

**Financial Statements
of**

IDLC Balanced Fund

For the period ended September 30, 2017

IDLC BALANCED FUND

Asset Manager: IDLC Asset Management Limited

As Per Rule 70 of Securities & Exchange Commission (Mutual Fund) Rules, 2001, the unaudited first quarterly financial statements of "IDLC Balanced Fund" for the period ended 30 September 2017 are appended below:

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

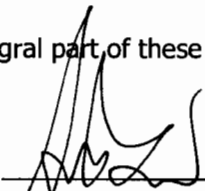
AS AT 30 SEPTEMBER 2017


(Provisional & Unaudited)

	Notes	30.09.2017
		In BDT
ASSETS		789,764,218
Investment in securities	3	636,469,611
Accounts receivables	4	19,338,897
Advances, deposits and prepayments	5	586,053
Preliminary and issue expenses	6	8,347,148
Cash and cash equivalents	7	125,022,509
LIABILITIES		3,035,408
Accounts payable	8	3,035,408
Net Assets		786,728,810
EQUITY		786,728,810
Unit capital	9	740,855,000
Unit premium reserve		3,888,775
Investment diminution reserve		35,183,462
Retained earnings	10	6,801,573
TOTAL EQUITY		786,728,810
Net Asset Value (NAV) per unit:		
At cost	11	10.14
At market price	12	10.62

The annexed notes form an integral part of these Financial Statements

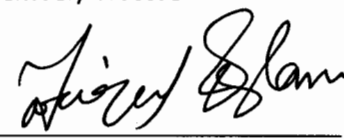
Dated, Dhaka
October 11, 2017

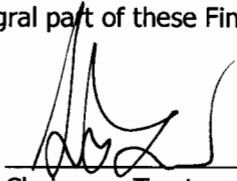
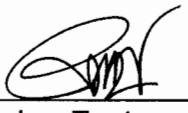
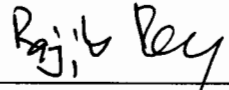
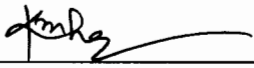
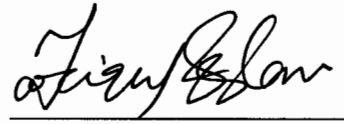

Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML

IDLC BALANCED FUND		
Asset Manager: IDLC Asset Management Limited		
<i>As Per Rule 70 of Securities & Exchange Commission (Mutual Fund) Rules, 2001, the unaudited first quarterly financial statements of "IDLC Balanced Fund" for the period ended 30 September 2017 are appended below:</i>		
INCOME STATEMENT		
FOR THE PERIOD ENDED 30 SEPTEMBER 2017		
	(Provisional & Unaudited)	
	Notes	14 JULY 2017 TO 30 September 2017
		In BDT
A. Income		12,027,722
Capital gains / (loss) on sale of securities	13	4,998,909
Dividend income	14	2,059,500
Finance income	15	4,969,313
B. Expenditure		5,226,148
Management fee		2,211,087
Amortization of preliminary and issue expenses	6	242,044
Brokerage fee		1,667,985
Trustee fee		212,287
BSEC fee		126,027
Operational Expenses		31,000
Sales Agent Commission		432,558
Custodian fee		148,748
CDBL fee		106,011
Bank charges, Tax & Excise Duty		48,401
Net profit before provision (A-B)		6,801,573
(Provision) / write back of provision against fall in value of securities		-
Net profit for the period		6,801,573
Earnings per unit during the period	16	0.09
The annexed notes form an integral part of these Financial Statements		
Dated, Dhaka October 11, 2017	 Chairman, Trustee	 Member, Trustee
 Managing Director, IDLC AML	 Chief Operating Officer, IDLC AML	 Compliance Officer, IDLC AML

IDLC BALANCED FUND

Asset Manager: IDLC Asset Management Limited

As Per Rule 70 of Securities & Exchange Commission (Mutual Fund) Rules, 2001, the unaudited first quarterly financial statements of "IDLC Balanced Fund" for the period ended 30 September 2017 are appended below:

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 SEPTEMBER 2017

	(Provisional & Unaudited)				
	Unit Capital In BDT	Unit Premium Reserve	Investment diminution reserve In BDT	Retained Earnings In BDT	Total equity In BDT
Beginning Balance at 14 July 2017	-		-	-	740,855,000
Unit Capital	740,855,000				740,855,000
Unit Premium Reserve		3,888,775			3,888,775
Investment diminution reserve			35,183,462		35,183,462
Net Profit during the Period				6,801,573	6,801,573
End Balance at 30 September 2017	740,855,000	3,888,775	35,183,462	6,801,573	786,728,810

The annexed notes form an integral part of these Financial Statements

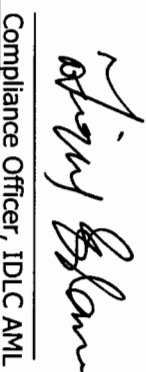
Dated, Dhaka
October 11, 2017



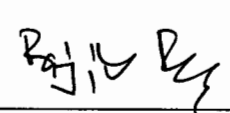
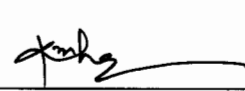
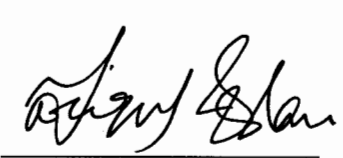

Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML

IDLC BALANCED FUND		
Asset Manager: IDLC Asset Management Limited		
<i>As Per Rule 70 of Securities & Exchange Commission (Mutual Fund) Rules, 2001, the unaudited first quarterly financial statements of "IDLC Balanced Fund" for the period ended 30 September 2017 are appended below:</i>		
STATEMENT OF CASHFLOW		
FOR THE PERIOD ENDED 30 SEPTEMBER 2017		
	(Provisional & Unaudited)	
	14 JULY 2017	
	TO 30 September 2017	
	In BDT	
<u>A. Cash flows from operating activities</u>	(619,721,266)	
Investment in marketable securities	(714,155,487)	
Investment withdrawal / (made) in IPO shares	(1,968,750)	
Proceeds from sale of marketable securities	103,620,294	
Interest income - realized in cash	1,994,685	
Dividend income - received in cash	1,879,500	
Payment made for expenses	(11,091,508)	
<u>B. Cash flows from investing activities</u>	-	
Investment in corporate bonds / other securities	-	
<u>C. Cash flows from financing activities</u>	744,743,775	
Sponsor's Contribution	100,000,000	
IPO Subscription	400,000,000	
Issuance of New Units	240,855,000	
Unit Premium Reserve	3,888,775	
D. Net cash flow from all activities (A+B+C)	125,022,509	
E. Opening cash & cash equivalents	-	
F. Closing cash & cash equivalents (D+E)	125,022,509	
Net operating cash flow per unit during the period	(8.36)	
Dated, Dhaka October 11, 2017	 Chairman, Trustee	 Member, Trustee
 Managing Director, IDLC AML	 Chief Operating Officer, IDLC AML	 Compliance Officer, IDLC AML

IDLC BALANCED FUND

Asset Manager: IDLC Asset Management Limited

As Per Rule 70 of Securities & Exchange Commission (Mutual Fund) Rules, 2001, the unaudited first quarterly financial statements of "IDLC Balanced Fund" for the period ended 30 September 2017 are appended below:

NOTES TO THE FINANCIAL STATEMENTS

1 The fund and the legal status

IDLC Balanced Fund (hence the Fund), an open end mutual fund sponsored by IDLC Finance Limited was established on 06 February, 2017 under the Trust Act 1882 and registered under the Registration Act, 1908 and subsequently on 07 March, 2017 got registration from the Bangladesh Securities & Exchange Commission as a Mutual Fund under the Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001. Key partners of the Fund are as follows:

Sponsor: IDLC Finance Limited
Trustee & Custodian: Investment Corporation of Bangladesh (ICB)
Asset Manager: IDLC Asset Management Limited

2 Basis of measurement

These Financial Statements have been prepared based on average cost price method and in conformity with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS), Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001 and other applicable laws and regulations.

**(Provisional &
Unaudited)**

30.09.2017

In BDT

3 Investment in securities

Investment in listed securities
Securities to be listed (Oimex Electrode Ltd.)
IPO investment (Nahee Aluminium Ltd.)

634,500,861

468,750

1,500,000

636,469,611

The securities listed in both Stock Exchanges are valued at market price closing as on 30 September 2017.

Other than the listed securities, the cost value is presented.

4 Accounts receivables

Dividend receivable
Interest receivable - STD Accounts
Interest receivable - FDR Accounts
Sale Trade receivable

180,000

2,114,211

860,417

16,184,269

19,338,897

5 Advances, deposits and prepayments

BSEC fee
Trustee fee

373,973

212,081

586,053

6 Preliminary and issue expenses

Opening balance
Less: Amortization during the period
Closing balance

8,589,191

(242,044)

8,347,148

7 Cash and cash equivalents

Cash Accounts
FDR Accounts

55,022,509

70,000,000

125,022,509

(Provisional &
Unaudited)

30.09.2017

In BDT

8 Accounts payable

Management fee	2,211,087
Selling Agent Commission	432,558
Custodian fee	148,748
Trustee fee	91,491
CDBL fee	68,503
Provisional Tax Payable - FDR Accounts	43,021
Preliminary Expense	40,000

3,035,408

9 Unit capital

Sponsor's Contribution	100,000,000
IPO Subscription	400,000,000
Issuance of New Units	240,855,000

740,855,000

10 Retained earnings

Opening balance	-
Add: Net profit during the period	6,801,573
Closing balance	6,801,573

11 Net asset value (NAV) per unit at cost price

A. Total asset value at market price	789,764,218
Add/(less): (Provision)/write back of provision against fall in value of securities	35,183,462
B. Total asset value at cost price	754,580,756
Less: Accounts payable	3,035,408
C. Total net asset value at cost price	751,545,348
D. Number of units	74,085,500
E. NAV per unit at cost (C/D)	10.14

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

A. Total net asset value at cost price	751,545,348
Add/(less): (Provision)/write back of provision against fall in value of securities	35,183,462
B. Total net asset value at market price	786,728,810
C. Number of units	74,085,500
D. NAV per unit at market price (B/C)	10.62

**14 JULY 2017
TO 30 September
2017**

In BDT

13 Capital gains / (loss) on sale of securities

AB Bank Ltd.	(132,632)
ACI Ltd.	363,240
Al-Arafah Bank Ltd.	644,319
BRAC Bank Ltd.	(26,353)
City Bank Ltd.	841,634
Grameenphone Ltd.	230,851
IDLC Finance Ltd.	409,614
Ifad Autos Ltd.	876,728
LankaBangla Finance Ltd.	951,016
Mercantile Bank Ltd.	391,654
One Bank Ltd.	494,118
Singer Bangladesh Ltd.	(45,280)
	4,998,909

14 Dividend income

Grameenphone Ltd.	1,879,500
Bangladesh Submarine Cable Co. Ltd.	180,000
	2,059,500

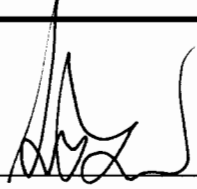
15 Finance income


Short term deposit (STD)	4,108,896
Fixed Deposit Receipt (FDR)	860,417
	4,969,313

16 Earnings per unit for the period

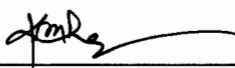
Net profit / (loss) for the period - A	6,801,573
Number of units - B	74,085,500
Earnings per unit - A / B	0.09

Dated, Dhaka
October 11, 2017


Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML

Corporate Office of Asset Manager:

IDLC Asset Management Limited

South Avenue Tower (5th Floor), House - 50, Road - 03, 7 Gulshan Avenue, Dhaka-1212

Contact: 16409, **Web:** www.aml.idlc.com, **Email:** idlcaml@idlc.com