

IDLC Balanced Fund
For the Period ended 31 December 2019

IDLC Balanced Fund
For the Period ended 31 December 2019

IDLC Balanced Fund
Statement of Financial Position
As at Decemebr 31, 2019

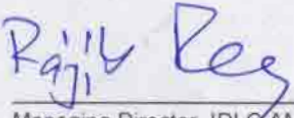
Particulars	Notes	December 31,	June 30, 2019
		2019	
		Taka	Taka
ASSETS			
Non-Current Asset			
Preliminary and issue expenses	3	5,583,815	6,202,371
		5,583,815	6,202,371
Current Asset			
Investment in securities at market price	4	412,188,397	485,409,130
Accounts Receivables	5	4,971,159	1,381,251
Prepayments	6	828,042	771,873
Cash and cash equivalents	7	225,170,856	303,858,287
		643,158,454	791,420,540
Total Assets		648,742,269	797,622,911
OWNERS' EQUITY			
Capital Fund	8	692,979,850	734,204,550
Unit Premium Reserves		378,002	-
Investment Diminution Reserve		-	-
Investor's Balances		6,011	6,015
Retained earnings	9	(48,276,783)	54,538,782
Total Equity		645,087,080	788,749,347
LIABILITIES			
Non-Current Liabilities			
		-	-
Current Liabilities			
Accounts payable	10	3,655,189	8,873,564
		3,655,189	8,873,564
Total Liabilities		3,655,189	8,873,564
Total Equity and Liabilities		648,742,269	797,622,911
Net asset value (NAV) per unit:			
At cost	12	10.01	10.80
At market price	13	9.31	10.74

The annexed notes from 1 to 18 form an integral part of these Financial Statements.

Dhaka
January...13, 2020


Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML

IDLC Balanced Fund
Statement of Profit or Loss and Other Comprehensive Income
For the period ended on December 31, 2019

Particulars	Notes	July 01, 2019 - December 31, 2019	July 01, 2018 - December 31, 2018	October 01, 2019 - December 31, 2019	October 01, 2018 - December 31, 2018
		Taka	Taka		Taka
INCOME					
Interest income	14	14,030,431	6,803,573	6,201,161	2,722,462
Net gain on sale of securities	15	(19,143,532)	(17,358,242)	(2,116,075)	(4,373,697)
Dividend income	16	7,170,965	12,330,005	4,209,526	7,471,335
Total Income		2,057,864	1,775,336	8,294,612	5,820,100
EXPENDITURE					
Management fee		5,541,987	5,948,205	2,696,879	2,981,070
Brokerage Commission		753,863	3,641,603	157,372	1,327,145
Amortization of preliminary and issue expenses	5	618,556	618,556	309,278	309,278
Trustee fee		657,098	672,690	291,294	340,317
BSEC annual fee		345,951	389,920	165,152	192,933
Custodian fee		364,521	503,663	166,292	256,968
Publication and other expenses		326,149	337,623	81,874	141,591
Sales Agent Commission		29,206	26,154	15,705	14,573
CDBL - Settlement and Demat charges		49,335	233,911	12,054	82,758
Bank charges and excise duty		110,829	79,078	82,949	67,398
Tax deducted at source		51,068	337,811	(250,893)	133,731
Total Expenditure		8,848,565	12,789,215	3,727,956	5,847,761
Income before provision for the period		(6,790,701)	(11,013,878)	4,566,656	(27,661)
Write back of Provision/(Provision) for diminution in value of investments	11	(44,630,546)	15,221,489	(48,737,042)	3,364,236
Distributable profit/(loss) for the period		(51,421,247)	4,207,610	(44,170,386)	3,336,575
Number of outstanding units		69,297,985	76,944,856	69,297,985	76,944,856
Earnings per unit during the period	17	(0.742)	0.055	(0.639)	0.043

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Dhaka
January 13, 2020

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Chief Operating Officer, IDLC AML

Compliance Officer, IDLC AML

IDLC Balanced Fund
Statement of Changes in Equity
As at Decemebr 31, 2019

Particulars	Amount in Taka				
	Capital Fund	Unit Premium	Investor's Balances	Retained Earnings	Total Equity
Opening Balance	734,204,550	-	6,015	54,538,783	788,749,347
Fund Collected/ (redeemed) during the period, net	(41,224,700)	378,002	(4)	-	(40,846,702)
Net income/(loss) during the period	-	-	-	(51,421,247)	(51,421,247)
Investment Diminution Reserve	-	-	-	-	-
Dividend paid during the period	-	-	-	(51,394,319)	(51,394,319)
Balance as at December 31, 2019	692,979,850	378,002	6,011	(48,276,783)	645,087,080

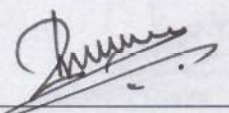
Opening Balance	789,843,870	15,119,682	-	20,963,423	825,926,975
Fund Collected/ (redeemed) during the period, net	(20,395,310)	(583,482)	-	-	(20,978,792)
Net income during the period	-	-	-	4,207,610	4,207,610
Dividend paid during the period	-	(13,012,863)	-	(6,733,234)	(19,746,097)
Balance as at December 31, 2018	769,448,560	1,523,338	-	18,437,800	789,409,697

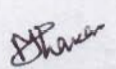
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Signed in terms of our report of even date annexed

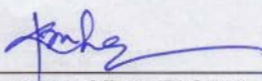
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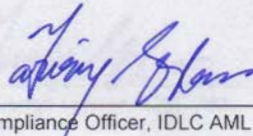
January-13, 2020


Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML

**IDLC Balanced Fund
Statement of Cash Flows**

For the period ended on December 31, 2019

Particulars	Notes	July 01, 2019 - December 31, 2019	July 01, 2018 - December 31, 2018
		Taka	Taka
A. Cash flows from/(used in) operating activities			
Investment in marketable securities		(158,492,387)	(935,067,745)
Investment in IPO shares		(50,500,000)	(1,724,700)
Proceeds from sell of marketable securities		217,619,434	859,098,802
Interest income realized in cash		13,611,654	6,681,997
Dividend income received in cash		4,676,439	9,124,958
Advance, Deposit and Prepayments		(1,059,218)	(617,271)
Account Payables		500	60,637
Payment made for expenses		(7,109,265)	(11,176,612)
Net cash used in operating activities		18,747,158	(73,619,934)
B Cash Flows from investing activities		-	-
C. Cash flows from financing activities			
(Redemption)/Issuance of Unit Capital, net		(57,379,860)	(26,511,500)
Unit Premium Reserves, net		668,794	(430,577)
Investor's Fund		(5,195,142)	(514,933)
Dividend paid for the period		(35,528,381)	(13,776,532)
Net cash flow from financing activities		(97,434,588)	(41,233,542)
D. Net cash flows (A+B)		(78,687,430)	(114,853,476)
E. Cash and cash equivalents at the beginning of the period		303,858,287	293,999,412
F. Cash & cash equivalents at the end of the period (A+B+C)		225,170,856	179,145,936
Net Operating Cash flow per unit for the period	18	0.27	(0.96)

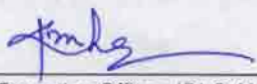
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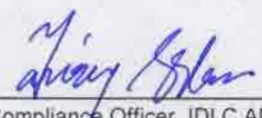
Dhaka
January 13, 2020


Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML

IDLC Balanced Fund

Notes to the Financial Statements

As at and for the period ended on December 31, 2019

1. Introduction of the Fund and its activities

1.1 Legal status and Key partners of the Fund

IDLC Balanced Fund (here-in-after referred to as "the Fund"), a Trust property, was established on February 05, 2017 under the Trust Act, 1882 and registered under the Registration Act, 1908 and subsequently on March 07, 2017 registered as a Mutual Fund from the Bangladesh Securities and Exchange Commission with an initial 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/2017/77.

Investment Corporation of Bangladesh (ICB), the Trustee of the Fund, in its 170th meeting held on July 18, 2017 approved the size of the Fund to be increased upto Tk. 1,500 million.

Key partners of the Fund are as Follows:

Sponsor: IDLC Finance Limited

Registered Address: Bay's Galleria (1st Floor), 57 Gulshan Avenue, Dhaka 1212

Trustee & Custodian: Investment Corporation of Bangladesh (ICB)

Registered Address: BDBL Bhaban, 8, RAJUK Avenue, Dhaka 1000, Bangladesh

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 Balanced 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. An unit represents a portion of the fund's holdings.

The target group of investors comprises both Institute 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 Objectives

The objective of the IDLC Balanced Fund is to generate capital appreciation along with current income in the form of dividend from a combined portfolio of equity, debt and money market instruments.

IDLC Balanced Fund
Notes to the Financial Statements
As at and for the period ended on December 31, 2019

Notes	December 31, 2019	June 30, 2019
	Taka	Taka
3. Preliminary and issue expenses		
Opening Balance	(Note: 3.1) 6,202,371	7,429,398
Less: Amortized during the year	(618,556)	(1,227,027)
	<u>5,583,815</u>	<u>6,202,371</u>
4. Investment in securities at Market price		
Investment in listed securities at cost	(Note: 4.1) 460,925,439	489,515,625
	460,925,439	489,515,625
Add: Unrealized loss in portfolio	(48,737,042)	(4,106,496)
	<u>412,188,397</u>	<u>485,409,130</u>
4.1 Investment in listed securities at cost		
Bank	49,542,244	95,504,018
Bond	50,500,000	-
Engineering	59,956,622	115,892,077
Fuel & Power	-	39,215,080
Information Technology	1,502,370	1,572,800
Mutual Fund	48,216,384	25,413,196
Pharmaceuticals	178,266,616	126,726,153
Telecommunication	72,727,124	84,776,902
Textile	103,779	194,810
Travel & Leisure	110,300	220,590
<i>Details are mentioned in Annexure A</i>	<u>460,925,439</u>	<u>489,515,625</u>
5. Accounts Receivables		
Dividend receivables	2,494,526	-
Interest Receivables	(Note: 5.1) 1,658,667	1,239,889
Accounts receivable - Sale of Securities	817,967	-
Other Receivable	(Note: 5.2) -	141,362
	<u>4,971,159</u>	<u>1,381,251</u>
5.1 Interest Receivables		
Interest Receivables - Fixed Deposits	1,658,667	1,239,889
Interest Receivables - Bank Accounts	-	-
	<u>1,658,667</u>	<u>1,239,889</u>
5.2 Other Receivable	-	141,362
This represents the excess amount of tax deducted at source from the accrued interest on the cash balances with Bank accounts.		
6. Prepayments		
Annual fee - BSEC	417,757	763,708
Trustee fee	410,285	8,165
	<u>828,042</u>	<u>771,873</u>
7. Cash and cash equivalents		
Cash at bank	(Note: 7.1) 65,170,856	135,382,037
Term deposits (FDR)	(Note: 7.2) 160,000,000	168,476,250
	<u>225,170,856</u>	<u>303,858,287</u>

December 31, 2019	June 30, 2019
Taka	Taka

7.1 Cash at bank

Name of Bank	Account Name	Account No.	Type		
Southeast Bank Limited	IDLC Balanced Fund	13500000001	SND	17,963	1,018,137
	IDLC Balanced Fund - Trading	13500000003	SND	8,533	487,559
	IDLC Balanced Fund - Operations	13500000004	SND	27,100	17,786
BRAC Bank Limited	IDLC Balanced Fund	1203957267003	CA	2,680,925	13,447,995
	IDLC Balanced Fund - Trading	1203957267001	CA	19,612	2,832,385
	IDLC Balanced Fund - Operations	1203957267002	CA	1,209,295	6,512,323
ONE Bank Ltd	IDLC Balanced Fund - Trading	0013000002076	SND	60,992,075	109,453,866
Standard Chartered Bank	IDLC Balanced Fund	02-1308406-01	CA	215,355	1,611,987
				65,170,856	135,382,037

7.2 Term deposits

Name of Institution	Account No.	Term		
IPDC Finance Limited	04941	3 Months	-	8,353,750
	04942	3 Months	-	8,353,750
	04943	3 Months	-	8,353,750
	04944	3 Months	-	8,353,750
	04945	3 Months	-	8,353,750
	04946	3 Months	-	8,353,750
	04947	3 Months	-	8,353,750
	09099	3 Months	8,000,000	-
	09100	3 Months	8,000,000	-
	09151	3 Months	8,000,000	-
	09152	3 Months	8,000,000	-
	09153	3 Months	8,000,000	-
	10225	3 Months	120,000,000	-
	United Finance Ltd	0667648615	3 Months	-
			160,000,000	168,476,250

8. Capital Fund

Opening Balance	734,204,550	789,843,870
Units subscribed by the General investors during the period	37,936,130	37,721,470
Units redeemed by the General investors during the period	(79,160,830)	(93,360,790)
	692,979,850	734,204,550

9. Retained earnings

Opening balance	54,538,782	20,963,423
Less: Dividend paid during the period	(51,394,319)	(6,733,234)
	3,144,464	14,230,189
Add: Profit during the period	(51,421,247)	41,485,270
	(48,276,783)	55,715,459
Less: Units redeemed with realization of Fund's performance, net	-	(1,176,677)
	(48,276,783)	54,538,782

10. Accounts payable

Management fee	2,696,879	2,876,416
Tax payable for interest income	82,933	133,307
Custodian fee	364,522	96,115
Audit fee	-	34,500
CDBL fee	1,800	19,642
Payable to Investor	463,500	5,658,639
Sales Agent Commission	15,705	22,166
Dividend payable	7,850	6,280
Publication & Other Operational Expense	22,000	26,500
	3,655,189	8,873,564

	December 31, 2019	June 30, 2019
	Taka	Taka
11. Provision/(Write back of provision) for diminution in value of investments		
Opening Balance	4,106,496	17,392,454
Add: Provision/(Write Back of provision) during the period (listed securities)	44,630,546	(13,285,958)
Required provision against diminution in value of investments at the end of the period	<u>48,737,042</u>	<u>4,106,496</u>
12. Net asset value (NAV) per unit at cost		
Total Asset at Market Price	648,742,269	797,622,911
Less: Unrealized gain/(loss) in portfolio	(48,737,042)	(4,106,496)
Total net asset value at cost	697,479,311	801,729,407
Less: Accounts payable	(3,655,189)	(8,873,564)
Total net asset value at cost	<u>693,824,122</u>	<u>792,855,843</u>
Number of units	69,297,985	73,420,455
NAV per unit at cost	<u>10.01</u>	<u>10.80</u>
13. Net asset value (NAV) per unit at market price		
Total Asset at Market Price	648,742,269	797,622,911
Less: Accounts payable	(3,655,189)	(8,873,564)
Total net asset value at market price	<u>645,087,080</u>	<u>788,749,347</u>
Number of units	69,297,985	73,420,455
NAV per unit at market price	<u>9.31</u>	<u>10.74</u>
	July 01, 2019 - December 31, 2019	July 01, 2018 - December 31, 2018
	Taka	Taka
14. Interest income		
Term Deposit (FDR)	10,515,176	2,981,078
Cash at Bank (STD Account)	3,515,254	3,822,495
	<u>14,030,431</u>	<u>6,803,573</u>
15. Gain / (Loss) from Listed Securities		
Active Fine Chemicals Limited	-	(2,729,549)
Advent Pharma Limited	-	416,414
Aman Feed Limited	-	540,023
Asian Tiger Sandhani Life Growth Fund	5,834,425	-
Bank Asia Limited	-	(137,684)
BBS Cables Limited	-	3,383,738
BRAC Bank Limited	(2,619,447)	2,402,011
British American Tobacco Bangladesh Company Limited	-	17,783
Coppertech Industries Ltd.	319,630	-
Dhaka Bank Limited	(6,521,465)	(13,866,170)
Dutch-Bangla Bank Limited	-	121,781
Genex Infosys Limited	312,709	-
Grameenphone Limited	(1,022,576)	(13,667)
Grameen One : Scheme Two	-	(6,493,020)
Green Delta Mutual Fund	44,551	-
Ifad Autos Limited	(18,070,450)	(123,936)
Indo Bangla Pharmaceuticals Limited	-	738,743
Intraco Refueling Station Limited	-	542,585
Kattali Textiles Limited	-	375,638
Khulna Power Company Limited	-	771,018
LankaBangla Finance Limited	-	(1,634,233)
M.L. Dyeing Limited	-	459,226
Mercantile Bank Limited	-	(724)
Nahee Aluminum Composite Panel Limited	-	6,502,398

	July 01, 2019 - December 31, 2019	July 01, 2018 - December 31, 2018
	Taka	Taka
Newline Textiles Limited	56,043	-
Olympic Industries Limited	-	(2,515,002)
Prime Bank Limited	-	962,210
Queen South Textile Mills Limited	-	277,153
Renata Limited	228,759	-
Sea Pearl Beach Resort & Spa Limited	182,381	-
Shepherd Industries Limited	-	422,030
Silco Pharmaceuticals Limited	175,744	-
Silva Pharmaceuticals Limited	-	450,288
Singer Bangladesh Limited	2,612,006	(511,180)
SK Trims Industries Limited	-	1,043,998
Square Pharmaceuticals Limited	(384,437)	(2,167,968)
S. S. Steel Limited	132,925	-
Summit Power Limited	(424,330)	3,192,534
The City Bank Limited	-	(5,133,911)
Unique Hotel & Resorts Limited	-	(347,056)
United Power Generation and Distribution Co. Limited	-	1,941,682
VFS Thread Dyeing Limited	-	710,248
Western Marine Shipyard Limited	-	(6,955,642)
	(19,143,532)	(17,358,242)

16. Dividend income

Beximco Pharmaceuticals Limited	757,500	305,039
Coppertech Industries Limited	8,334	-
DBH First Mutual Fund	613,984	-
Grameen One : Scheme Two	-	2,525,621
Grameenphone Limited	1,930,374	2,333,025
Green Delta Mutual Fund	417,082	-
IFAD Autos	-	1,337,657
Intraco Refueling Station Limited	-	6,579
New Line Clothings Limited	5,844	-
Renata Limited	545,150	-
Silco Pharmaceuticals Limited	3,798	-
SK Trims & Industries Limited	-	2,420
Square Pharmaceuticals Limited	1,173,900	-
Summit Power Limited	1,715,000	5,415,000
The City Bank Limited	-	24
Unique Hotel & Resorts Limited	-	394,790
VFS Thread Dyeing Limited	-	9,851
	7,170,965	12,330,005

17. Earnings per unit

Net income for the period (A)	(51,421,247)	4,207,610
Outstanding number of units (B)	69,297,985	76,944,856
Earnings per unit (A+B)	(0.742)	0.055

18. Net Operating Cashflow per share

Net Operating cash flow for the period (A)	18,747,158	(73,619,934)
Outstanding number of units (B)	69,297,985	76,944,856
Net Operating Cashflow per unit (A+B)	0.27	(0.96)

IDLC Balanced Fund
Details of Investment in Listed Securities
As at Decemebr 31, 2019

Sl.	Sector	Name of the Company	No. of Share	Avg. Cost	Total Cost	Market Value	Total Market Value	% of Total Assets	Unrealized Gain/ (Loss)
(Amount in Taka)									
2	Bank	The City Bank Limited	1,915,647	25.86	49,542,244	21.10	40,420,152	6.23%	(9,122,092)
					49,542,244		40,420,152	6.23%	(9,122,092)
1	Bond	Astuganji Power Station Company Limited's non convertible Bond	10,100	5,000	50,500,000	5,000	50,500,000	7.78%	-
					50,500,000		50,500,000	7.78%	-
1	Engineering	Coppertech Industries Ltd.	12,500	9.52	119,050	23.50	293,750	0.05%	174,700
3		Singer Bangladesh Limited	335,380	178.42	59,837,572	180.40	60,502,552	9.33%	664,980
					59,956,622		60,796,302	9.37%	839,680
2	Information	ADN Telecom Limited	50,079	30.00	1,502,370	30.00	1,502,370	0.23%	-
					1,502,370		1,502,370	0.23%	-
1	Mutual Funds	DBH First Mutual Fund	1,966,937	8.30	16,332,892	8.40	16,522,271	2.55%	189,379
2		Green Delta Mutual Fund	4,009,067	7.85	31,883,493	8.00	32,072,536	4.94%	189,043
					48,216,384		48,594,807	7.49%	378,422
1	Pharmaceuticals	Beximco Pharmaceuticals Limited	505,000	79.29	40,041,487	69.40	35,047,000	5.40%	(4,994,487)
		Renata Limited	59,216	1,088.09	64,432,153	1,096.50	64,930,344	10.01%	498,191
		Silco Pharmaceuticals Limited	11,394	9.09	103,582	30.30	345,238	0.05%	241,656
		Square Pharmaceuticals Ltd.	299,065	246.40	73,689,394	190.00	56,822,350	8.76%	(16,867,044)
					178,266,616		157,144,932	24.22%	(21,121,684)
1	Telecom	Grameenphone Ltd.	184,000	395.26	72,727,124	285.80	52,587,200	8.11%	(20,139,924)
					72,727,124		52,587,200	8.11%	(20,139,924)
1	Textile	New Line Clothings Ltd.	11,104	9.35	103,779	14.80	164,339	0.03%	60,560
					103,779		164,339	0.03%	60,560
1	Travel & Leisure	Seapearl Beach Resort & Spa Ltd.	11,581	9.52	110,300	41.30	478,295	0.07%	367,995
					110,300		478,295	0.07%	367,995
	Grand Total				460,925,439		412,188,397	63.54%	(48,737,042)