

IDLC Income Fund

For the Period ended September 30 2021

IDLC Income Fund
Statement of Financial Position
As at September 30, 2021

Particulars	Notes	September 30, 2021 BDT
ASSETS		
Non-Current Asset		
Preliminary and issue expenses	3	2,013,010
		<u>2,013,010</u>
Current Asset		
Investment in securities at market price	4	25,545,018
Accounts Receivables	5	592,690
Advance and Prepayments	6	69,734
Cash and cash equivalents	7	111,727,556
		<u>137,934,998</u>
Total Assets		<u><u>139,948,008</u></u>
OWNERS' EQUITY		
Capital Fund	8	137,528,350
Unit Premium Reserve		152,327
Investors' Available Balance	9	13
Fair Value Reserve		695,980
Retained earnings	10	1,158,494
Total Equity		<u>139,535,164</u>
LIABILITIES		
Non-Current Liabilities		
		-
Current Liabilities		
Accounts payable	11	412,844
		<u>412,844</u>
Total Liabilities		<u>412,844</u>
Total Equity and Liabilities		<u><u>139,948,008</u></u>
Net asset value (NAV) per unit:		
At cost	13	10.10
At market price	14	10.15

The annexed notes from 1 to 20 form an integral part of these Financial Statements.


Trustee
Sandhani Life Insurance Co.Ltd.


Asset Manager
IDLC Asset Management Ltd.

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

Particulars	Notes	June 25, 2021 - September 30, 2021 BDT
INCOME		
Interest income	15	1,703,659
Total Income		1,703,659
EXPENDITURE		
Management fee		244,736
Amortization of preliminary and issue expenses	3	114,164
Brokerage commission		19,965
Trustee fee		20,103
Publication & other expenses	18	46,600
BSEC annual fee		34,962
Tax deducted at source		12,434
Custodian fee		14,998
Bank charges & excise duty		7,236
CDBL - settlement & demat charges		29,968
Total Expenditure		545,165
Income before provision for the period		1,158,494
Write back of provision/ (provision) for diminution in value of investments	12	-
Net income for the period		1,158,494
Fair value reserve		695,980
Total Comprehensive Income		1,854,474
Earnings per unit during the period	19	0.08

The annexed notes from 1 to 20 form an integral part of these Financial Statements.

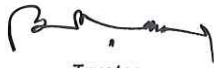

Trustee
Sandhani Life Insurance Co.Ltd.


Asset Manager
IDLC Asset Management Ltd.


IDLC Income Fund
Statement of Changes in Equity
For the period ended on September 30, 2021

Particulars	Amount in BDT					
	Capital Fund	Unit Premium	Investors' Available Balance	Fair value reserve	Retained Earnings	Total Equity
Opening Balance	-	-	-	-	-	-
Sponsor's Contribution	10,000,000	-	-	-	-	10,000,000
Fund collected/ (redeemed) during the period, net	127,528,350	152,327	-	-	-	127,680,677
Investment Diminution Reserve	-	-	-	-	-	-
Investors' Available Balance	-	-	13	-	-	13
Net income during the period	-	-	-	-	1,158,494	1,158,494
Fair value reserve	-	-	-	695,980	-	695,980
Dividend during the period	-	-	-	-	-	-
Balance as at September 30, 2021	137,528,350	152,327	13	695,980	1,158,494	139,535,164

The annexed notes from 1 to 20 form an integral part of these Financial Statements.



Trustee
Sandhani Life Insurance Co.Ltd.



Asset Manager
IDLC Asset Management Ltd.

IDLC Income Fund
Statement of Cash Flows
For the period ended on September 30, 2021

Particulars	Notes	June 25, 2021 - September 30, 2021 BDT
A. Cash flows from/(used in) operating activities		
Investment in marketable securities, net		(13,310,108)
Investment in IPO shares		(11,538,930)
Interest income realized in cash		1,110,970
Advance, Deposit and Prepayments		(124,800)
Payment made for expenses		(2,095,396)
Net cash used in operating activities		(25,958,264)
B. Cash flows from investing activities		
		-
C. Cash flows from financing activities		
Unit Capital Issuance, net		137,528,350
Unit Premium Reserve		152,327
Payable to Investors		5,130
Investor's Fund		13
Net cash flow from financing activities		137,685,820
D. Net cash flows (A+B+C)		111,727,556
E. Cash and cash equivalents at the beginning of the period		-
F. Cash & cash equivalents at the end of the period (D+E)		111,727,556
Net Operating Cash flow per unit for the period	20	(1.89)

The annexed notes from 1 to 20 form an integral part of these Financial Statements.


Trustee
Sandhani Life Insurance Co.Ltd.


Asset Manager
IDLC Asset Management Ltd.

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

1. Introduction of the Fund and its activities

1.1 Legal status and Key partners of the Fund

IDLC Income Fund (here-in-after referred to as "the Fund"), a Trust property, was registered on April 12, 2021 under The Trust Act, 1882 and Registration Act, 1908 through a Trust Deed entered into between IDLC Asset Management Ltd. and Sandhani Life Insurance Co. Ltd. The Fund was registered by the BSEC on April 28, 2021 under the Securities and Exchange Commission (Mutual Fund), Rules, 2001. The initial target size of the Fund will be BDT 100 Million divided into 10 Million Units of BDT 10 each. Size of the Fund will be increased from time to time by the Asset Manager subject to approval of the Trustee and with due intimation to the BSEC. Registration no. of this Fund is BSEC/MUTUAL FUND/2021/118.

After initial public subscription, the size of the fund was BDT 10.00 crore.

Key partners of the Fund are as Follows:

Sponsor:	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:	Sandhani Life Insurance Co. Ltd.
Registered Address:	Sandhani Life Tower, Rajuk Plot No - 34, Bangla Motor, Dhaka - 1000.
Custodian:	BRAC Bank Limited
Registered Address:	Anik Tower, 220/B, Tejgaon Gulshan Link Road Tejgaon, Dhaka 1208
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.

1.2 Principal activities and nature of operation

IDLC Income Fund is an Open end Mutual Fund which is a professionally managed portfolio of Government Securities, 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.

The target group of investors comprises both Institution (local and foreign) and Individuals (resident and non-resident). 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 Objectives

The objective of the IDLC Income Fund is to generate return annually through investments in a range of fixed income securities; predominantly in Government securities as well as investment grade corporate bonds and money market instruments while maintaining the optimum balance of yield, safety and liquidity.

		September 30, 2021
		BDT
3 Preliminary and issue expenses		
Opening balance	(Note: 3.1)	2,127,174
Less: Amortized during the period		(114,164)
		2,013,010
3.1 Preliminary and issue expenses		
Formation Fee		1,000,000
Pre-Formation Management fee		112,778
Application & Registration Fees paid to BSEC		210,000
CDBL Fees		20,125
Trust Deed Registration Fees		91,000
Printing and Publication		682,261
Bank Charges		43,285
		2,159,448
Less: Interest income from Escrow Account		(32,274)
		2,127,174
Less: Amortized balance		-
Opening balance		2,127,174
4 Investment in securities at market price		
Investment in listed securities	(Note: 4.1)	14,545,018
Investment in Initial Public Offering	(Note: 4.2)	11,000,000
		25,545,018
4.1 Investment in listed securities at Cost		
Corporate Bond		13,310,108
Miscellaneous - SME		538,930
		13,849,038
Less: Unrealized gain/(loss) in investment		695,980
Investment in listed securities at market price		14,545,018
<i>Details are mentioned in Annexure A.</i>		
4.2 Investment in Initial Public Offering (IPO)		
Mostafa Metal Industries Limited - SME		11,000,000
		11,000,000
<i>*This is application money for IPO investment under Mutual Fund quota.</i>		
5 Accounts Receivables		
Interest Receivables - Bank Accounts		592,690
		592,690
6 Advance and Prepayments		
Annual fee - BSEC		66,512
Trustee fee		3,222
		69,734
7 Cash and cash equivalents		
Cash at bank	(Note: 7.1)	14,282,556
Term Deposits (FDR)	(Note: 7.2)	97,445,000
		111,727,556

7.1 Cash at bank

Name of Bank	Account Name	Account No.	Type	
Southeast Bank Limited	IDLC Income Fund	0123-13500000005	SND	1,568,545
	IDLC Income Fund - Public Subscription	0123-13500000006	SND	-
	IDLC Income Fund - Operation	0123-13500000011	SND	-
	IDLC Income Fund - Trading	0123-13500000012	SND	-
Brac Bank Limited	IDLC Income Fund - Trading	150-120489685-6001	SND	11,933,231
Standard Chartered Bank	IDLC Income Fund	02-9366136-01	CA	780,780
				14,282,556

7.2 Term Deposits

Name of Institution	Account No.	Rate	Term	Type	
EXIM Bank Limited	09960100052709	5.25%	3 Months	FDR	46,621,000
	09960100052733	5.25%	3 Months	FDR	8,108,000
	09960100052725	5.25%	3 Months	FDR	8,108,000
	09960100052717	5.25%	3 Months	FDR	8,108,000
	09960100052774	5.40%	3 Months	FDR	9,200,000
	09960100052782	5.40%	3 Months	FDR	9,200,000
	09960100052791	5.40%	3 Months	FDR	800,000
	09960100052808	5.40%	3 Months	FDR	800,000
	09960100053202	5.40%	3 Months	FDR	6,500,000
					97,445,000

8 Capital Fund

Opening balance	-
Sponsor's Contribution	10,000,000
Unit issue to General Investors, net (Note: 8.1)	127,528,350
	137,528,350

8.1 Capital Allotment

Allotment Year	Basis of allotment	No. of unit	Face value per Unit BDT	Amount in BDT
2021 - 2022	Sponsor's Contribution	1,000,000	10	10,000,000
2021 - 2022	General Investors	12,752,835	10	127,528,350
Total		13,752,835		137,528,350

All the transactions are held through Banking Channel.

9 Investors' Available Balance

13

10 Retained earnings

Opening balance	-
Add: Profit during the period	1,158,494
	1,158,494

11 Accounts payable

Management fees	244,736
Trustee fee	-
Preliminary Expense	127,939
Custodian fees	14,998
Tax deductible at source against Interest Income	12,434
Publication and other expenses	7,540
Payable to Investor	5,130
CDBL charges	68
	412,844

13 Net asset value (NAV) per unit at cost

Total Asset at Market Price	139,948,008
Add: Unrealized Gain/(Loss)	695,980
Total Asset Value at Cost Price	139,252,028
Less: Account Payables	412,844
Total Net Asset Value (NAV) at Cost Price	138,839,184
Number of units	13,752,835
NAV per unit at cost	10.10

14 Net Asset Value (NAV) per Unit at Market Price

Total Net Asset Value (NAV) at Cost Price	138,839,184
Add: Unrealized gain/(loss) in portfolio	695,980
Total Net Asset Value (NAV) at Market Price	139,535,164
Number of units	13,752,835
NAV per unit at market price	10.15

**June 25, 2021 -
September 30,
2021**

BDT

15 Interest income

Fixed Deposit Receipt (FDR)
Cash at Bank (SND)

	1,289,017
	414,642
	1,703,659

18 Publication and other expenses

Renewal and registration fees
Printing and publication expenses
BO account maintenance fees
Other operational expenses

	25,000
	8,000
	3,600
	10,000
	46,600

19 Earnings per unit

Net income for the period (A)
Outstanding number of units (B)
Earnings per unit (A÷B)

	1,158,494
	13,752,835
	0.08

20 Net Operating Cash flow per unit for the period

Net Operating cash flow for the period (A)
Outstanding number of units (B)
Net Operating cash flow per unit (A ÷ B)

	(25,958,264)
	13,752,835
	(1.89)

IDLC Income Fund
 Details of investment in Listed Securities
 As at September 30, 2021

A. Investment in Listed Securities:

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	Corporate Bond	APSCL Non-Convertible and Fully Redeemable Coupon Bearing Bond	2,662	5,000.04	13,310,108	5,221.00	13,898,302	9.9%	588,194
					13,310,108		13,898,302	9.9%	588,194
2	Miscellaneous - SME	Master feed Agrotec Ltd.	26,649	10.00	266,490	12.00	319,788	0.2%	53,298
3		Oryza Agro Industries Ltd.	27,244	10.00	272,440	12.00	326,928	0.2%	54,488
					538,930		646,716	0.5%	107,786
	Sub-Total				13,849,038		14,545,018	10.4%	695,980

B. Investment in Initial Public Offering (IPO) - SME

Mostafa Metal Industries Limited

					11,000,000		11,000,000	7.86%	-
	Grand Total				24,849,038		25,545,018	18.3%	695,980