

**AUDITORS' REPORT  
AND  
FINANCIAL STATEMENTS  
OF  
AB BANK FIRST MUTUAL FUND  
TRUSTEE:  
BANGLADESH GENERAL INSURANCE COMPANY LIMITED  
42 DILKUSHA C/A, DHAKA-1000  
FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2019**



**INDEPENDENT AUDITORS' REPORT  
TO THE UNIT HOLDERS  
OF  
AB BANK FIRST MUTUAL FUND**

**Opinion**

We have audited the financial statements of AB Bank First Mutual Fund, which comprise the statement of financial position as at 30 June 2019, and the statement of comprehensive income (profit and loss statement), 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 AB Bank First Mutual Fund as at 30 June 2019, 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 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) Bidhimala, 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 Bangladesh Securities & Exchange Commission (Mutual Fund) Bidhimala, 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 the statement of comprehensive income (profit and loss statement) 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) Bidhimala, 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 found satisfactory.

Dhaka,  
July 30, 2019

Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants


**AB Bank First Mutual Fund**  
**Statement of Financial Position (Balance sheet)**  
**As at June 30, 2019**

Particulars	Notes	Amount in BDT	
		30.06.2019	30.06.2018
<b>A Assets</b>			
Investment in marketable securities-at Fair Value	5	1,939,375,137	1,824,855,265
Investment in non-listed Securities-at Fair Value	6	695,460,332	676,290,134
Cash and cash equivalents	7	5,656,270	164,946,657
Preliminary and issue expenses	8	16,362,580	17,662,328
Other receivables	9	22,531,059	26,542,759
Advance, deposit and prepayment	10	5,245,388	4,983,363
<b>Total asset</b>		<b>2,684,630,765</b>	<b>2,715,280,506</b>
<b>B Liabilities</b>			
Liabilities for expenses	11	8,172,781	15,859,478
Other liabilities	12	47,676	681,387
<b>Total liability</b>		<b>8,220,457</b>	<b>16,540,865</b>
<b>C Net assets (A-B)</b>		<b>2,676,410,309</b>	<b>2,698,739,641</b>
<b>D Equity</b>			
Capital fund	13	2,390,903,960	2,241,472,470
Unit premium		211,120,733	181,234,425
Dividend Equalization Reserve		-	-
Reserve for Total Risk Requirement (TRR)	4.7	-	-
Unrealized Gain	14	-	33,342,897
Retained earnings		74,385,616	242,689,848
<b>Total equity</b>		<b>2,676,410,309</b>	<b>2,698,739,641</b>
Net Asset Value (NAV)-at Cost	15	2,727,288,858	2,665,396,743
No. of Units		239,090,396	224,147,247
		<b>11.41</b>	<b>11.89</b>
Net Asset Value (NAV)-at Fair Value (adjusted)	15	2,676,410,309	2,698,739,641
No. of Units		239,090,396	224,147,247
		<b>11.19</b>	<b>12.04</b>

The accompanying notes form an integral part of this financial statement and are to be read in conjunction therewith.

  
**Asset Manager**

Bangladesh RACE Management PCL

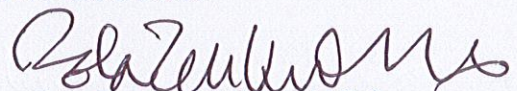
  
**Trustee**

Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed

Dated: Dhaka  
July 30, 2019

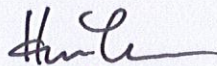


  
**Zoha Zaman Kabir Rashid & Co.**  
**Chartered Accountants**

**AB Bank First Mutual Fund**  
**Statement of comprehensive income (Profit & loss statement)**  
**For the year ended June 30, 2019**

Particulars	Notes	Amount in BDT	
		2018-2019	2017-2018
<b>A Income</b>			
Financial income	16	68,340,678	67,519,290
Net profit on sale of investments	17	33,268,116	161,223,684
Dividend from investments	18	46,478,132	50,982,450
<b>Total income</b>		<b>148,086,927</b>	<b>279,725,425</b>
<b>B Expenditure</b>			
Management fees	19	31,080,215	31,662,995
Amortisation of preliminary expenses	8	1,299,748	4,928,707
Trustee fees	20	2,648,565	2,718,756
BSEC annual fee	21	2,241,470	2,085,706
Custodian fees	22	1,403,405	1,582,744
CDBL charges	23	249,713	425,529
DSE annual fee		600,000	600,000
CSE annual fee		600,000	600,000
Listing fees expense	24	648,294	692,298
Bank charges		84,527	116,979
Audit fee		60,000	60,000
Printing & publication expenses		449,426	512,523
<b>Total expenditure</b>		<b>41,365,363</b>	<b>45,986,238</b>
<b>C Profit before provision (A-B)</b>		<b>106,721,564</b>	<b>233,739,187</b>
Provision or write back for unrealised loss		(50,878,549)	-
<b>D Net Profit after Provision</b>		<b>55,843,014</b>	<b>233,739,187</b>
Reserve for Total Risk Requirement (TRR)		-	-
<b>E Net Profit after Provision &amp; Reserve</b>		<b>55,843,014</b>	<b>233,739,187</b>
<b>F Earnings per unit (EPU) for the year</b>	25	<b>0.23</b>	<b>0.98</b>

The accompanying notes form an integral part of this financial statement and are to be read in conjunction therewith.

  
**Asset Manager**

Bangladesh RACE Management PCL

  
**Trustee**

Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed

Dated: Dhaka  
July 30, 2019

  
**Zoha Zaman Kabir Rashid & Co.**  
**Chartered Accountants**

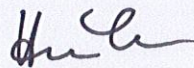


**AB Bank First Mutual Fund  
Statement of Changes in Equity  
For the year ended June 30, 2019**

Particulars	Capital fund	Unit premium	Unrealized Gain	Retained Earnings	Total Equity
<b>Balance at 30 June 2018</b>	2,241,472,470	181,234,425	33,342,897	242,689,848	2,698,739,641
Net profit for the year	-	-	-	55,843,014	55,843,014
Dividend for 2018 (RIU)	149,431,490	29,886,308	-	(179,317,798)	-
Dividend for 2018 (Cash)	-	-	-	(44,829,449)	(44,829,449)
Unrealized gain	-	-	(33,342,897)	-	(33,342,897)
<b>Balance at 30 June 2019</b>	<b>2,390,903,960</b>	<b>211,120,733</b>	<b>-</b>	<b>74,385,616</b>	<b>2,676,410,309</b>

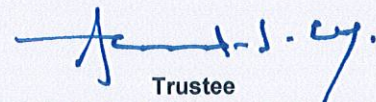
**Statement of Changes in Equity  
For the year ended June 30, 2018**

Particulars	Capital fund	Unit premium	Unrealized Gain	Retained Earnings	Total Equity
<b>Balance at 30 June 2017</b>	2,085,706,490	128,429,756	170,720,528	280,092,505	2,664,949,279
Net profit for the year	-	-	-	233,739,187	233,739,187
Dividend for 2017 (RIU)	155,765,980.00	52,804,669.00	-	(208,570,649)	-
Dividend for 2017 (Cash)	-	-	-	(62,571,195)	(62,571,195)
Unrealized gain	-	-	(137,377,631)	-	(137,377,631)
<b>Balance at 30 June 2018</b>	<b>2,241,472,470</b>	<b>181,234,425</b>	<b>33,342,897</b>	<b>242,689,848</b>	<b>2,698,739,641</b>



**Asset Manager**

Bangladesh RACE Management PCL

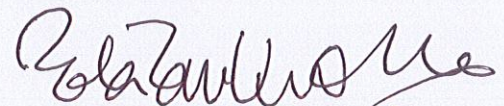


**Trustee**

Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed

Dated: Dhaka  
July 30, 2019

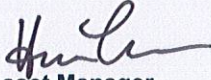


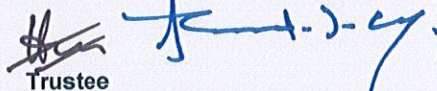
**Zoha Zaman Kabir Rashid & Co.**  
**Chartered Accountants**



**AB Bank First Mutual Fund**  
**Statement of Cash Flows**  
**For the year ended June 30, 2019**

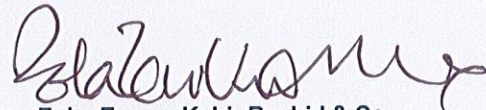
Particulars	Amount in BDT	
	2018-2019	2017-2018
<b>A Cash flows from operating activities</b>		
Dividend income	47,622,195	58,752,210
Financial income	70,508,213	89,037,444
Net profit on sale of investments	33,268,116	161,223,684
Advance deposit & prepayment	(262,025)	(280,254)
Operating expense	(52,613,788)	(40,304,965)
<b>Net cash from operating activities</b>	<b>98,522,711</b>	<b>268,428,119</b>
<b>B Cash flows from investing activities</b>		
Listed securities	(148,845,887)	(381,660,005)
Non-listed securities	(64,137,761)	(43,378,329)
<b>Net cash used in investing activities</b>	<b>(212,983,648)</b>	<b>(425,038,333)</b>
<b>C Cash flows from financing activities</b>		
Dividend paid	(44,829,449)	(62,571,195)
<b>Net cash from financing activities</b>	<b>(44,829,449)</b>	<b>(62,571,195)</b>
<b>D Net decrease in cash and cash equivalents (A+B+C)</b>	<b>(159,290,386)</b>	<b>(219,181,409)</b>
<b>E Opening cash and cash equivalents</b>	<b>164,946,657</b>	<b>384,128,066</b>
<b>F Closing cash and cash equivalents (D+E)</b>	<b>5,656,270</b>	<b>164,946,657</b>
<b>Net Operating Cash Flow Per Unit ( NOCFPU )</b>	<b>0.41</b>	<b>1.12</b>

  
**Asset Manager**  
Bangladesh RACE Management PCL

  
**Trustee**  
Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed.

Dated: Dhaka  
July 30, 2019

  
**Zoha Zaman Kabir Rashid & Co.**  
**Chartered Accountants**



**AB Bank First Mutual Fund**  
**Notes to the Accounts**  
**For the year ended June 30, 2019**

**1. The fund and legal status**

AB Bank First Mutual Fund (hereinafter called as "Fund") was established under a Trust Deed signed on 04 July 2011 between AB Bank Limited as a 'Sponsor' and the Bangladesh General Insurance Company Limited as a "Trustee". The Fund was registered under the Trust Act 1882 as well as under the Bangladesh Securities and Exchange Commission (BSEC) on 21 July 2011 vide Registration code no. SEC/Mutual Fund/2011/41 under the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001. The operations of the Fund was commenced on 29 January 2012 by listing with Dhaka and Chittagong Stock Exchanges.

As provided in Trust Deed, Bangladesh RACE Management PCL, the asset management company of the fund, is the Fund Manager. Bangladesh RACE Management PCL was incorporated as a private limited company under Companies Act 1994 on March 2008.

AB Bank First Mutual Fund is a close-end Mutual Fund. The fund tenure by order of the Government of Bangladesh and Bangladesh Securities & Exchange Commission (BSEC) through the exercise of section 20A Securities and Exchange Ordinance, 1969 (XVII OF 1969) without prejudice to any other laws & conditions has been extended to January 10, 2032. The objectives of the Fund are to provide regular dividend to the investors by investing the Fund both in capital and money market instruments. The Fund consists of 239,090,396 units of BDT 10 each. The units of the Fund are transferable.

**2. Objectives**

The objective of AB Bank First Mutual Fund is to provide attractive dividends to its unit-holders by earning superior risk adjusted return from a diversified investment portfolio.

**3. Basis of preparation**

**3.1 Statement of compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS) and as per requirements of the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001, Trust Deed and other applicable laws and regulations.

**3.2 Basis of measurement**

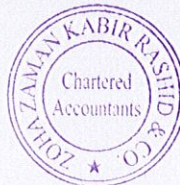
These financial statements have been prepared on a going concern basis under historical cost convention in accordance with generally accepted accounting principles.

**3.3 Functional and presentational currency**

These financial statements are presented in BDT, which is also the Fund's functional and presentational currency.

**3.4 Use of estimates and judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.





Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

### 3.5 Reporting period

These financial statements are prepared for the period from 01 July 2018 to 30 June 2019.

### 3.6 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. Significant accounting policies

The accounting policies set out below have been applied throughout the period presented in these financial statements.

### 4.1 Investment policy

The investment policy of the Fund as summarised below has set in accordance with Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 as amended and any other authorities as required:

- (i) as per Rule 55 (02) of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 as amended, at least 60% of total assets of the Fund is to be invested in capital market out of which at least 50% will be in listed securities;
- (ii) not more than 25% of total asset of the Fund shall be invested in fixed income securities;
- (iii) not more than 15% of total asset of the Fund shall be invested in pre-IPOs at a time.
- (iv) all amounts collected for the Fund then invested only in cashable/transferrable instruments, securities either in money market or capital market or privately placed pre-IPO equity, preference shares, debentures or securitised debts;
- (v) the fund shall get the securities purchased or transferred in the name of the Fund;
- (vi) asset management company will make the investment decisions and place orders for securities to be purchased for or sale of those formthe Fund's portfolio only, etc.

### 4.2 Investment Valuation

Valuation of various investments of the Fund is made as under:

- (i) the basis of calculation of net asset value (NAV) of listed securities of portfolio of the Fund is the average quoted market price prevailing on stock exchanges at the date of valuation;
- (ii) for securitised debts, debentures, margin or fixed deposits, accrued interest on such instruments on the date of valuation has taken into account in calculating NAV of such securities in the portfolio of the Fund;
- (iii) the valuation of non-listed securities is being made by the asset management company with their reasonable value as referred by Bangladesh Securities and Exchange Commission.

Investment were valued at Fair Value measurement as per IFRS 13 & 7 the technique are as follows

Financial instrument	Methodology
Non-listed equity	Market comparable
Non-listed debt	Yield to maturity (P V. techniques)
Mutual Fund	Fair Value of listed mutual funds are valued at intrinsic value as per BSEC directive No. SEC/CMRRCD/2009-193/172 dated: 30th June 2015

#### 4.3 Dividend Policy

As per Rule 66 of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 as amended, the Fund is required to distribute its profit in the form of dividend either in cash or reinvestment(bonus share) or both to its unit holders an amount which shall not be less than 70% of annual profit during the year, net provisions.

#### 4.4 Cash & cash equivalents

Cash and cash equivalents comprise cash in hand, bank balances and fixed deposits.

#### 4.5 Net asset value calculation

NAV per unit is being calculated using the following formula:

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 bank balances + Value of all securities receivables + receivables of proceeds of sale of investments + Dividend receivable, net tax + Interest receivable, net of tax + Issue expenses amortised on that date + Printing, publication and stationery expenses amortised on date.

LT: Value of all securities payable + Payable against purchase of investments + Payable as brokerage and custodial charges + Payable as trustee fee + 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.

#### 4.6 Provisions

A provision is recognised 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 period.

#### 4.7 Reserve for Total Risk Requirement (TRR)

As per Bangladesh Securities and Exchange Commission (Risk Based Capital Adequacy) Rule-2019, the BSEC has introduced concept of Risk Based Capital Adequacy to the capital market and in relation there is a requirement to build up Total Risk Requirement (TRR). As AMC, Bangladesh RACE Management PCL has built up adequate TRR on Balance Sheet as prudent risk management and for interest of unitholders the AMC has introduced TRR on the fund balance sheet.

#### 4.8 Revenue recognition

Gains/losses arising on sale of investment are included in the Profit and Loss Statement on the date at which the transaction takes place. Dividend and interest income are recognised as per IAS-18 and Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001.

#### 4.9 Statement of cash flows

Cash flows from operating activities have been presented under direct method.

		Amount in BDT	
		2018-2019	2017-2018
5.00	<b>Investment in marketable securities-at Fair Value :</b>		
	Investment in listed securities at fair value Annex A	1,939,375,137	1,824,855,265
		<b>1,939,375,137</b>	<b>1,824,855,265</b>
6.00	<b>Investment in non-listed security-at Fair Value :</b>		
	The Premier Bank Ltd. Non-Convertible Subordinated Bond -2015	183,317,875	198,225,013
	The Premier Bank Ltd. Subordinated Bond -2016	113,686,470	205,336,458
	The Premier Bank Limited Subordinated Bond -2019	160,000,000	-
	Padma Bank Limited	63,888,890	63,888,890
	Best Holdings Ltd.Convertible Bond-Project SPV	100,000,000	100,000,000
	Multi Securities & Services Ltd.	74,567,096	74,567,096
	Trust Bank Ltd- unsecured subordinated bonds	-	26,506,850
	Bank Asia Ltd.-Zero Coupon Bond	-	7,765,827
		<b>695,460,332</b>	<b>676,290,134</b>
7.00	<b>Cash and cash equivalents :</b>		
	<b>Operational accounts:</b>		
	One Bank Ltd (A/C 0123000722)	2,328,803	30,979,546
	Southeast Bank Ltd (A/C 00831310001)	1,711,348	127,100,352
	AB Bank Ltd (A/C-4005-776830-430)	15,195	15,795
	EXIM Bank Ltd (A/C 00113100462655)	515	1,074
	Eastern Bank Ltd (A/C 1011360215856)	5,321	5,348
	BRAC Bank Ltd (A/C 1503202216121001)	23,994	24,660
	The Padma Bank (A/C 0113000082175)	284,439	269,227
	NRB Bank Ltd. (A/C 1021030022251)	-	-
	The Premier Bank Ltd (A/C 010413600000005)	843,103	6,346,753
	<b>IPO and dividend account:</b>		
	AB Bank Ltd (IPO-A/C-4005-776833-430)	96	-
	One Bank Ltd (Div-A/C 0123001233)	-	-
	Southeast Bank Ltd (Div-A/C 008313100044)	-	-
	Southeast Bank Ltd (Div-A/C 00831310000194)	-	-
	Southeast Bank Ltd (div-A/C)- 13100000257	217,458	203,902
	Bank Asia Limited (Div A/C- (04936000125)	225,999	-
		<b>5,656,270</b>	<b>164,946,657</b>
8.00	<b>Preliminary and issue expenses :</b>		
	Opening balance	17,662,328	22,591,035
	Less: Amortisation during the year	1,299,748	4,928,707
	Closing balance	<b>16,362,580</b>	<b>17,662,328</b>
9.00	<b>Others Receivable</b>		
	Interest receivable ( 9.1)	12,859,204	15,026,739
	Receivable from Sundry securities	-	700,102
	Dividend receivable	9,671,855	10,815,918
	Closing balance	<b>22,531,059</b>	<b>26,542,759</b>
	<b>9.1 Interest receivable :</b>		
	Interest receivable from SND & corporate bonds	12,859,204	15,026,739
		<b>12,859,204</b>	<b>15,026,739</b>

		Amount in BDT	
		2018-2019	2017-2018
<b>10.00</b>	<b>Advance deposit and prepayment :</b>		
	Advance income tax deducted at source	309,496	265,706
	Deposit- Central Depository Bangladesh Limited	500,000	500,000
	Prepayments ( 10.1)	4,435,892	4,217,657
		<b>5,245,388</b>	<b>4,983,363</b>
	<b>10.1 Prepayments :</b>		
	Annual fee-BSEC	2,390,906	2,241,472
	Trustee fee- BGIC	1,381,967	1,315,198
	Annual fee - DSE	300,000	300,000
	Annual fee - CSE	300,000	300,000
	CDBL Annual Fee	63,019	60,987
		<b>4,435,892</b>	<b>4,217,657</b>
<b>11.00</b>	<b>Liability for expenses :</b>		
	Management fee	10,186	14,948,811
	Payable to sundry securities	4,314,165	86,400
	Custodian fee	371,251	462,832
	Audit fee	54,000	54,000
	Payable of CDBL charge	350	57,436
	Others payable-Right Share	3,272,830	100,000
	Payable for publication	150,000	150,000
		<b>8,172,781</b>	<b>15,859,478</b>
<b>12.00</b>	<b>Other liabilities :</b>		
	Payable for Tax & VAT	47,676	681,387
		<b>47,676</b>	<b>681,387</b>
<b>13.00</b>	<b>Capital fund :</b>		
	<b>Size of capital fund</b>		
	224,147,247 units of BDT 10 each	2,241,472,470	2,085,706,490
	Add: 8 % re-investment unit (RIU)	149,431,490	155,765,980
		<b>2,390,903,960</b>	<b>2,241,472,470</b>
<b>14.00</b>	<b>Unrealized Gain:</b>		
	Opening balance	33,342,897	170,720,528
	Less: Last year unrealized Gain adjusted with this year	(33,342,897)	(137,377,631)
	Closing balance	<b>-</b>	<b>33,342,897</b>



		Amount in BDT	
		2018-2019	2017-2018
15.00	<b>Net asset value (NAV) per unit</b>		
	<b>At cost value :Tk. 11.41</b>		
	Total Asset	2,684,630,765	2,681,897,153
	Less: Accounts Payable	8,172,781	15,859,478
	Other liabilities and provisions	(50,830,874)	681,387
	<b>Net asset value at cost (numerator)</b>	<b>2,727,288,858</b>	<b>2,665,356,288</b>
	Number of units (denominator)	239,090,396	224,147,247
	NAV per unit at cost	<b>11.41</b>	<b>11.89</b>
	<b>At market value :Tk. 11.19</b>		
	Net asset value	2,676,410,309	2,665,356,289
	Add: Unrealised gain on securities	-	33,342,897
	<b>Net asset value at market (numerator)</b>	<b>2,676,410,309</b>	<b>2,698,699,186</b>
	Number of units (denominator)	239,090,396	224,147,247
	NAV per unit at market value	<b>11.19</b>	<b>12.04</b>
16.00	<b>Financial income :</b>		
	Interest income from STD. account	11,368,162	13,430,832
	Interest income from Corporate bonds	56,972,516	54,088,458
		<b>68,340,678</b>	<b>67,519,290</b>
17.00	<b>Net profit on sale of investment</b>		
	Profit on sale of Investment	39,312,923	199,897,799
	Less: Loss on sale of Investment	6,044,807	38,674,114
		<b>33,268,116</b>	<b>161,223,684</b>
18.00	<b>Dividend from investment :</b>		
	Listed & Non-listed securities	46,478,132	50,982,450
		<b>46,478,132</b>	<b>50,982,450</b>
19.00	<b>Management fees :</b>	<b>31,080,215</b>	<b>31,662,995</b>
20.00	<b>Trustee fees :</b>	<b>2,648,565</b>	<b>2,718,756</b>
	Bangladesh General Insurance Company Limited (BGIC) the trustee of the fund is entitled to get an annual trusteeship fee @ 0.10% of the net asset value per annum, payable semi-annually in advance basis during the entire life of the Fund as per Trust Deed.		
21.00	<b>BSEC annual Fee :</b>	<b>2,241,470</b>	<b>2,085,706</b>
	Annual fee (at the rate of 0.10% of the fund size) was paid to BSEC as per Rules 11(1) of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001		

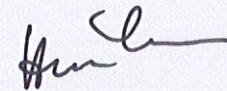


		Amount in BDT	
		2018-2019	2017-2018
22.00	<b>Custodian fees :</b>	<u>1,403,405</u>	<u>1,582,744</u>
BRAC Bank Limited, the custodian of the fund is entitled to receive a safekeeping fee @ 0.07% on the balance of securities calculated on average month end value per annum as per Trust Deed.			
23.00	<b>CDBL Charges :</b>	<u>249,713</u>	<u>425,529</u>
CDBL charge was paid to Central Depository Bangladesh Limited (CDBL) as per Annex A 1 of CDBL Bye Laws (3.7).			
24.00	<b>Listing fees expenses :</b>		
	Dhaka Stock Exchange	324,147	346,149
	Chittagong Stock Exchange	324,147	346,149
		<u>648,294</u>	<u>692,298</u>
25.00	<b>Earnings per unit for the year</b>		
	Net profit for the year (numerator)	55,843,014	233,739,187
	Number of units (denominator)	239,090,396	239,090,396
	Earnings per unit (EPS)	<u>0.23</u>	<u>0.98</u>

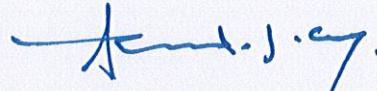
26.00 The Trustee of the Fund has approved cash dividend at the rate of 3.00% on the capital fund of Taka 2,390,903,960 for the year ended June 30, 2019 at the meeting held on July 30, 2019.

27.00 **Others**

- These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- Figures in these notes and annexed financial statements have been rounded off to the nearest BDT.
- Figures of previous year have been rearranged wherever considered necessary, to conform with the current year's presentation.



**Asset Manager**  
Bangladesh RACE Management PCL



**Trustee**  
Bangladesh General Insurance Company Limited

Dated: Dhaka  
July 30, 2019



Annex A

AB Bank First Mutual Fund

Amount in BDT

List of the total Investment and aggregate required provision

Particulars	Cost value	Fair Market value	Required provision / (Excess)
Investment in marketable securities (Note-5)	2,037,258,032	1,939,375,137	(97,882,895)
<b>Listed Securities (Annex-A1)</b>	<b>2,037,258,032</b>	<b>1,939,375,137</b>	<b>(97,882,895)</b>
<b>Investment in Non-listed securities (Note-7)</b>	<b>648,455,986</b>	<b>695,460,332</b>	<b>47,004,346</b>
Non listed equity Securities	138,455,986	138,455,986	-
Non listed debt Securities	510,000,000	557,004,346	47,004,346
<b>Total</b>	<b>2,685,714,018</b>	<b>2,634,835,468</b>	<b>(50,878,549)</b>

Annex- A1

Sector-wise break up of investment in Listed securities

Amount in BDT

Particulars	Number of shares	Cost value	Fair Market value	Required provision / (Excess)
Bank	36,511,005	672,980,079	598,901,625	(74,078,454)
Cement	78,719	43,848,845	19,065,742	(24,783,103)
Corporate Bond	2,230	2,029,568	2,128,535	98,967
Engineering	122,329	10,117,832	7,131,781	(2,986,051)
Food and Allied	291,970	77,602,706	68,992,511	(8,610,195)
Fuel and Power	309,850	67,495,462	59,785,076	(7,710,387)
Insurance	103,040	8,800,646	10,304,000	1,503,354
Miscellaneous	48,174	56,098,141	69,751,135	13,652,993
Mutual Funds	6,023,188	55,997,801	49,354,580	(6,643,221)
NBFI	1,971,774	141,357,098	126,142,222	(15,214,876)
Pharma	1,206,631	485,755,554	548,686,902	62,931,347
Tannery	102,821	103,458,069	91,374,052	(12,084,017)
Telecommunication	780,423	308,415,365	284,620,268	(23,795,097)
Textile	76,969	2,836,185	2,672,030	(164,155)
IPO	45,867	464,680	464,680	-
<b>Total value of listed securities</b>	<b>47,674,990</b>	<b>2,037,258,032</b>	<b>1,939,375,137</b>	<b>(97,882,895)</b>

