

IDLC Asset Management Shariah Fund

For the period ended September 30, 2021

IDLC Asset Management Shariah Fund

Statement of Financial Position

As at September 30, 2021

Particulars	Notes	September 30, 2021 BDT	June 30, 2021 BDT
ASSETS			
Non-Current Asset			
Preliminary and issue expenses	3.00	4,853,558	5,091,578
DSE Shariah Index		368,885	386,888
		5,222,442	5,478,467
Current Asset			
Investment in securities at market price	4.00	176,713,623	134,378,780
Accounts receivables	5.00	10,815,170	19,445,976
Advance and Prepayments	6.00	190,722	195,424
Cash and cash equivalents	7.00	50,124,599	57,171,063
		237,844,113	211,191,243
Total Assets		243,066,555	216,669,710
OWNERS' EQUITY			
Capital Fund	8.00	193,459,540	174,242,460
Unit Premium Reserves		1,275,385	-
Fair Value Reserve	20.00	25,449,577	13,620,218
Investor's Balances	9.00	1,019	471
Retained earnings	10.00	21,443,137	27,495,157
Total Equity		241,628,659	215,358,306
LIABILITIES			
Non-Current Liabilities			
		-	-
Current Liabilities			
Accounts payable	11.00	1,437,896	1,311,404
		1,437,896	1,311,404
Total Liabilities		1,437,896	1,311,404
Total Equity and Liabilities		243,066,555	216,669,710
Net asset value (NAV) per unit:			
At cost	12.00	11.17	11.58
At market price	13.00	12.49	12.36

The annexed notes from 1 to 22 form an integral part of these Financial Statements.



Chairman, Trustee
Investment Corporation of
Bangladesh



Member, Trustee
Investment Corporation of
Bangladesh



Asset Manager
IDLC Asset Management Limited

IDLC Asset Management Shariah Fund
Statement of Profit or Loss and Other Comprehensive Income
For the period ended on 30 September 2021

Particulars	Notes	July 01, 2021 - September 30,	July 01, 2020 - September 30,
		2021 BDT	2020 BDT
INCOME			
Profit earned on deposits	14.00	36,026	774,732
Net gain on sale of securities	15.00	18,741,630	6,896,732
Dividend income	16.00	993,750	923,000
Total Income		19,771,406	8,594,464
EXPENDITURE			
Management fee		1,171,660	1,112,116
Amortization of preliminary and issue expenses	3.00	238,021	238,021
Trustee fee		95,621	90,485
Publication and other expenses	17.00	141,908	137,788
Brokerage Commission		534,943	563,439
BSEC annual fee		54,306	51,912
Amortization of DSE Shariah Index Fee		18,004	48,250
Tax deducted at source		1,794	-
Custodian fee		27,305	20,519
Sales Agent Commission		28,957	1,032
CDBL charges		37,045	35,215
Bank charges and excise duty		1,989	70,078
Purification of Income	22.00	7,917	-
Total Expenditure		2,359,470	2,368,855
Income before provision for the period		17,411,936	6,225,610
Write back of provision/ (provision) for diminution in value of investments	18.00	-	3,207,575
Net income/ (loss) for the period		17,411,936	9,433,185
Earnings per unit during the period	19.00	0.90	0.47
Other comprehensive income/ (loss) for the period			
Fair Value Reserve	20.00	11,829,359	13,213,234
Total comprehensive income/ (loss) for the period		29,241,296	22,646,419

The annexed notes from 1 to 22 form an integral part of these Financial Statements.



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Bangladesh



Member, Trustee

Investment Corporation of
Bangladesh



Asset Manager

IDLC Asset Management Limited

IDLC Asset Management Shariah Fund

Statement of Changes in Equity

For the period ended 30 September 2021

Amount in BDT

Particulars	Capital Fund	Unit Premium	Fair Value Reserve	Investor's Balances	Retained Earnings	Total Equity
Opening Balance	174,242,460	-	13,620,218	471	27,495,157	215,358,306
Fund Collected/ (redeemed) during the period, net	19,217,080	1,275,385	-	-	929,988	21,422,454
Investor's Balances	-	-	-	548	-	548
Net income/(loss) during the period	-	-	-	-	17,411,936	17,411,936
Fair Value Reserve	-	-	11,829,359	-	-	11,829,359
Dividend paid during the period	-	-	-	-	(24,393,944)	(24,393,944)
Balance as at September 30, 2021	193,459,540	1,275,385	25,449,577	1,019	21,443,137	241,628,659

Statement of Changes in Equity

For the period ended 30 September 2020

Particulars	Capital Fund	Unit Premium	Fair Value Reserve	Investor's Balances	Retained Earnings	Total Equity
Opening Balance	201,782,710	-	-	21	(4,221,380)	197,561,351
Fund Collected/ (redeemed) during the period, net	(833,470)	-	-	-	(19,612)	(853,082)
Investor's Balances	-	-	-	62	-	62
Net income/ (loss) during the period	-	-	-	-	9,433,184	9,433,184
Investment Diminution Reserve	-	-	13,213,234	-	-	13,213,234
Purification of income	-	-	-	-	(4,574)	(4,574)
Balance as at September 30, 2020	200,949,240	-	13,213,234	83	5,187,618	219,350,175

The annexed notes from 1 to 22 form an integral part of these Financial Statements.



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Investment Corporation
of Bangladesh



Member, Trustee
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Asset Manager
IDLC Asset Management Limited

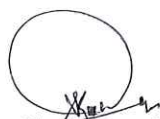
IDLC Asset Management Shariah Fund

Statement of Cash Flows

For the period ended on 30 September 2021

		July 01, 2021 - September 30, 2021	July 01, 2020 - September 30, 2020
Particulars	Notes	BDT	BDT
A. Cash flows from/ (used in) operating activities			
Investment in marketable securities		(153,930,346)	(189,262,100)
Investment in IPO shares		(266,490)	(168,540)
Proceeds from sell of marketable securities		150,674,758	78,910,946
Interest income realized in cash		146	1,853,853
Dividend income received in cash		1,453,550	923,000
Advance and Prepayments		802,817	(1,115,900)
Payment made for expenses		(2,815,988)	(922,393)
Net cash used in operating activities		(4,081,554)	(109,781,134)
B. Cash flows from investing activities			
		-	-
C. Cash flows from/ (used in) financing activities			
Issuance of Unit Capital, net		19,217,080	(828,555)
Unit Premium Reserve		2,205,374	(24,527)
Purification		(3,967)	(4,574)
Payable to Investor		10,000	-
Investor's Fund		548	62
Dividend paid for the period		(24,393,944)	-
Net cash used in from financing activities		(2,964,910)	(857,594)
D. Net cash deficit (A+B+C)			
		(7,046,464)	(110,638,728)
E. Cash and cash equivalents at the beginning of the period			
		57,171,063	163,388,481
F. Cash & cash equivalents at the end of the period			
		50,124,599	52,749,753
Net Operating Cash flow per unit for the period	21.00	(0.21)	(5.46)

The annexed notes from 1 to 22 form an integral part of these Financial Statements.



Chairman, Trustee

Investment Corporation of Bangladesh



Member, Trustee

Investment Corporation of
Bangladesh



Asset Manager

IDLC Asset Management Limited

IDLC Asset Management Shariah Fund
Notes to the Financial Statements
As at and for the period ended on September 30, 2021

1.00 Introduction of the Fund and its activities

1.01 Legal status and Key partners of the Fund

IDLC Asset Management Shariah Fund (here-in-after referred to as “the Fund”), a Trust property, was established on April 13, 2019 under the Trust Act, 1882 and registered under the Registration Act, 1908 and subsequently on May 23, 2019 registered as a Mutual Fund from the Bangladesh Securities and Exchange Commission with an initial target of paid-up capital of Tk. 500 million divided into 50 million units of Tk. 10.00 each under the Securities and Exchange Commission (Mutual Fund), Rules, 2001 as an Open end Mutual Fund vide registration no. BSEC/MUTUAL FUND/2019/101.

After initial public subscription of the fund, the paid-up capital of the fund was BDT 20.10 crore.

Key partners of the Fund are as Follows:

Sponsor & Asset Manager:	IDLC Asset Management Limited
Registered Address:	Symphony (Level – 04), Plot # SE (F): 9, Road # 142, Gulshan Avenue, Bir Uttam Mir Shawkat Sarak, Dhaka 1212.
Trustee:	Investment Corporation of Bangladesh (ICB)
Registered Address:	BDBL Bhaban, 8, RAJUK Avenue, Dhaka 1000, Bangladesh.
Custodian::	BRAC Bank Limited
Registered Address:	Anik Tower, 220/B, Tejgaon Gulshan Link Road, Tejgaon, Dhaka 1208.

1.02 Principal activities and nature of operation

IDLC Asset Management Shariah Fund is an Open end Mutual Fund which is a professionally managed portfolio of shariah complied equity stocks and fixed income instruments. Investors buy units of the Fund by paying an amount equivalent to the purchase price and the Asset Manager makes investments on their behalf. An unit represents a portion of the fund's holdings.

The target group of investors comprises both Institution and Individual. Units of the Fund may be bought / surrendered through IDLC 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 IDLC AML or the selling agents from which the units are originally purchased.

2.00 Objectives

The objective of the Fund is to generate profit by investing in a portfolio of Shariah compliant securities as per Shariah Investment Guideline. The fund intends to deliver the profit among the investors in the form of dividend as well as capital appreciation. The Fund will also exercise a rigorous compliance factor called “**Purification**” to remove any impure part from the final profit of the portfolio and dispose this through donation to charitable organizations. This will be a key differentiator of the Fund from other Shariah investment vehicles currently available in Bangladesh.

		As at September 30, 2021	As at June 30, 2021
	Notes	BDT	BDT
3.00 Preliminary and issue expenses			
Opening balance	(Note: 3.01)	5,091,579	6,035,901
Less: Amortized during the period		(238,021)	(944,322)
		4,853,558	5,091,579
3.01 Opening balance			
Formation Fees		2,010,600	2,010,600
Pre-formation Management Fees		2,171,193	2,171,193
Application & Registration Fees paid to BSEC		1,010,000	1,010,000
CDBL Fees		37,558	37,558
Trust Deed Registration Fees		127,779	127,779
Printing and Publication		764,538	764,538
Other Expenses		488,587	488,587
		6,610,256	6,610,256
Less: Amortized balance		(1,518,677)	(574,355)
Opening balance		5,091,579	6,035,901
4.00 Investment in securities at Market price			
Investment in listed securities at cost	(Note: 4.01)	151,264,045	120,758,561
Investment at cost value		151,264,045	120,758,561
Add: Unrealized Profit/ (Loss) in portfolio		25,449,577	13,620,218
Investment at Market value		176,713,623	134,378,780
4.01 Investment in listed securities at cost			
Bank		47,403,230	9,146,500
Engineering		-	16,618,719
Food & Allied		-	17,586,994
Fuel & Power		25,364,855	10,835,516
Miscellaneous - SME		266,490	-
Pharmaceuticals & Chemicals		42,644,757	38,338,836
Telecommunication		35,584,713	28,231,996
		151,264,045	120,758,561
<i>Details are mentioned in Annexure A.</i>			
5.00 Accounts Receivables			
Accrued income on Mudaraba Term Deposits		35,881	-
Dividend receivables	(Note: 5.01)	71,200	531,000
Accounts Receivables - Sale of Securities		10,708,089	18,914,976
		10,815,170	19,445,976
5.01 Dividend receivables			
Marico Bangladesh Limited		71,200	166,000
First Security Islami Bank Limited		-	365,000
		71,200	531,000
6.00 Advance and Prepayments			
Annual fee - BSEC		141,118	195,424
Trustee fee		49,604	-
		190,722	195,424
7.00 Cash and cash equivalents			
Cash at bank	(Note: 7.01)	50,124,599	57,171,063
		50,124,599	57,171,063

				As at September 30, 2021	As at June 30, 2021
				BDT	BDT
Notes					
7.01 Cash at bank					
Name of Bank	Account Name	Account No.	Type	BDT	BDT
Shahjalal Islami Bank Ltd.	IDLC Asset Management Shariah Fund	11100000323	Mudaraba SND	-	-
	IDLC Asset Management Shariah Fund - Operations	11100000417	Mudaraba SND	-	-
	IDLC Asset Management Shariah Fund - Portfolio	11100000418	Mudaraba SND	-	-
Standard Chartered Bank	IDLC Asset Management Shariah Fund	01-1309915-01	Saadiq	38,897,295	38,589,218
Export Import (Exim) Bank of Bangladesh Ltd.	IDLC Asset Management Shariah Fund	11313100055566	Mudaraba SND	10,458,532	13,368,663
	IDLC AML Shariah Fund - Operations	11313100055585	Mudaraba SND	764,266	2,209,859
	IDLC AML Shariah Fund - Trading	11313100055577	Mudaraba SND	2,794	3,003,323
	IDLC AML Shariah Fund - Trading	11313100066889	Mudaraba SND	1,713	-
				50,124,599	57,171,063

8.00 Capital Fund

Opening Balance	174,242,460	201,782,710
Units issue to General Investor, net	19,217,080	(27,540,250)
	193,459,540	174,242,460

8.01 Capital Allotment

Allotment Year	Basis of allotment	No. of Unit	Face value per Unit BDT	Amount in BDT	Amount in BDT
2019 - 2020	Sponsor's Contribution	5,000,000	10	50,000,000	50,000,000
2019 - 2020	General Investors	15,178,271	10	151,782,710	151,782,710
2020 - 2021	General Investors	(2,754,025)	10	(27,540,250)	(27,540,250)
2021 - 2022	General Investors	1,921,708	10	19,217,080	-
Total		19,345,954		193,459,540	174,242,460

9.00 Investors' Available Balance

	1,019	471
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Investors' available balance represents the residual balance kept for converting into Unit Capital from the General Investors of Systematic Investment Plan (SIP).

	As at September 30, 2021	As at June 30, 2021
Notes	BDT	BDT
10.00 Retained earnings		
Opening balance	27,495,157	(4,221,380)
Less: Dividend paid during the period	(24,393,944)	-
	3,101,213	(4,221,380)
Add: Profit/ (loss) during the period	17,411,936	32,664,028
	20,513,149	28,442,648
Add: Units issued / (redeemed) with realization of Fund's performance, net	929,988	(892,202)
	21,443,137	27,550,446
Less: Purification of Income	-	(55,289)
	21,443,137	27,495,157
11.00 Accounts payable		
Management fee	1,171,660	1,059,716
Trustee fee	-	658
Tax payable for the profit on Mudaraba Special Notice Deposit	1,794	-
Custodian fee	121,387	94,082
Audit fee	-	34,500
CDBL fee	37,780	24,361
Payable to Investor	10,000	-
Sales Agent Commission	28,957	29,571
Publication and other operational expense	58,402	64,550
Purification of impure income	7,917	3,967
	1,437,896	1,311,404
12.00 Net asset value (NAV) per unit at cost		
Total Asset at Market Price	243,066,555	216,669,710
Less: Unrealized gain/ (loss) in portfolio	25,449,577	13,620,218
Total net asset value at cost	217,616,978	203,049,492
Less: Accounts payable	(1,437,896)	(1,311,404)
Total net asset value at cost	216,179,082	201,738,087
Number of units	19,345,954	17,424,246
NAV per unit at cost	11.17	11.58
13.00 Net asset value (NAV) per unit at market price		
Total Asset at Market Price	243,066,555	216,669,710
Less: Accounts payable	(1,437,896)	(1,311,404)
Total net asset value at market price	241,628,659	215,358,306
Number of units	19,345,954	17,424,246
NAV per unit at market price	12.49	12.36

	July 01, 2021 - September 30, 2021	July 01, 2020 - September 30, 2020
	BDT	BDT
14.00 Profit earned on deposits		
Mudaraba Term Deposit (MTD)	-	460,683
Mudaraba Special Notice Deposit (MSND)	36,026	314,049
	36,026	774,732
15.00 Gain/ (loss) from Listed Securities		
Bangladesh Submarine Cable Company Limited	1,935,838	-
BBS Cables Limited	-	78,329
Beximco Pharmaceuticals Ltd.	7,331,797	3,042,880
Export Import (Exim) Bank of Bangladesh Limited	198,696	-
First Security Islami Bank Limited	393,842	-
Grameenphone Ltd.	119,398	288,442
Islami Bank Bangladesh Limited	29,062	27,264
LafargeHolcim Bangladesh Limited	6,210,082	1,653,400
Linde Bangladesh Limited	777,492	-
Marico Bangladesh Limited	227,695	-
Nahee Aluminum Composite Panel Ltd.	-	(1,226,695)
Olympic Industries Ltd.	(318,898)	-
Reckitt Benckiser(Bd.)Ltd.	-	110,712
Renata Ltd.	84,361	-
Shahjibazar Power Co. Ltd.	-	(22,844)
Singer Bangladesh Limited	1,299,021	653,453
Square Pharmaceuticals Ltd.	92,431	192,181
United Power Generation & Distribution Company Ltd.	360,815	2,099,610
	18,741,630	6,896,732
16.00 Dividend income		
Grameenphone Ltd.	803,750	923,000
Marico Bangladesh Limited	190,000	-
	993,750	923,000
17.00 Publication and other expenses		
Printing and publication expenses	88,213	64,513
Other operational expenses	53,695	70,275
IPO subscription fees	-	3,000
	141,908	137,788
18.00 Provision/ (write back of provision) for diminution in value of investments		
Opening balance	-	3,207,575
Required provision/ (write back of provision) against diminution in value of investments at end of the	-	(3,207,575)
Provision/ (write back of provision) for diminution in value of investments	-	-
19.00 Earnings per unit		
Net income for the period (A)	17,411,936	9,433,185
Outstanding number of units (B)	19,345,954	20,094,924
Earnings per unit (A÷B)	0.90	0.47

Other Comprehensive Income (OCI) is not considered for Earnings per Unit (EPU) calculation.

20.00 Fair Value Reserve

Opening balance for the period	13,620,218	-
Add / (Less) : Change for the period	11,829,359	13,213,234
Closing balance for the period	<u>25,449,577</u>	<u>13,213,234</u>

21.00 Net Operating Cash flow per unit

Net Operating cash flow for the period (A)	(4,081,554)	(109,781,134)
Outstanding number of units (B)	19,345,954	20,094,924
Net Operating Cash flow per unit (A+B)	<u>(0.21)</u>	<u>(5.46)</u>

22.00 Purification Process

In reference to the policy Note - 4.15, following purification will require in the distributable income (if any) of the Fund during the period ended on September 30, 2021.

Purification till September 30, 2021

Name of the Stock	Type of Income	Income Earned BDT	Dividend Purification Ratio*	Amount purified BDT
		(A)	(B)	(C = A x B)
Grameen Phone Limited	Dividend	803,750	0.0042	3,376
Marico Bangladesh Limited	Dividend	190,000	0.0239	4,541
				<u>7,917</u>

IDLC Asset Management Shariah Fund
Details of investment in Listed Securities
As at September 30, 2021

A. Investment in Listed Securities								Amount in BDT	
Sl.	Sector	Name of the Company	No. of Share	Avg. Cost	Total Cost	Market Value	Total Market Value	% of Total Assets	Unrealized Gain/ (Loss)
1	Bank	Export Import (Exim) Bank of Bangladesh Limited	1,444,000	12.88	18,595,514	12.70	18,338,800	7.5%	(256,714)
2		Islami Bank Bangladesh Limited	340,000	29.83	10,140,984	30.10	10,234,000	4.2%	93,016
3		First Security Islami Bank Limited	1,475,000	12.66	18,666,732	12.10	17,847,500	7.3%	(819,232)
					47,403,230		46,420,300	19.1%	(982,930)
4	Fuel & Power	Linde Bangladesh Limited	6,500	1,573.02	10,224,650	1,581.00	10,276,500	4.2%	51,850
5		United Power Generation & Distribution Company Ltd.	50,000	302.80	15,140,205	301.30	15,065,000	6.2%	(75,205)
					25,364,855		25,341,500	10.4%	(23,355)
6	Pharmaceuticals & Chemicals	Beximco Pharmaceuticals Ltd.	97,307	129.26	12,577,864	240.30	23,382,872	9.6%	10,805,008
7		Marico Bangladesh Limited	9,328	2,145.30	20,011,391	2,333.70	21,768,754	9.0%	1,757,362
8		Square Pharmaceuticals Ltd.	52,666	190.93	10,055,501	242.20	12,755,705	5.2%	2,700,204
					42,644,757		57,907,331	23.8%	15,262,574
9	Telecommunication	Bangladesh Submarine Cable Company Limited	105,165	152.56	16,043,786	218.50	22,978,553	9.5%	6,934,766
10		Grameenphone Ltd.	62,457	312.87	19,540,927	380.20	23,746,151	9.8%	4,205,225
					35,584,713		46,724,704	19.2%	11,139,991
11	Miscellaneous - SME	Master feed Agrotec Ltd.	26,649	10.00	266,490	12.00	319,788	0.1%	53,298
					266,490		319,788	0.1%	53,298
	Grand Total				151,264,045		176,713,623	72.7%	25,449,577