369

The annexed notes 1-24 and annexure A to D form an integral part of these financial statements.



Chairman
Trustee

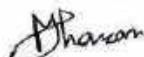
Investment Corporation of Bangladesh (ICB)



Managing Director & CEO
HF Asset Management Limited
(Asset Manager)

Signed in terms of our separate report of even date.

Dhaka
26 January, 2021





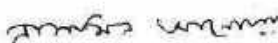
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Chartered Accounts



HFAML-ACME EMPLOYEES' UNIT FUND
Statement of Profit or Loss and Other Comprehensive Income
For the year ended December 31, 2020

Particulars	Notes	January 01, 2020 to 31 Dec. 2020	07-Oct-2018 to 31 Dec. 2019
Income			
Capital Gain	17.00	14,649,545	9,999,818
Dividend Income	18.00	3,752,196	2,598,203
Interest Income	19.00	2,176,950	10,061,419
Total Income		20,578,691	22,659,440
Expenses			
BSEC Annual Fee		166,758	130,339
Trustee Fee		197,796	208,613
Custodian Fee		91,740	99,807
Audit Fee		20,000	15,000
CDBL Fees		20,000	26,021
CDBL Charges		52,530	40,745
CDBL Data Connectivity Charge		50,564	50,681
IPO Expenses		25,000	26,000
El Registration Fee		-	25,000
Management Fee		2,887,278	3,380,338
Sales Agent Commission		-	715,228
Publication Expenses		86,870	101,000
Bank Charges & Excise Duty		90,796	131,347
Depreciation Expenses		6,270	6,270
Amortization of Preliminary Expenses		568,065	568,065
BO A/C Maintenance Charge		2,750	1,800
Others Expense		27,100	30,313
Total Expenses		4,293,517	5,556,567
Total Income before Provision		16,285,173	17,102,873
(Provision)/write back of provision for diminution in value of Investments**	12.00	151,166	(4,381,669)
Net Profit for the year		16,436,339	12,721,204
No. of Unit		15,029,958	13,536,369
Earnings per Unit	20.00	1.09	0.94

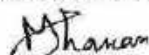
The annexed notes 1-24 and annexure A to D form an integral part of these financial statements.


Chairman
Trustee
Investment Corporation of Bangladesh (ICB)


Managing Director & CEO
HF Asset Management Limited
(Asset Manager)

Signed in terms of our separate report of even date.

Dhaka
26 January, 2021



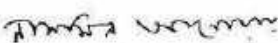

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HFAML-ACME EMPLOYEES' UNIT FUND
Statement of Cash Flows
For the year ended December 31, 2020

	Notes	December 31, 2020	December 31, 2019
		Taka	Taka
Cash Flow from Operating Activities		2,003,539	6,492,893
Dividend Income Received		3,801,398	1,124,638
Interest Income Received		2,345,168	9,521,427
Payment for Expenses	21.00	(4,143,028)	(4,153,172)
Cash Flow from Investing Activities		(7,500,037)	(116,663,242)
Payment for Investment in Marketable Securities		(79,338,031)	(163,653,266)
Investment in IPO Shares		(6,776,610)	(12,824,130)
Payment for Preliminary & Issue Expenses		-	(3,566,110)
Computer Purchase -Desktop		-	(42,000)
Received from Sale of Marketable Securities		73,228,271	73,959,764
FDR Encashment/(Investment)		5,386,333	(10,537,500)
Cash Flow from Financing Activities		2,820,490	135,333,126
Unit Sale		13,954,116	145,428,126
Dividend Paid		(10,936,826)	-
Unit Repurchase		(196,800)	(10,095,000)
Total Cash Flow for the year		(2,676,008)	25,162,777
Beginning Cash Balance		25,162,777	-
Ending Cash Balance		22,486,769	25,162,777
Net operating cash flow per Unit (NOCFPU)		0.13	0.48

The annexed notes 1-24 and annexure A to D form an integral part of these financial statements.


Chairman
Trustee
Investment Corporation of Bangladesh (ICB)


Managing Director & CEO
HF Asset Management Limited
(Asset Manager)

Signed in terms of our separate report of even date.

Dhaka
26 January, 2021




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HFAML-ACME EMPLOYEES' UNIT FUND
Statement of Changes in Unit Capital
For the year ended December 31, 2020

Particulars	Amount in BDT		
	Unit Capital	Retained Earnings	Total Equity
Beginning Balance	135,333,075	12,721,204	148,054,279
Unit Capital	14,317,660		14,317,660
Net Profit		16,436,339	16,436,339
Dividend Paid		(12,182,732)	(12,182,732)
Balance as on December 31, 2020	149,650,735	16,974,811	166,625,546

HFAML-ACME EMPLOYEES' UNIT FUND
Statement of Changes in Unit Capital
For the period ended December 31, 2019

Particulars	Amount in BDT		
	Unit Capital	Retained Earnings	Total Equity
Beginning Balance	-	-	-
Unit Capital	135,333,075	-	135,333,075
Net Profit	-	12,721,204	12,721,204
Balance as on December 31, 2019	135,333,075	12,721,204	148,054,279

The annexed notes 1-24 and annexure A to D form an integral part of these financial statements.

Amra Luma

Chairman
Trustee

Investment Corporation of Bangladesh (ICB)

Signed in terms of our separate report of even date.

M. Hasan

Dhaka
26 January, 2021

Amra Luma

Managing Director & CEO
HF Asset Management Limited
(Asset Manager)

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HFAML-ACME EMPLOYEES' UNIT FUND

Notes to the Financial Statements For the year ended December 31, 2020

1 Introduction of the Fund and its Activities

1.01 Legal Status and Key Partners of The Fund

HFAML-ACME Employees' Unit Fund (here-in-after referred to as "the Fund"), a Trust property, was made on 03 June, 2018 under the Trust Act, 1882 and registered under the Registration Act, 1908. Subsequently on 06 June, 2018 the fund registered as a Mutual Fund from Bangladesh Securities and Exchange Commission with an Initial Fund Size of Tk. 20.00 Crore divided into 2 Crore units of Tk. 10.00 each under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ as an Open end Mutual Fund vide registration no. BSEC/MUTUAL FUND/2018/92. The fund commenced its operation on 07 October, 2018.

Key partners:

Sponsor : The ACME Laboratories Limited Employees' Provident Fund

Registered Office : 1/4, Mirpur Road, Kallayanpur, Dhaka-1207, Bangladesh.

Trustee : Investment Corporation of Bangladesh (ICB)

Registered Office : BDBL Bhaban, Rajuk Avenue, Dhaka-1000, Bangladesh

Custodian : BRAC Bank Limited

Registered Office : Anik Tower, 220/B, Tejgaon Gulshan Link Road, Tejgaon, Dhaka 1208, Bangladesh.

Asset Manager : HF Asset Management Limited (HFAML)

Registered Office : RABBE HOUSE, 2nd Floor, B-2, Building-B, House # CEN(B)-11, Road # 99, Gulshan-2, Dhaka-1212

1.02 Principal Activities and Nature of Operation

HFAML-ACME Employees' 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. Each unit represents a portion of the fund's holdings.

The target group of investors comprises both institutions and Individuals. Units of the Fund may be bought / surrendered through HF Asset Management Limited and authorized selling agents appointed by the Asset Manager from time to time and any other procedure as prescribed by the Asset Manager. Surrender of units is allowed only through HFAML or the selling agents from whom the units were originally purchased.

2 Objectives

The objective of the HFAML-ACME Employees' Unit Fund is to generate capital appreciation along with current income in the form of dividend and capital gain from a combined portfolio of equity and interest income from debt and money market investment.

3 Basis of Preparation

3.1 Statement of Compliance

These financial statements have been prepared under historical cost convention and in conformity with International Accounting Standards (IAS-1), International Financial Reporting Standards (IFRS), Bangladesh Securities and Exchange Rules 1987, সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and others, as applicable.

3.2 Basis of Measurement

These financial statements have been prepared on a going concern basis under historical cost convention in accordance with Generally Accepted Accounting Principles(GAAPs).

3.3 Functional Currency and Presentation Currency

These financial statements are presented in Bangladeshi Taka, which is also the Fund's functional currency.

3.4 Accounting Year of The Fund

These Financial Statements are prepared for the year ended from January 01 to 31 December, 2020.



3.5 Components of Financial Statements

Statement of Financial Position
Statement of Profit or Loss and Other Comprehensive Income
Statement of Changes in Equity
Statement of Cash Flows; and
Notes to the Financial Statements

4 Significant Accounting Policies

4.01 Investment Policies of the Fund

The Fund shall invest subject to সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and only in those securities, deposits and investments approved by the BSEC and /or the Bangladesh Bank and /or the Insurance Development & Regulatory Authority (IDRA) Bangladesh or any other competent authority of Bangladesh in this regard. The Fund shall not invest:

- (i) less than 60% of the total assets in capital market instruments out of which at least 50% shall be invested in listed securities;
- (ii) more than 25% of the total assets in shares, debentures or other securities in any one industry;
- (iii) more than 20% of the total assets in shares, debentures or other securities of a single company or group;
- (iv) more than 15% of the total assets in Pre-IPOs at one time;
- (v) more than 15% of any company's total paid up capital; and
- (vi) more than 10% of the total asset in one particular company.

4.02 Valuation Policy

As per Rule 58 of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, the fund shall fix the valuation method for the Scheme subject to the prior approval of the Commission. The investment valuation policy of the Fund as approved by BSEC is as follows:

4.2.1 Listed Securities

The listed securities is valued at the closing quoted market price on the Dhaka Stock Exchange on 30th December, 2020 (the date of valuation) i.e the last trading date of December 2020.

4.03 Net Asset Value (NAV) Calculation

The Fund determines its NAV per unit on the last business day of each week by dividing the value of the net asset of the Fund (the value of total assets less total liabilities as per Rule 60 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ by the total number of outstanding units). The Fund uses the following formula to derive the NAV per unit:

Total NAV=VA-LT

NAV per unit= Total NAV/ No. of units outstanding

VA: Value of all securities in vault + Value of all securities placed in lien + Cash in hand and at bank + Value of all securities receivables + Receivables of proceeds of sale of investments + Dividend receivables net of tax + Interest receivables net of tax + Issue expenses amortized as on date + Printing, publication and stationary expenses amortized as on date.

LT: Value of all securities payable + Payable against purchase of investments + Payable as brokerage and custodial charges + Payable as Trustee fees + All other payable related to printing, publication and stationery + Accrued deferred expenses with regard to management fee, annual fee, audit fee and safe keeping fee.

4.04 Revenue Recognition

Capital Gains

Capital gains/losses are recognized on realized basis and based on average costing method.

Dividend Income

Dividend Income is recognized on being declared by the investee-company based on the record date as the cut off date.



Financial Income

Financial Income comprises of interest income on fund deposited with the bank accounts, FDR with Banks & NBFIs, etc.

4.05 Preliminary and Issue Expenses

Preliminary and issue expenses represent expenditures incurred prior to the launching of initial public subscription of the Fund. As per Rule 65 (3) of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, the preliminary expenses are being written off over a year of 7 (seven) years.

4.06 Management Fee

As per সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, the Asset Management Company shall be entitled to charge the Fund an annual management fee for the management of the Fund at the following rates:

- (i) @ 2.5% per annum of weekly average Net Asset Value (NAV) of the fund up-to Tk. 50,000,000 (Taka five crore);
- (ii) @2.0% per annum for additional amount of the weekly average NAV of the Fund over Tk. 50,000,000 (Taka five crore) but up to Tk. 250,000,000 (Taka twenty five crore);
- (iii) @ 1.5% per annum for additional amount of the weekly average NAV of the Fund over Tk. 250,000,000 (Taka twenty five crore) up to Tk. 500,000,000 (Taka fifty crore);
- (iv) @1.0% per annum for additional amount of the weekly average NAV of the Fund over Tk. 500,000,000 (Taka fifty crore);

4.07 Trustee Fee

The Trustee shall be paid an annual trustee fee @ 0.15% of the NAV of the Fund during the life of the Fund.

4.08 Custodian Fee

The Fund shall pay to the Custodian a safe keeping fee @ 0.06% of money market instruments and 0.08% of capital market instruments of balance (dematerialized and non-dematerialized) securities and assets held by the Fund calculated on the basis of average month end value per annum.

4.09 Commission Payable on Selling Agent(s)

The Fund shall pay commission to the authorized selling agent(s) to be appointed by the Asset Manager at the rate of highest 1.00%(one percent) and minimum 0.50% (zero point five zero percent) on the total face value of unit sales which may change in future with the approval of Trustee. If individuals are appointed as selling agents BY AMC, the commission payable to them will vary as fixed as per AMC's selling agents policy which will be approved by Trustee. In no case, selling agents commission applicable for individuals will be more than 1% (one percent) on the face value on unit sales. According to prospectus as approved by BSEC HFAML acts as the selling agent of the HFAML-ACME Employees' Unit Fund.

4.10 Taxation

The income of the Fund is exempted from Income Tax as per SRO No. 333-Act/Income Tax/2011 dated 10 November 2011, under Section 44(4) clause (b) of Income Tax Ordinance, 1984; hence no provision for tax is required.

4.11 BSEC Registration Fees and Annual Fees

The Fund has paid to Bangladesh Securities and Exchange Commission (BSEC) Registration Fee as per Rule - 10 of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১. In addition to that the Fund will have to pay 0.10% of the fund size per annum as annual fee as per Rule - 11 of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১.

4.12 Dividend Policy

(i) The Fund shall distribute at least 50% of the total net profit earned in the respective year or as determined by the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ from time to time.

(ii) The Fund shall create a dividend equalization reserve by suitable appropriation from the income of the fund.

(iii) Before declaration of dividend, the Asset Management Company shall make a provision in consultation with the Auditor if market value of investments goes below the acquisition cost and the method of calculation of this provision shall be incorporated in the notes of accounts.

(iv) Dividend warrant shall be dispatched within 45 (forty five) days from the declaration of such dividend, and shall submit a statement within next 7 (seven) days to the Commission.

(v) Before registration for transfer of ownership, a transferee shall not possess the right to any dividend declared; and

(vi) There shall be a Cumulative Investment Plan (CIP) scheme in this Fund. Under this scheme a unit holder instead of receiving dividend may reinvest such dividend income accrued for purchasing Unit at a Concession rate, to be determined by HFAML.

4.13 Provisions

A provision is recognized if, as a result of a past event, the Fund has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting year according to IAS -37.

4.14 Cash and Cash Equivalents

Cash and cash equivalents comprise cash balances and bank deposits when it has a short maturity of three months or less from the date of acquisition.

4.15 Related Party Disclosure

As per International Accounting Standard (IAS) 24 Related Party Disclosures, parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Note 22.

4.16 Departure From IFRS and IAS

(a) The Fund has written off preliminary and issue expense over a year of seven (07) years on a straight-line method according to Rule-65(3) Ka of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ which contradicts with Paragraph 69(a) of IAS 38 'Intangible Assets', as it states that "no intangible or other asset is recognized when expenditure on start-up activities (i.e. Start-up costs) is incurred to provide future economic benefits".

(b) The Fund is required to maintain provision for the erosion on value of marketable securities according to Rule -67(1) of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ which contradicts with IFRS 9.

4.17 Statement of Cash Flows

Statement of Cash Flows is prepared in accordance with IAS-7 under direct method.

4.18 Earnings Per Unit

Earnings per unit has been calculated in accordance with IAS-33. Earnings per Share is shown on the face of Comprehensive Income.

4.19 General

- i) Figures appearing in these Financial Statements have been rounded off to nearest Taka.
- ii) This is the First year Financial Statements for the Fund, therefore no comparisons data are applicable.



4.20 Application of International Accounting Standards (IASs):

The Financial Statements have been prepared in compliance with requirement of IASs and IFRSs as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. HFAML-ACME Employees' Unit Fund applied following IAS and IFRS:

Name of the IAS/IFRS	IAS/IFRS No.	Status
Presentation of Financial Statements	1	Applied
Statements of Cash Flows	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Revenue from contracts with customers	15	Applied
Employee Benefits	19	Not Applicable
Borrowing Costs	23	Not Applicable
Related Party Disclosures	24	Applied
Financial Instruments: Presentation	32	Applied
Earning Per Share	33	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Not Applicable
Financial Instruments	9	Applied



Notes	December 31, 2020	December 31, 2019
	Taka	Taka

5.00 Investment in Securities at cost price

Investment in listed securities
Investment in non-listed securities(IPO)*
Investment in non-listed securities(MF-Open End)

129,930,239	104,399,107
-	1,502,340
7,669,450	5,003,200
137,599,689	110,904,647

Details are mentioned in (Annexure-A)

5.01 Investment in IPO

ADN Telecom

-	1,502,340
-	1,502,340

*This is application money for IPO investment under Mutual fund quota

5.02 Investment in non-listed Mutual Fund(Open End)

ATC Shariah Unit Fund
CAPM Unit Fund

5,003,200	5,003,200
2,666,250	-
7,669,450	5,003,200

6.00 Accounts Receivable

Dividend receivable (Annexure-B)
Interest receivable (6.1)
Receivable from Sale of Securities
Other Receivables

1,424,363	1,473,565
371,773	539,992
2,357,664	1,590,721
13,441	12,669
4,167,240	3,616,947

6.01 Interest receivable-FDR

Interest Receivable-FDR NO.101-12-7880
Interest Receivable-FDR NO.2020-02-028
Interest Receivable-FDR NO.101-14-8351
Interest Receivable-FDR NO.101-14-8352
Interest Receivable-FDR No-2018-1325461
Interest Receivable-FDR No-2018-11-756
Interest Receivable-FDR No-1301356
Interest Receivable-FDR No-2018-11-757
Interest Receivable-FDR No-1325331

213,773	-
67,375	-
45,313	-
45,313	-
-	25,343
-	127,544
-	36,750
-	191,341
-	159,014
371,773	539,992

7.00 Investment in FDR

Investment in FDR-6 Months (Term Deposit)

Name of Institution	Account No.	Term	Rate	Amount	Amount
IIDFC	101-12-7880	6 Months	9.00%	5,151,167	-
IFIC Bank Limited	1325331	6 Months	10.25%	-	10,537,500
				5,151,167	10,537,500

8.00 Preliminary & Issue Expenses

Opening Balance
Less: Amortization during the year

2,998,044	3,566,109
568,065	568,065
2,429,979	2,998,044

Notes	December 31, 2020	December 31, 2019
	Taka	Taka

8.01 Preliminary & Issue Expenses

Legal & Compliance Related Expenses	401,971	478,136
Printing & Publication Expenses	348,682	414,750
Formation Fee	1,156,599	1,375,750
Management Fee	1,064,657	1,266,386
Other Expenses	26,135	31,087
	2,998,044	3,566,109

9.00 Computer Equipment-Desktop

Opening Balance	36,587	42,857
Depreciation Expenses	6,270	6,270
Closing Balance	30,317	36,587

10.00 Cash & Cash Equivalent

Cash at Bank-IFIC	2,167,724	1,532,464
Term Deposit (FDR)*	20,319,045	23,630,313
	22,486,769	25,162,777

10.01 Term Deposit-3 Months (FDR)*

Name of Institution	Account No.	Term	Rate	Amount	Amount
IIDFC	101-14-8351	3 Months	7.50%	7,500,000	-
	101-14-8352	3 Months	7.50%	7,500,000	-
Union Capital Limited	2020-02-028	3 Months	8%	5,319,045	-
	2018-11-756	3 Months	12%	-	6,712,845
	2018-11-757	3 Months	12%	-	10,070,593
IFIC Bank Limited	1325461	3 Months	10.25%	-	6,846,875
				20,319,045	23,630,313

11.00 Accounts Payable

Payable for Custodian Fees	66,691	53,502
Payable for Trustee Fees	15,821	-
Payable BSEC Fee	36,419	-
Payable for Management Fees	845,654	744,853
Payable for Advertisement Expenses	11,000	6,680
Payable Audit Fees	20,000	15,000
Payable for CDBL Data connectivity Fee	13,046	-
Payable for Agent Commission	-	160
Fraction amount of SIP	21	31
Others payable	460	328
	1,009,113	820,554

12.00 Provision/(Write back) of provision for diminution in value of investments

Opening Balance	4,381,669	-
Add: Provision /(Write Back) of provision during the year	(151,166)	4,381,669
Required provision against diminution in value of investments at the end of year	4,230,503	4,381,669



Notes	December 31, 2020	December 31, 2019
	Taka	Taka

13.00 Unit Capital

Sponsor's Contribution
Fund collected other than Sponsors
Unit Discount
Unit Premium

50,000,000	50,000,000
100,299,580	85,363,690
(771,123)	(95,263)
122,278	64,648
149,650,735	135,333,075

14.00 Retained earnings

Opening Balance
Add: Profit during the year
Less: Dividend Paid during the year
Closing Balance

12,721,204	-
16,436,339	12,721,204
(12,182,732)	-
16,974,811	12,721,204

15.00 Net asset value (NAV) per unit at cost

Total Asset at Cost Price
Less: Accounts payable
Total net asset value at cost
Number of units
NAV per unit at cost

171,865,161	153,256,501
1,009,112	820,554
170,856,048	152,435,948
15,029,958	13,536,369
11.37	11.26

16.00 Net asset value (NAV) per unit at market price

Total Net Asset at Cost Price
Less: Provision for erosion of value of securities
Total net asset value at market price
Number of units
NAV per unit at cost

170,856,048	152,435,948
(4,230,503)	(4,381,669)
166,625,545	148,054,279
15,029,958	13,536,369
11.09	10.94

17.00 Capital Gain

Gain on sale of securities (Annexure-C)

14,649,545	9,999,818
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18.00 Dividend Income

Dividend Income from securities (Annexure-D)

3,752,196	2,598,203
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19.00 Interest income

Term Deposit (FDR)
Cash at Bank (SND & CP)

1,913,565	6,476,644
263,384	3,584,775
2,176,950	10,061,419

20.00 Earning per unit

Net income for the year (A)
Outstanding number of units (B)
Earning per unit (A/B)

16,436,339	12,721,204
15,029,958	13,536,369
1.09	0.94



Notes	December 31, 2020	December 31, 2019
	Taka	Taka

21.00 Payment for Expenses

Annual Fee to BSEC	120,044	140,634
Bank Charge & Excise Duty	45,600	104,357
CDBL Charge	59,099	40,745
CDBL Data Connectivity Charge	28,312	50,353
CDBL Fees	16,000	49,157
IPO Subscription Fee	22,000	26,000
Advertisement Expense	79,248	54,711
Source Tax Paid	695,547	48,316
Custodian Fee	70,697	41,675
Trustee Fee	161,646	189,888
Agent Commission	13,591	715,068
El Registration Fee	-	25,000
Management Fee	2,786,478	2,635,483
Audit Fee	13,500	-
VAT Expense	-	10
BO A/C Maintenance Charge	1,800	1,800
Other Expenses	29,466	29,975
	4,143,028	4,153,172

22.00 Related party transaction

Relationship	Name of the related party	Nature of transaction	Closing balance as on 31.12.2020	Closing balance as on 31.12.2019
Trustee of the Fund	Investment Corporation of Bangladesh	Trustee Fees	197,796	140,634
Custodian of the Fund	BRAC Bank Limited	Custodian Fees	91,740	41,675
Asset Manager	HF Asset Management Limited	Management Fees	2,887,278	2,635,483
		Sales agent commission	0	715,068

23.00 Events after the reporting year

The Board of Trustees of the Fund has approved dividend at the rate of Tk. 1.00 Per unit i.e. 10.00% for the year ended December 31, 2020 at the meeting held on January 31, 2021.

24.00 Date of authorisation

The Trustee Board has authorised these financial statements for issue on January 31, 2021

