ABRIDGED PROSPECTUS

IDLC ASSET MANAGEMENT SHARIAH FUND (AN OPEN-END MUTUAL FUND SCHEME)

Initial Size of Issue BDT 50,00,00,000.00 (Fifty Crore Taka)

Number of Units 5,00,00,000 (Five Crore) units

Sponsor's Contribution BDT 10.00 (Ten Taka) per unit BDT 5,00,00,000.00 (Five Crore Taka)

Initial Public Offering BDT 45,00,00,000.00 (Forty Five Crore Taka)

Commission from time to time in this respect.

WE CONFIRM THAT:

For the Sponsor

Managing Director

IDLC Asset Management Ltd.

The Honourable Chairman

Subject: IDLC AML Shariah Fund

Bangladesh Securities & Exchange Commission

Initial Subscription Opens 25 / 08 / 2019

Sponsor & Asset Manager:

Registered Office: Symphony Tower (4th Floor), Plot No. SE (F) 09, Road No. 142; Gulshan Avenue, Dhaka-1212, Bangladesh

Investment Corporation Trustee: of Bangladesh

Registered Office: BDBL Bhaban (Level 14-17), 8, Rajuk Avenue, Dhaka-1000, Bangladesh

Custodian: BRAC BANK

All information in the prospectus forwarded to the Commission is authentic and accurate;

d) We shall act to our best for the benefit and interests of the unit-holders of the mutual fund.

imposed by the Commission as regards of the mutual fund; and

Registered Office: Anik Tower, 220/B, Tejgaon Gulshan Link Road, Tejgaon, Dhaka-1208

orders, guidelines, directives, notifications and circulars that may be issued by the Bangladesh Securities & Exchange

b) We, as sponsor of the mutual fund as mentioned above, will act as per clauses of the trust deed executed with the

c) We shall also abide by the Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001 and conditions

Due Diligence Certificate by the Trustee চতুর্য তফসিল- (১) এর (জ) [বিধি ৪৩ (৩) দুক্টব্য]

trustee and shall assume the duties and responsibilities as described in the trust deed and other constitutive

This Offer Document sets forth concisely the information about the Fund that a prospective investor ought to know before

investing. This Offer Document should be read before making an application for the Units and should be retained for future Investing in the IDLC Asset Management Shariah Fund (hereinafter the Fund) bears certain risks that investors should carefully consider before investing in the Fund. Investment in the capital market and in the Fund bears certain risks that

are normally associated with making investments in securities including loss of principal amount invested. There can be no assurance that the Fund will achieve its investment objectives. The Fund value can be volatile and no assurance can be given that investors will receive the amount originally invested. When investing in the Fund, investors should carefully consider the risk factors outlined in the document. THE SPONSOR, ASSET MANAGEMENT COMPANY OR THE FUND IS NOT GUARANTEEING ANY RETURNS.

The particulars of the Fund have been prepared in accordance with গিকিউরিটিজ ও এক্সচেন্ড কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০১,

as amended till date and filed with Bangladesh Securities and Exchange Commission. The investors are advised, in their own interest, to carefully read the contents of the Prospectus, in particular the risk

factors before making any investment decision

"পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। জেনে ও বুঝে বিনিয়োগ করবেন।"

Fund Highlights

Loads

Target Group

Dividend Distribution

Transferability

Dividend

Liquidity

IDLC Asset Management Shariah Fund
Open-End Mutual Fund
Perpetual life and unlimited size
To generate profit by investing in a portfolio of Shariah compliant securities,
vetted by the Shariah Advisory Board. The fund intends to deliver the profit
among the investors in the form of dividend as well as capital appreciation,
strictly adhering to the Shariah principles.
IDLC Asset Management Limited (IDLC AMIL)
IDLC Asset Management Limited (IDLC AMIL)
IDLC Asset Management Limited (IDLC AMIL)
Investment Corporation of Bangladesh (ICB)
BRAC Bank Limited (BBL)
A Shariah Advisory Board has been formed to ensure that the fund is managed
according to the Shariah law.
BDT 50,00,00,000.00 (Fifty Crore Taka) divided into 5,00,00,000 (Five Crore)
Units of BDT 10.00 (Ten Taka) each Name of the Fund Type Life and Size of the Fund Asset Manager Trustee Custodian Shariah Advisory Board Initial Size of the Fund Face Value Minimum Application Amount

BDT 10.00 (Ten Taka) per unit 500 units equivalent to BDT 5,000 (during public subscription) for individuals 500 units equivalent to BDT 50,000 (during public subscription) for institutions in addition, individual and institutional investors can invest any fixed amount in regular monthly basis for a fixed tenure which is known as SIP Investment. Entry Load: NIL (purchase price is NAV at market price), Exit Load: Maximum 2% discount from NAV at Market Price. The Loads may vary as per the decision by the Board of the Asset Management Company.
NAV, Sales Price and Repurchase Price will be disclosed on weekly basis or as approved by the Commission and will be nublished on weekly basis or as Transparency / NAV Disclosure ved by the Commission and will be published on website, notice board of

approved by the Commission and will be published on website, notice board of the AMC and one national daily newspaper as per prescribed rule individuals — both resident and non-resident, institutions — both local and foreign, mutual funds and Collective Investment Schemes are eligible to subscribe the units of the Fund Minimum 70% (Seventy percent) of realized profit of the Fund will be distributed as dividend in Bangladeshi Taka or CIP (if requested by the investor) only in each accounting year The dividend (Cash & CIP) will be distributed within 45 (forty five) days from the date of declaration The Units of the Fund are transferable by way of inheritance / gift and / or by

The Units of the Fund are transferable by way of inheritance / gift and / or by specific operation of the law

The Unit holders can surrender and encash their units to the Asset Manager and through the selling agents appointed by the Asset Manager during the business hours as specified by the Asset Management Company

Systematic Investment Plan or SIP allows investor to invest a certain pre-determined amount at a regular interval (monthly, quarterly, yearly etc.). A SIP is a planned approach towards investments and helps to inculcate the habit of saving and building wealth for the future. Investor can start SIP with a very small amount.

or saring and outloing weathr for the future. Investor can start SIP with a very small amount.

Every Unit holder is entitled to receive annual report along with the quarterly, half-yearly, annual financial statements and portfolio statements as and when published from the official website of the Asset Manager income from the Mutual Fund up to BDT 25,000.00 is exempted from tax according to the 6th Schedule, Part A under Income Tax Ordinance, 1984 investment in the Mutual Fund will qualify for investment tax credit according to the Section 44(2) under Income Tax Ordinance, 1984 Reports and Accounts Tax Benefit Allowable / Eligible Investment

CHAPTER 1: PRELIMINARY

Systematic Investment Plan (SIP)

1.1 Publication of Prospectus for Public Offering

IDLC Asset Management Limited (IDLC AML) has received the Asset Management license from the Bangladesh Securities & Exchange Commission under Bangladesh Securities & Exchange Commission Act, 1993 and সিকিউরিটিজ ও এক্সচন্ত কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০৯ made there under and also received consent for issuing prospectus for public offering. A complete copy of the prospectus of the public offering is available for public inspection at Symphony Tower (4th Floor), Plot No. SE (F) 09, Road No. 142, Gulshan Avenue, Dhaka-1212, (Corporate Office of IDLC Asset Management Limited) – the asset manager of the IDLC AML Shariah Fund, hereinafter referred to as the Fund.

1.2 Consent of the Bangladesh Securities and Exchange Com-

"APPROVAL OF THE BANGLADESH SECURITIES AND EXCHANGE COMMISSION HAS BEEN OBTAINED TO THE ISSUE/OFFER OF THE FUND UNDER THE SECURITIES AND EXCHANGE ORDINANCE, 1969 AND THE সিকিউরিটিজ ও এক্সচেজ কমিশন (মিউচ্যুয়াল ফাণ্ড) ाला, २००७. IT MUST BE DISTINCTLY UNDERSTOOD THAT IN GIVING THIS APPROVAL, THE COMMISSION DOES NOT TAKE ANY RESPONSIBILITY FOR THE FINANCIAL SOUNDNESS OF THE FUND, ANY OF ITS SCHEMES OR THE ISSUE PRICE OF ITS UNITS OR FOR THE CORRECTNESS OF ANY OF THE STATEMENTS MADE OR OPINION EXPRESSED WITH REGARD TO THEM. SUCH RESPONSIBILITY LIES WITH THE ASSET MANAGER, TRUSTEE, SPONSOR AND / OR CUSTODIAN."

The Fund, being an open-end one, will not be listed with any stock exchange of the country. Hence the units of the Fund will not be traded in the stock exchanges unless otherwise BSEC and Stock Exchanges make arrangement in future. In that case, public communication will be made as per BSEC's approval.

The securities will be kept in dematerialized form in Central Depository Bangladesh Limited (CDBL) to facilitate the holding and transfer of the units of the Fund. Units will always be available for sale and surrender/repurchase except on the last working day of every week and during book closure period / record date of the Fund at the corporate office of IDLC AML and the authorized selling agents. IDLC AML shall disclose selling price and surrender value/repurchase price of units at the beginning of business operation on the first working day of every week as per বিধিমালা.

1.4 Availability of Documents for Inspectio

Copy of this prospectus will be available at the registered office of the Asset Manager and offices of the authorized selling agents of the Fund. This prospectus will also be available at the website of Bangladesh Securities and Exchange Commission (www.secbd.org) & IDLC Asset Management Limited (www.aml.idlc.com); Copy of the Trust Deed will be available for public inspection during business hours at the office of the asset

manager of the Fund: the document may also be viewed on the website of IDLC Asset Management Ltd. One will be able to purchase a copy of the trust deed by paying the price as determined by the Asset Manager.

der Section 2CC of the Securities & Exchange Ordinance, 1969

The Fund shall not account for any upward revaluation of its assets creating reserve without clearance from

Bangladesh Securities and Exchange Commission;

The Fund shall not be involved in option trading, short selling or carry forward transaction; A Confirmation of Unit allocation shall be issued at the cost of the Fund at par value of BDT 10.00 (Ten Taka) each

within 90 (ninety) days from the date of sale of such Units (during IPO); Money receipt / acknowledgement slip issued at the time of sale of units will be treated as allotment letter, which

The annual report of the Fund / or its abridged version will be published within 45 (forty five) days of the closure of each accounting year of the Fund;

An annual report and details of investment and savings of the Fund shall be submitted to the Commission, Trustee and Custodian of the Fund within 90 days from the closure of the accounts;

Half-yearly accounts / financial statements of the Fund will be published in at least one English and another Bangla

national daily newspapers within 30 (thirty) days from end of the period;

Dividend shall be paid within 45 (forty five) days of its declaration, and a report shall be submitted to the BSEC, Trustee and Custodian within 7 (seven) days of dividend distribution;

Net Asset Value (NAV) of the Fund shall be calculated and disclosed publicly at least once a week or as prescribed by

the Commission from time to time;

The detail portfolio statement consisting of capital market and other than capital market holdings of the fund will be disclosed in the website on the Asset Management Company on quarterly basis within 30 (thirty) days of each

quarter-end or as prescribed by the Commission from time to time: After initial public subscription, sale and repurchase/surrender price of Units will be determined by the Asset Management Company. NAV at market price calculated on a date shall form the sale price of Units by rounding up the amount and shall be effective up to next calculation of NAV of the Fund. Difference between sale and repurchase

price shall not be over 5% of the sale price of the unit. The Asset Manager may reduce the above difference for Systematic Investment Plan (SIP) or any other ground with the approval of the trustee; BSEC may appoint auditors for special audit/investigation on the affairs of the Fund, if it so desires; The Fund shall maintain separate bank account(s) to keep the sale proceeds of Units and to meet up day-to-day

transactions including payment against repurchase of units. All transactions of the account shall be made through banking channel and shall be properly documented; XIV. The prospectus/abridged version of the prospectus shall be published in one widely circulated Bengali national daily

newspaper provided that information relating to publication of prospectus be published in 2 national daily newspapers (Bengali and English) and one online newspaper; XV. If abridged version of the prospectus is published in the newspaper, complete prospectus shall be made available to

the applicants publishing it in their own website; XVI. If the Fund manager fails to collect the minimum 40% of the initial target amount under বিধি ৪৮ of the সিকিউরিটিন্স ও এক্সচেজ কমিশন (মিউচ্যয়াল ফান্ড) বিধিমালা, ২০০১, it will refund the subscription money within 30 days without any deduction. In case of failure, the Fund manager will refund the same with an interest @ 18% per annum from its

own account within the next month; XVII. The AMC should ensure compliance of বিধি ৪৬ of সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচুায়াল ফাণ্ড) বিধিমালা, ২০০১;

XVIII. On achievement of 40% of the initial target amount, the Fund is allowed to commence investment activities of the Fund with permission of the Trustee;

XIX. The size of the Fund will be increased from time to time by the AMC subject to approval of the Trustee and with

XX. Confirmation of Unit Allocation of the sponsor's contribution amounting to BDT 50,000,000.00 (Five Crore Taka only) shall be subject to a lock-in for a period of one year from the date of formation of the Fund and 1/10th of the

Sponsor's contribution amouting to BDT 5,000,000 (Fifty Lac Taka only) shall be subject to a lock-in period till the wind up of the Fund. Entire holding may be transferred to any eligible institution who has the qualification to be a sponsor of a mutual fund with prior permission of BSEC. A Confirmation of Unit Allocation amounting BDT 50,000,000.00 (10% of the Fund) will be issued in favor of the

sponsor. The said confirmation letter shall be in the custody of Trustee. No splitting of the Unit of the Sponsor shall be made without prior approval of the Commission. Annual fee of the fund shall be submitted to the Commis

the fund) on advance basis as per rule and may adjust the fee in next year, if necessary.

As per provisions contained in the সিকিউরিটিজ ও এক্সচেজ কমিশন (মিউচুয়াল ফাড) বিধিমালা, ২০০১, regarding limitation of time on closure of subscription, the initial public subscription will remain open for 45 (forty five) days or for a period up to achievement of the initial target amount, whichever is earlier; The paper cutting of the published prospectus and all other published documents/notices regarding the Unit Fund

The Asset Management Company shall submit 10 (ten) copies of printed prospectus to the Commission for official

shall be submitted to the Commission within 24 hours of publication thereof;

d. The Asset Management Company shall ensure in writing to the Commission that the prospectus / abridged version is published correctly in the newspaper and own website and is a verbatim copy of the prospectus / abridged version vetted by the Commission

e. The AMC shall apply the spot buying rate (TT clean) of Sonali Bank prevalent on the date of opening of subscription for

f. The AMC shall submit to the Commission a diskette containing the vetted prospectus and its abridged version; g. All conditions imposed under Section 2CC of the Securities and Exchange Ordinance, 1969 must be complied with and

be incorporated in the body of the Prospectus and in its abridged version h. After due approval by the Trustee regarding issue and formation expenses, the AMC shall submit in details to the Commission regarding issue and formation expenses within 15 days of fund operation. The Auditor of the fund shall also put opinion about the above expense in the initial financial statements of the fund;

i. The investment policy and guideline and information on constituents of investment committee of the fund approved by the Board shall be submitted to the Commission within 30 (thirty) days from the receipt of the Consent Letter. The investment policy and guideline shall include among other issues, the investment delegation power of Chief Executive Officer and the Committee separately and also the meeting resolution presentation process.

After due approval of the trustee, the asset manager shall submit the systematic investment plan (SIP) brochure to the Commission complying the Rules within 30 days of issuing the consent letter.

This prospectus has been prepared by IDLC Asset Management Limited based on the Trust Deed executed between the Trustee and the Sponsor of the Fund, which is approved by the Commission and available publicly. The information contained herein is true and correct in all material aspects and there are no other material facts, the comwhich would make any statement herein misleading.

II. No person is authorized to give any information to make any representation not contained in this prospectus and if so given or made, such information or representation must not be relied upon as having been authorized by IDLC Asset

III. The issue as contemplated in this document is made in Bangladesh is subject to the exclusive jurisdiction of the court of Bangladesh. Forwarding this prospectus to any person residing outside Bangladesh in no way implies that the issue is made in accordance with the laws of that country or is subject to the jurisdiction of the laws of that country,

IDLC AML will maintain two separate BO Accounts with BRAC Bank Limited, custodian of IDLC AML Shariah Fund for creation and redemption of units namely "IDLC AML Shariah Fund - Sale of units" and "IDLC AML Shariah Fund - Repurchase of

For sale of units, IDLC AML will issue a certificate for the units sold and send it to BRAC Bank Ltd. for setting up of demat request. After the acceptance of demat setup by BRAC Bank Ltd. from its terminal, units will be credited to the BO Account of "IDLC AML Shariah Fund - Sale of units". Then BRAC Bank Ltd. will transfer the units from "IDLC AML Shariah Fund - Sale of units" to the unit holders' BO Accounts as per instruction of IDLC AML. In the case of redemption / repurchase by the Asset Manager, the unit holder will transfer his / her / the Institutional

holder's units to the "IDLC AML Shariah Fund - Repurchase of units". BRAC Bank Ltd. will remat the units from the "IDLC AML Shariah Fund – Repurchase of units" BO account as per instruction of IDLC AML. Simultaneously, the payment will be made to the investor's Bank Account through Cheque / BEFTN as per the request of the investor.

1.8 Systematic Investment Plan (SIP)

A Systematic Investment Plan or SIP is a smart and hassle free mode for investing money in mutual funds. SIP allows an investor to invest a certain pre-determined amount at a regular interval (monthly, quarterly, yearly etc.). A SIP is a planned approach towards investments and helps to inculcate the habit of saving and building wealth for the future.

An investor can invest through SIP either by auto debit system provided against investor's Bank Account or by providing

monthly predetermined cheques via selling agents at a regular interval (monthly / bi-monthly / quarterly). Investor must have a BO Account; he / she will get the SIP units in his / her BO Account and may get a discount from ongoing Weekly "Investor's Buy Price" of the mutual fund.

It is advisable to continue SIP investments with a long-term perspective, there is no compulsion. Investors can disconti the plan at any time. If an investor wants to terminate the SIP before 2 (two) years, 1% discount from the "Investor's sale / surrender price" may be applicable on total accumulated invested amount on the date of cancellation of the scheme. After maturity of SIP, the investor can easily surrender his / her total units through the AMC or the Selling Agents. Benefits may be offered for Investors such as:

SIP encourages a disciplined investment; while invested through SIP, investor commits himself / herself to save regularly. Different benefits may be offered as follows:

• Flexibility: Investor can start SIP with a very small amount i.e. BDT 3,000 / BDT 4,000 / BDT 5,000 or multiple of additional BDT 1,000. One can also increase / decrease the amount being to be invested in regular fashion.

• Flexible SIP Tenor: The SIP will be offered for at least 2 years or any other higher period set by the AMC. However, investor can set SIP scheme for 3 years / 5 years or as decided by the Asset Manager. After this period, the individual scheme will be matured and may surrender or continue after maturity. If surrendered, no fees / charges may be charged on surrender and may also offer highest premium over the declared surrendered price at that time. • No Minimum lot size: There will be no minimum lot size under the SIP as like normal investors. Based on "Investor's Buy

Price" per unit available for SIP investors, units will be credited to investor's BO account. However, any fraction amount remaining will be converted when it sums up to one unit. The fractional amount will be kept as liability of the fund in a Buy at discount and Surrender at premium: If any entry load is applicable for non-SIP investors, then SIP investors may

buy units at a discount from Weekly "Investor's Buy Price" offered to the non-SIP investors. In addition to that, if any exit load is applicable for non-SIP investors, then SIP investors may surrender at a premium of "investor's sale price" offered to the non-SIP investors at maturity as mentioned in the SIP brochure. • CIP option for the SIP investors: SIP investors can choose either option of cash dividend or Cumulative Investment Plan

(CIP). If a SIP investor chooses CIP (i.e. Dividend reinvestment process) instead of cash dividend, they may also enjoy CIP units at a discount of prevailing "Investor's Buy Price" used for CIP conversion. After CIP conversion, they will get dividend on total number of units in the next year.

Detailed of SIP Scheme, Scheme information will be provided in the Scheme Brochure in future

1.9 Declarations

DECLARATIONS ABOUT THE RESPONSIBILITY OF THE SPONSOR We, as the Sponsor of the "IDLC AML Shariah Fund", accepts full responsibility for the authenticity and accuracy of the

information contained in this Prospectus and other documents regarding the mutual fund. To the best of the knowledge and belief of the Sponsor, who has taken all reasonable care to ensure that all the conditions and requirements concerning this public offer and all information contained in this document, drawn up by virtue of the Trust Deed of the Fund by the entrusted Asset Management Company, have been met and there is no other information or documents, the omission of which may make any information or statements therein misleading. We also confirm that full and fair disclosures have been made in this Prospectus to enable the investors to make an

informed decision for investment.

Rajib Kumar Dey Managing Director

DECLARATIONS ABOUT THE RESPONSIBILITY OF THE TRUSTEE We, as the Trustee of the IDLC AML SHARIAH FUND, accept the responsibility and confirm that we shall:

a) be the guardian of the Fund, held in trust for the benefit of the unit holders in accordance with the Rules & the Trust

c) take all reasonable care to ensure that the Fund floated and managed by the Asset Management Company are in

accordance with the Trust Deed and the Rules; d) make sure that there is no contradiction between the prospectus, trust deed and সিন্দিউরিটিজ ও এক্সচঞ্চ কমিশন (মিউচুয়াল

e) make such disclosures by the Asset Management Company to the investors as are essential in order to keep them

informed about any information, which may have any bearing on their investments; and f) take such remedial steps as are necessary to rectify the situation where we have reason to believe that the conduct of

business of the Fund is not in conformity with the relevant Rules. Md. Amzad Hossain Kibria

Deputy General Manager Investment Corporation of Bangladesh

Declarations about the Responsibility of the Custodian

We, as the Custodian of the IDLC AML SHARIAH FUND accept the responsibility and confirm that we shall a) keep all the securities (both listed and non-listed) of the Fund including FDR receipts in safe and separate custody as per সিকিউরিটিজ ও এক্সচন্ত কমিশন (মিউচায়াল ফাড) বিধিমালা, ২০০১ and shall provide the highest security for the assets of the Fund:

b) act as custodian of the fund as mentioned above as per provisions of the custodian agreement executed with the asset management company and shall assume the duties and responsibilities as described in the trust deed of the mentioned fund and other constitutive documents; c) abide by the সিন্ধিনিটিজ ও এক্সচেন্ধ কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০৯ and conditions imposed by the Commission as

regards of the fund: and d) act to our best for the benefit and sole interests of the unit-holders of the fund.

Tareg Refat Ullah Khan

Head of Corporate Banking

DECLARATION ABOUT THE RESPONSIBILITY OF THE ASSET MANAGER We, as the Asset Manager of IDLC AML Shariah Fund, accept the responsibility and confirm that:

This Prospectus has been prepared by us based on the Trust Deed, the Investment Management Agreement, the Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, the সিক্টিরিটিজ ও এক্সচঞ্চ কমিশন (মিউচুয়াল ফাড) বিধিমালা, ২০০৯, ডিপজিটরি আইন, ১৯৯৯ and other related agreements and examination of other documents as relevant for adequate disclosure of the Fund's objectives and investment strategies to the investors. We also confirm that:

ii. All the legal requirements of the public offer have been duly fulfilled; and iii. The disclosures made are true, fair and adequate for investment decision

Investors should be aware that the value of investments in the mutual fund could be volatile and such no guarantee can be made about the returns from the investments that the Fund will make. Like any other equity investment, only investors who are willing to accept a high degree of risk, should invest in the mutual fund. Investors are requested to pay careful attention to the "Risk Factors" section of the Prospectus and to take proper cognizance of the risks associated with any

Rajib Kumar Dey Managing Director **IDLC Asset Management Limited** 1.10 Due Diligence

The Honourable Chairman

Bangladesh Securities & Exchange Commission

investment in the mutual fund.

Due Diligence Certificate by the Sponsor

We, the Sponsor of the above-mentioned forthcoming mutual fund, state as follows: 1. We, as the Sponsor of the above-mentioned mutual fund, have examined the prospectus and other documents and materials as relevant to our decision; and

2. We warrant that we shall comply with the Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001, Bangladesh Securities & Exchange Commission (Public Issue) Rules, 2015, Trust Deed of the mutual fund and the rules,

Subject: IDLC AML Shariah Fund

a) The prospectus forwarded to the Commission is in conformity with the documents, materials and papers relevant to the mutual fund:

b) All the legal requirements connected with the said mutual fund have been duly complied with; and c) The disclosures made in the prospectus are true, fair and adequate to enable the investors to make a well-informed

Mutual Fund is an investment tool that collects pool of fund from individual and institutional investors with a view to investing ignorant about investment management strategies, importance of such professional management services are beyond

Later on, private companies started to enter the industry in 2000. Currently, there are only 37 closed end mutual funds and 47 open end mutual funds in Bangladesh as of April 2019. Moreover, the mutual fund industry in Bangladesh also lacks the diversity of products to cater different investment preferences of people. In Bangladesh, where Muslims constitute around 90.0% of the population, the need for Shariah based investment tools is unbound. There are only 4 closed end mutual funds Recognizing the huge untapped market potential of mutual fund industry in Bangladesh and the need to offer a reliable

solution for Shariah based investment to the people, IDLC Asset Management Limited (IDLC AML) has decided to launch it: first Shariah based open-end mutual fund namely "IDLC AML Shariah Fund". It will be an open-end mutual fund that will aim to generate profit in a portfolio of Shariah compliant securities, vetted by the Shariah Advisory Board. The fund intends to deliver the profit among the investors in the form of dividend as well as capital appreciation, strictly adhering to the Sharial

2.2 Necessity of Unit Fund in the Context of the Current State of Affairs of the Capital Market of Bangladesh The capital market of Bangladesh is still in a nascent stage which portrays both opportunities and challenges. Though stock

exchanges were formally established as early as 1954, activities remained very low until 1990s. Market experienced both bubble and burst during its journey of around six decades. Though over the years the capital market is transforming into more structured and regulated form, it is still lagging behind in terms of number of stocks listed, asset classes available fo investment etc. In emerging markets like Bangladesh where mass people lack the knowledge of proper investment decision the scope of mutual fund industry, that offers professionally managed investment management service, is very bright. The mutual fund industry of Bangladesh is still very small compared to other countries.

ample opportunity of this industry to grow in Bangladesh. Moreover, the global Islamic fund management industry which was USD 56.1 billion in 2016 is expected to be USD 403.0

billion by 2022 as per ICD-TR projection, reflecting the increasing preference of Shariah based investment. Bangladesh being a Muslim majority country is also expected to be a part of this growth.

IDLC AML Shariah Fund will be managed in manner that will ensure utmost benefit for the investors from their investment. Generally mutual funds are designed in such a way that reduces the risk of investment compared to direct investment in

other securities like shares, sukuk etc. In addition investors will enjoy the following advantages from investing in "IDLC AML

সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০৯ under all circumstances.

profit among its investors. The Shariah Advisory Board will closely overlook the investment activities of the Fund and ensure the compliance to the Shariah principles.

IV. Experienced professional management will help identify and secure potential investment opportunities. V. The fund will offer minimum 70% of annual realized profit as cash dividend on regular basis. However, investors will

have the discretion of choosing between cashing out the dividend and reinvesting the dividend through purchasing

VI. Investors can hold larger number of securities through holding a single unit of the fund without having to incur high

transaction cost like brokerage fee.

which enables the investors to enjoy the benefits of participating in IPOs indirectly. VIII. Dividend income from this Fund will be tax free up to BDT 25,000.00 (Twenty Five Thousand Taka) as permitted by the

IX. As an open-end fund is not traded in the secondary market, its price will not be subjected to the interaction of demand and supply. As sales and repurchase price will be calculated based on Net Asset Value (NAV) as prescribed in সিকিউরিটিজ

ও এক্সচঞ্জ কমিশন (মিউচুায়াল ফাড) বিধিমালা, ২০০১, the price of the fund will be more stable than that of other securities traded in secondary market.

We, the under-noted trustee to the above-mentioned forthcoming mutual fund, state as follows: 1. We, while act as trustee to the above mentioned fund on behalf of the investors, have examined the draft prospectus and other documents and materials as relevant to our decision; and 2. We warrant that we shall comply with the সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচুয়োল ফাড) বিধিমালা, ২০০৯, Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, Dhaka Stock Exchange (Listing) Regulations, 2015,

WE CONFIRM THAT: a) All information and documents as are relevant to the issue have been received and examined by us and the draft prospectus forwarded to the Commission have been approved by us;

b) We have also collected and examined all other documents relating to the fund;

c) While examining the above documents, we find that all the requirements of the সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচুয়োল ফ্রাড়) বিধিমালা, ২০০১ have been complied with: d) We shall act as trustee of the fund as mentioned above as per provisions of the trust deed executed with the sponsor and shall assume the duties and responsibilities as described in the trust deed and other constitutive documents;

Chittagong Stock Exchange (Listing) Regulations, 2015, Trust Deed of the Fund and the rules, guidelines, circulars, orders and directions that may be issued by the Bangladesh Securities and Exchange Commission from time to time is

e) We shall also abide by the সিঞ্চিউরটিজ ও এক্সচেজ কমিশন (মিউচুয়াল ফাড) বিধিমালা, ২০০৯ and conditions imposed by the Commission as regards of the fund: and

f) We shall act to our best for the benefit and sole interests of the unit holders of the fund; For Trustee

Md. Amzad Hossain Kibria Deputy General Manager Investment Corporation of Bangladesh

Due Diligence Certificate by the Custodian চতুর্য তফসিল- (১) এর (জ) [বিধি ৪৩ (৩) দ্রন্ধীব্য] We, the under-noted custodian to the above-mentioned forthcoming mutual fund, state as follows: 1. We, while act as custodian to the above mentioned fund on behalf of the investors, shall comply with the সিকিউরিটিজ ও এক্সচঙ্গ কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০৯, Depository Act, 1999, Depository Regulation, 2000, Depository (User) Regulation, 2003, Trust Deed of the Fund and the rules, guidelines, circulars, orders and directions that may be issued

WE CONFIRM THATa) we will keep all the securities (both listed and unlisted) and Assets of the "IDLC AML Shariah Fund" including FDR receipts in safe and separate custody as per wewa 41 of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফাড) বিধিমালা, ২০০৯ and will provide highest security for the assets of the Fund; b) we shall act as custodian of the fund as mentioned above as per provisions of the custodian agreement executed with

the asset management company and shall assume the duties and responsibilities as described in the trust deed of the mentioned fund and other constitutive documents; c) we shall also abide by the সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০৯ and conditions imposed by the

Commission as regards of the fund; and d) we shall act to our best for the benefit and sole interests of the unit holders of the fund; For Custodian

by the Bangladesh Securities and Exchange Commission from time to time in this respect.

Tareq Refat Ullah Khan Head of Corporate Banking

চতুর্য তফসিল- (১) এর (জ) [বিধি ৪০ (৩) দুষ্টব্য] The Honourable Chairman Bangladesh Securities & Exchange Commission

We, the Asset Manager of the above-mentioned forthcoming mutual fund, state as follows: 1. We, as the Asset Manager of the above-mentioned mutual fund, declare and certify that the information provided in

Due Diligence Certificate by the Asset Manager

the prospectus, is complete and true in all aspects; 2. We further certify that we shall inform the Bangladesh Securities & Commission immediately of any change in the

information of the fund; and 3. We warrant that we shall comply with the Securities and Exchange Ordinance, 1969, Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001, Bangladesh Securities & Exchange Commission (Public Issue) Rules, 2015, Trust Deed of the mutual fund, Dhaka Stock Exchange (Listing) Regulations, 2015, Chittagong Stock Exchange Commission (Listing) Regulations, 2015 and the rules, orders, guidelines, circulars, directives, notifications and circulars that may be

issued by the Bangladesh Securities & Exchange Commission from time to time in this respect. WE CONFIRM THAT:

decision for the investment in the mutual fund. Rajib Kumar Dey Managing Director

CHAPTER 2: BACKGROUND

IDLC Asset Management Ltd.

2.1 Preamble to the formation of IDLC AML Shariah Fund

the fund in securities like stocks, bonds, money market instruments and other securities. Mutual funds are the most cos effective way to diversify the investment portfolio across different asset categories. Moreover, mutual funds offer professiona money management expertise at a reasonable cost. Especially in a developing country like Bangladesh where mass people are The origin of mutual funds are often cited to be traced in Europe back in 19th century. By the time mutual fund industry grev enormously with innovation of different investment strategies catering the need of different types of investors.

Mutual fund was first introduced by Investment Corporation of Bangladesh (ICB), a public sector financial institution. in 1980

and 9 open end mutual funds offering Shariah based investment opportunity

The global Asset under Management (AUM) stood at USD 69.1 trillion in 2016 according to a report of BCG (Boston Consulting Group). Total AUM in Bangladesh is approximately BDT 141.1 bn as on April 2019, while it is approximately Rs. 23,795.8 bn in India as of March 2019. AUM to GDP ratio in Bangladesh is only 0.8%, while it is 13.7% in India and 87.7% in USA. So, there is

I. IDLC Asset Management Limited through its proper corporate governance culture will ensure proper compliance with II. IDLC AML Shariah Fund will strictly adhere to the Shariah principles in making investment decisions and distributing the

III. The fund will maintain a diversified portfolio through adequate professional knowledge which will reduce individual investment risk that would have been otherwise difficult through direct investment

VII. Mutual funds enjoy 10% reserved quota in Initial Public Offerings (IPOs) under the current rules provided by BSEC,

.4 Tax Advantages nvestment in this Fund by individual investors will enjoy tax exemption benefit under Section 44(2) of the Income tax

vestment in mutual funds. However, investors in mutual funds are entitled to the following tax benefits under the current ax policies: 1. Tax advantage on Income:

rdinance, 1984. Country's Finance Act and Government's tax policies will always determine the tax benefits from

Income from a mutual fund or a unit fund up to BDT 25,000.00 (Twenty Five Thousand Taka only) is exempted from tax as per clause 22A of 6th Schedule (Part A) under Income Tax Ordinance, 1984.

2. Investment Tax Credit: According to the Section 44(2)(c) under Income Tax Ordinance, 1984, the amount of allowable investment is actual

investment or 25% of total taxable income or BDT 1,50,00,000.00 (One crore & Fifty Lac Taka only), whichever is lower. According to the Section 44(2) (b) under Income Tax Ordinance, 1984, the tax rebate rate is from 15% to 10% as per

Total Taxable Income	Rate of Tax Rebate
Up to BDT 15,00,000.00	15% of eligible amount
More than BDT 15,00,000.00	10% of eligible amount

n individual's annual taxable income is BDT 50,00,000.00 (Fifty Lac Taka only) and actual investment is BDT 20,00,000.00 wenty Lac Taka only). His eligible investment for tax rebate will be the lowest amount of the following figures: i. Actual Investment: BDT 20.00.000.00

ii. 25% of total taxable income: BDT 12,50,000.00 (25% x BDT 50,00,000.00)

iii. Maximum eligible investment: BDT 1,50,00,000.00

ndividual will be BDT 1.25.000.00 (10% x BDT 12.50.000.00).

onsidering the above three figures, the eligible investment will be BDT 12,50,000.00 (Twelve Lac Fifty Thousand Taka only). As his annual taxable income is above BDT 15,00,000.00 (Fifteen Lac Taka only), so the total tax rebate for the

he investor can reduce his tax liability of BDT 1,25,000.00 (One Lac Twenty Five Thousand Taka only) by investing in the

THIS IS A SIMPLE ILLUSTRATION. THE AMOUNT CAN VARY AND WILL DEPEND ON INDIVIDUAL

CIRCUMSTANCES. ALSO, PLEASE NOTE THAT THE TAX REBATES MAY CHANGE AS PER GOVERNMENT'S DECISION IN ANY YEAR. INVESTORS ARE ADVISED TO CONSULT WITH THE TAX ADVISOR, IF REQUIRED.

CHAPTER 3: IDLC ASSET MANAGEMENT SHARIAH FUND

vas registered by the BSEC on May 23, 2019 under the সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচুয়োল ফাড) বিধিমালা, ২০০১.

3.1 Formation of the Fund

The Trust Deed of the Fund was registered on April 23, 2019 under the Trust Act, 1882 and Registration Act, 1908 through a

following schedule:

xample:

3.2 Life of the Fund The Fund will be an open-end mutual fund with a perpetual life established to broaden the base of investment and develop

Frust Deed entered into between IDLC Asset Management Ltd. and Investment Corporation of Bangladesh (ICB). The Fund

he capital market. Institutional, local and foreign, and individual investors, resident and non-resident, are eligible to invest this Fund.

.3 Size, Face Value and Deno

Crore) units of BDT 10.00 (Ten Taka) each. Size of the Fund will be increased from time to time by the Asset Manager

. The initial target size of the Fund will be BDT 500,000,000.00 (Fifty Crore Taka only) divided into 50,000,000 (Five

thousand) units for institutions

 Face value of each Unit will be BDT 10.00 (Ten Taka only). . Initially, unit holders of the Fund shall be issued with a Confirmation of Unit Allocation letter by the Asset Manager at the cost of the Fund in any denomination but not less than 500 (five hundred) units for individuals and 5,000 (five

o generate profit by investing in a portfolio of Shariah compliant securities, vetted by the Shariah Advisory Board. The fund ntends to deliver the profit among the investors in the form of dividend as well as capital appreciation, strictly adhering to

subject to approval of the Trustee and with due intimation to the BSEC.

he Shariah principles. .5 Some important policies regarding investment and operation of the Fund

The Fund shall invest subject to the বিধিমালা and only in those securities, deposits and investments approved by the Bangladesh Securities and Exchange Commission and/or the Bangladesh Bank and/or the Insurance Development and Regulatory Authority (IDRA) of Bangladesh or any other competent authority in this iscipline

Investment The Fund shall not invest:

ner rung shall not INVEST.

Less than 60% (sixty percent) of the total assets in capital market instruments out of which at least 50% (fifty percent) shall be invested in listed securities.

more than 25% (twenty five percent) of the total assets in shares, debentures or other securities in any one industry.

nore than 20% (twenty percent) of the total assets in shares, debentures or other securities of a single

company or group. more than 15% (fifteen percent) of the total asset in Pre-IPOs at one time. more than 15% (fifteen percent) of any company's total paid up capital. more than 10% (ten percent) of the total asset in any one particular company

All money collected under the Fund shall be invested only in encashable / transferable instruments, securities whether in money market or capital market or privately placed Pre-IPO equity shares, preference shares, debentures or securitized debts. The Mutual Fund shall get the securities purchased or transferred in the name of the Fund. nvestment

Transferred in the name of the Fund.

The Fund shall not invest in or lend to another Scheme under the same Asset Management Company
The Fund shall not acquire any Asset out of Trust property, which involves the assumption of any liability that is unlimited or shall result in encumbrance of the Trust Property in any way.

The Fund or the Asset Management Company on behalf of the Fund shall not give or guarantee term loans for any purpose or take up any activity in contravention of the anglement.

The Fund can transfer investment from one scheme to another if —
the transfer of listed securities is made in current market price through spot market
the investment objective of the scheme (which receives the securities)matches with the transferred securities

The Fund shall buy and sell securities on the basis of deliveries and shall, in all cases of purchases, take delivery of securities and in all cases of sale, deliver the securities on the respective settlement dates as per the custom and practice of the stock exchanges and shall in no case put itself in a position whereby it has to make short sale or carry forward transaction.

The Fund shall not take any loan for investment purpose.

The Fund shall not take any loan for investment purpose. Only the Asset Management Company will make the investment decisions and place orders for securities to be purchased or sold for the Scheme's portfolio. Investment

.6 Shariah Screening Policies and Guidelines

part from following the regulatory guideline for investment, the Fund will strictly follow the Shariah based screening olicies and guidelines as described below: 3.6.1 Business Activities Based Screening he basic business of the investee company should be in consistence with the Shariah Law. Although no universal consensus

Investment

xists among contemporary Shariah scholars on the prohibition of companies, most Shariah Boards have advised against vestment in companies involved in the activities of: 1. Advertising and Media (newspapers are allowed, sub-industries are analyzed individually)

2. Alcohol 3. Embryonic or stem cell research and cloning

4. Financials (Conventional Banks, Insurance and Leasing/Finance Companies) 5. Gambling

6. Pork 7. Pornography

9. Trading of gold and silver as cash on deferred basis During the selection process, each company's audited annual report is reviewed to ensure that the company is not involved

Leverage Compliance:

any Shariah non-compliant activities. Those that are found to be non-compliant are screened out. The above industries re not considered Islamic and would not be appropriate for investment for observant Muslims

After removing companies with non-compliant business activities, the rest of the companies are examined for compliance in ancial ratios, as certain ratios may violate compliance measurements. Three areas of focus are leverage, cash, and the

hare of revenues derived from non-compliant activities. All of these are subject to evaluation on an ongoing basis

Cash Compliance:

i. Accounts Receivables / Market value of Equity (36 month average) < 49 %; ii. (Cash + Interest Bearing Securities) / Market value of Equity (36 month average) <33%; Revenue Share from Non-Compliant Activities. In certain cases, revenues from noncompliant activities are permissible

if they comply with the following threshold: (Non-Permissible Income other than Interest Income) / Revenue < 5% .6.3 Other Shariah Compliant Instruments

The Fund may also invest in other Shariah Compliant instruments as and when they are available for investment,

In particular Term Certificates, Mudaraba Certificates, Musharika, Murabaha Term Finance Certificates and all other asset backed securities;

In contracts, securities or instruments of companies, organizations and establishments issued on the principles of Bai Mu'ajial, Baj' Salam, Istisna'a, Mudaraba, Murabaha and Musharika-

In the form of Riba-free cash deposits with Islamic Banks or financial institutions with the object of maintaining sufficient liquidity to meet the day-to-day requirement and to take advantage of suitable investment opportunities as and when they arise-

In other instruments that may be allowed and confirmed as Shariah Compliant by the Fund's Shariah Advisory Board 7 Valuation policy

s per section 58 of the সিক্উরিটিজ ও এক্সচঞ্জ কমিশন (মিউচ্নুয়াল ফাড) বিধিমালা, ২০০১, the fund shall fix the valuation method for ne Scheme subject to the prior approval of the Commission. The investment valuation policy of the Fund will be as follows

Others

Net Asset Value (NAV) calculation:

3.8 Limitation of Expenses

collected amount raised under the Fund.

All expenses should be clearly identified and appropriated to the Fund.

For listed securities, the average quoted closing price on the stock exchanges on the date of valuation shall form the basis of any calculation of Net Asset Value of such securities in the portfolio of the Fund.

 For Listed Securities not traded in the Stock Exchanges on the particular valuing date, immediate previous average quoted closing price, which one is nearer but no longer than one month, to the valuing date will be For Listed Securities not traded within previous one month will be made based on their reasonable value by the Asset Management Company and approved by the Trustee and commented upon by the Auditor in the Annual Report of the Scheme of the Mutual Fund but shall not be more than the intrinsic value of the

• The Fund shall follow the method approved by the Commission for valuation of the non-listed investment, if any, and the Asset Management Company and the Trustee shall periodically review the non-listed investment, if any. The auditors shall comment on such investment in the annual report of the Scheme of the Non-listed

■ The Asset Management Company and the Trustee will value the non-listed securities at least once in every three months.

Once non-listed securities are valued, the valued amount will be considered for purpose of valuing the Fund's assets in any interval of time until the securities are further revalued by the Asset Management Company.

 For securitized debts, debentures, margin or fixed deposits, the accrued interest on such instruments on the
date of valuation shall be taken into account in any calculation of Net Asset Value of such securities in the portfolio of the Fund.

In case of deferred expenses, accrued expenses for the period will be taken into account for determining

he Fund intends to determine its NAV per unit on the last business day of each week by dividing the value of the net asset of the Fund (the value of total assets less total liabilities as per Rule 60 of the সিকিউরিটিজ ও এক্সচজ কমিশন (মিউচ্যয়াল ফাড) মোলা, ২০০১) by the total number of outstanding units. The Fund will use the following formula to derive the NAV per

Total NAV = VA - LT IAV per unit = Total NAV / No. of outstanding units

VA = Value of all securities in vault + Value of all securities placed in lien + Cash in hand and at bank + Value of all securities receivables + Receivables of proceeds of sale of investments + Dividend receivables net of tax + Interest receivables net of

The Asset Management Company may charge Fund for Investment Management and Advisory fees as per th

tax + Issue expenses amortized as on date + Printing, publication and stationery expenses amortized as on date L_T = Value of all securities payable + Payable against purchase of investments + Payable as brokerage and custodial charges + Payable as Trustee fees + 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

সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচ্যয়াল ফাড) বিধিমালা, ২০০১. The Asset Management Company may amortize the initial issue costs of the Fund over a period of 7 (seven) years on a straight line method provided that initial issue expenses/Initial Public Offering (IPO) costs shall not exceed 5% of the

asset selection process is ensuring the Shariah compliance of the potential investment. Later on, investment selection process would be driven by IDLC AML's investment philosophy, with each alternative passing intense scrutiny considering all identifiable internal and external factors affecting the return potential. Shariah Screening Methodology: Each investment opportunity will be thoroughly examined and scrutinized to ensure that it meets all the criteria of Shariah compliance. IDLC AML Shariah Fund will subscribe to DSEX Shariah Index (DSES) which will provide the list of Shariah compliant listed companies on monthly interval. DSES utilizes the Shariah screening methodology and processes employed by S&P Shariah Family of Indices with collaboration of Rating Intelligence Partners,

a London/Kuwait based consulting company. The Shariah screening methodologies involve business based screening and accounting based screening which have been articulated in section 3.6 of this prospectus

Figure 1: Shariah Screening Methodology

IV. In addition to the fees mentioned hereinabove, the Asset Management Company may charge the Scheme of the Fund

a. Marketing and selling expenses including commissions of the selling agents, if any;

with the following recurring expenses, namely:

b. Brokerage and Transaction costs;

f. Dematerialization fees and others if any:

i. Other expenses applicable to the Mutual Fund.

d. Trusteeship fees;

g. Re-registration fees, if any.

e. Custodian fees:

3.9 Price Fixation Policy

3.10 Sale & Repurchase Procedure

are originally purchased.

the trustee.

holder's BO A/C.

3.11 Winding up Policy

all over Bangladesh.

3.11.3 Effect of Winding Up

4.1 Asset Allocation:

Type of Instruments

the regulatory authority.

Bangladesh are as follows:

Shariah compliant growth assets Shariah compliant income generating assets

the mandate, if situation demands such.

the decision for winding up was taken.

Cease to carry on any business activities of the open-end fund:

ensure consistency in dividend disbursement for each year.

provision will be incorporated in the notes of accounts.

CHAPTER 4: INVESTMENT MANAGEMENT PROCESS

assets and Shariah compliant income generating assets.

assets and high dividend yielding Shariah compliant stocks.

distribution of return to the investors to ensure Shariah compliance throughout the process.

growth assets will be comprised of Shariah compliant equity securities predominantly.

The asset allocation of the portfolio of IDLC AML Shariah Fund will be as follows

Following is a summary of different types of Shariah compliant assets:

schemes in Shariah compliant financial institutions.

all the listed stocks that pass through the rule based screens for Shariah compliance.

Cease to create and cancel units of the open-end fund;

Cease to issue and redeem units of the open-end fund

provision for bad and doubtful investments

• For individual investors:

for the total value of units.

(five) working days as per investor's request.

Allocation" representing the balance of his / her / its unit holding.

25% of the actual units issued, the Fund will be subject to wound up.

the Commission, requires the Scheme to be wound up.

c. Cost of registrar services for transfer of securities sold or redeemed-

h. Relevant expenditure for calling meeting by the trustee committee; and

Company or the Trustee shall be charged to the open-end Mutual Fund.

Investment Plan or any other ground with the approval of the trustee.

Minimum purchase amount during public subscription is -

V The expenses referred to hereinabove and any other fees payable or reimbursable to the Asset Management

After completion of initial subscription, the Fund will be made open to the investors for regular buy-sale of Units. The date

of re-opening shall be declared by the asset manager upon approval of the Trustee and with due intimation to the BSEC.

The asset manager shall calculate the Net Asset Value (NAV) per unit on the last working day of every week as per formula

prescribed in the বিধিমালা and shall disclose sales price and repurchase/surrender price per unit determined on the basis of

NAV before commencement of business operation of the first working day of the following week to the Commission and to

the investors through at least one national daily, the website of the asset management company and the authorized selling

The difference between sales price and repurchase price will be decided by the Asset Management Company and shall not

The Units of IDLC AML Shariah 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

BDT 5,000.00 (Five Thousand Taka) against 500 units

The minimum subscription amount for the individual or institution may change in the future upon due approval from

BEFTN / RTGS / IBFT or any other process as approved by the regulatory authority in favor of 'IDLC AML Shariah Fund'

Application for purchase of units should be accompanied by an account payee cheque / pay order / bank draft /

After clearance / encashment of the cheque / pay order / bank draft / BEFTN / RTGS / IBFT or any other process as

approved by the regulatory authority, the applicant will be issued with a "Confirmation of Unit Allocation" against

every purchase of units he / she / the institutional investor applies for; the units will also be delivered to the Unit

After receiving the surrender application form at the AMC's office, the cheque / BEFTN will be paid / made within 5

Partial surrender (fraction of total units held under a Unit Allocation Confirmation) is allowed without any additional

cost subject to minimum surrender quantity is 500 (Five Hundred) units for individuals and 5,000 (Five Thousand)

The redemption shall be made on first come first serve basis. If the redemption request on a particular day exceeds

maximum period of 7 (seven) working days. The Asset Manager shall proceed to sell adequate assets and / or arrange loan as it deems fit to pay the surrender money within the stipulated time in the best interest of the unit-holders

If the total number of outstanding units held by the unit holders after repurchase at any point of time falls below

The Fund may be wound up on the happening of any event, which, in the opinion of the Trustee with approval from

IV. Where a Scheme is to be wound up in pursuance to the above, the Trustee and the Asset Management Company

shall give simultaneously separate notice of the circumstances leading to the winding up of the Scheme to the

Commission. If the winding up is permitted by the Commission, the Trustee and Asset Management Company shall

publish the notice of winding up in two national daily newspapers including a Bangla newspaper having circulation

The Trustee shall call a meeting within 30 days from the notice date of the unit holders of the Scheme to conside

and pass necessary resolutions by three-fourth majority of the unit holders present and voting at the meeting for

The Trustee shall dispose of the assets of the Scheme of the Fund in the best interest of the unit holders provided

authorizing the trustee to take steps for winding up of the Scheme. Voting rights shall be the same as clause 7.4.1 of

the prospectus. If it fails to have three-fourth majority mandate, the Commission shall have the power to supersede

that the proceeds of sale made in pursuance of the wmwKDwiwUR I G ‡PÄ Kwgkb (wgDPz qvj dvÛ) wewagvjv, 2001,

shall in the first instance be utilized towards discharge of such liabilities as are properly due under the Scheme and

after making appropriate provision for meeting the expenses connected with such winding up, the balance shall be paid to the unit holders in proportion to their respective interest in the assets of the Scheme as on the date when

III. Within 30 (thirty) days from the completion of the winding up, the Trustee shall forward to the Commission and the unit holders a report on the winding up containing particulars, such as circumstances leading to the winding up, the steps taken for disposal of assets of the Scheme before winding up, expenses of the Fund for winding up, net assets available for distribution to the unit holders and a certificate from the auditors of the Scheme of the Fund.

On and from the date of the notice of the winding up of the Fund, the Trustee or the Asset Management Company, as the

The Fund shall distribute minimum 70% (seventy percent), or as may be determined by the wewagyjy from

time to time, of the annual net profit of the Fund as dividend at the end of each accounting year after making

iii. The Fund may create a dividend equalization reserve by suitable appropriation from the income of the Scheme to

Before declaration of dividend, the Asset Management Company shall make a provision in consultation with the

Auditor if market value of investments goes below the acquisition cost and the method of calculation of this

vi. The Asset Management Company will dispatch the Dividend warrants, at the expense of the Fund, within 45 days

vii. Before registration for transfer of ownership, a transferee shall not possess the right to any dividend declared.

viii. There will be a Cumulative Investment Plan (CIP) scheme in this Unit Fund. Under this scheme, a unit holder instead

IDLC AML aims to offer a 100% percent Shariah complaint investment solution for investors through IDLC AML Shariah Fund

The Fund will generate profit for investors in the form of dividend as well as capital appreciation by strictly adhering to the

Shariah principles. In order to fulfill the investment objective, the asset manager would adjust the portfolio on a continuous

basis by identifying the allowable investment opportunities and risks through rigorous economic, market, sector and scrip

level analysis. Shariah Investment Guideline will be strictly followed in each step, starting from asset selection process to

As the objective of the Fund is to generate "Halai" return as per the law of Shariah, the investments will be strictly limited to

Shariah compliant assets only. Investments will be broadly divided into following two categories: Shariah compliant growth

Shariah compliant growth assets: The assets that are expected to generate capital gains through price appreciation. The

Shariah compliant income generating assets: The assets that generate income on regular basis e.g. Sukuk, Islamic liquiq

to achieve greater risk adjusted return within the investment scope allowed as per Shariah guideline and limitations set by

i. Equity: A stock or any other security representing an ownership interest is called equity. Equity investments available in

■ Listed Equities: Listed equities are those companies whose shares are traded on stock exchanges. Listed equities are

more liquid in nature. DSEX Shariah Index (DSES) serves as a Shariah Compliant broad market benchmark which includes

of such investment is to capture the capital gain potential of a company which has enormous growth opportunity ahead.

■ Pre-IPOs and IPOs: Mutual Funds can make investment in Pre-IPO companies which are approved by BSEC. The purpose

Mutual funds also has been allotted a fixed quota of 10% to invest in IPOs. Only the Pre-IPO and IPO investments that

complies with Islamic religious law. Since traditional interest-bearing bonds are not permissible in Islam, Sukuk is an

asset in the investment. There is no Sukuk available for investment in Bangladesh as of now. However, Bangladesh

iii. Term Deposits in Islamic Financial Institutions: Investment can be made in the form of Mudaraba or Musharaka deposit

IDLC AML Shariah Fund is positioned to cater the investment need of the investors who aim to earn risk adjusted return

according to the Shariah law. The Fund will invest mostly in Shariah compliant assets with long-term growth potential that will yield capital gain. The Fund will also invest in Shariah compliant income generating assets which provide regular income.

Based on market condition, the Fund will alter the exposure between these asset classes. The first and foremost step in the

alternative way of Shariah compliant investment which offers profits instead of interest, generally involving a tangible

meet the eligibility criteria according to the Shariah Investment Guideline will be considered for investment

Government is working to launch Sukuk. Draft rules in this regard has already been published.

ii. Sukuk: Sukuk is an Islamic financial certificate, which are commonly referred to as "Shariah Compliant Bond" that

Normal Allocation (% of Net Assets) Normal Deviation

±20.0%

40.0%

of receiving dividend may reinvest such dividend income accrued for purchasing Unit at a rate determined by IDLC

from the declaration of such dividend and submit a statement within next 7 (seven) days to the Commission, Trustee

The accounting year of the Fund shall be July 01 to June 30 or as determined by the Commission

Surpluses arising simply from the valuation of investments shall not be available for dividend

The Scheme may also be wound up if the Commission so directs in the interest of the unit holders.

units for institutions. Upon partial surrender, the unit-holder will be issued with a new "Confirmation of Unit

VII. All payments/receipts in connection with or arising out of transactions in the Units shall be in Bangladeshi Taka.

 $1\% \ of \ the \ outstanding \ unit, \ the \ Asset \ Manager \ may \ differ, \ if \ required, \ the \ redemption \ request \ over \ 1\% \ for \ a$

agents of the Fund. In case of holidays, the Asset Management Company shall notify the same on the next working day.

be more than 5.0% of the sales price per unit. The Asset Manager may reduce the above difference to Systematic

• For institutional investors: BDT 50,000.00 (Fifty Thousand Taka) against 5000 units

The Shariah Advisory Board will confirm that all the investments of IDLC AML Shariah Fund are made in accordance with

the Shariah law. Accordingly, the board will issue a certificate in this regard annually, vetting the Shariah compliance of the

■ Investment Philosophy: IDLC AML strongly believes that good corporate governance and adequate management capacity are the preconditions for any good investment. This is the investment philosophy that IDLC AML would adhere to before making any kind of investment decision. IDLC AML will follow their internal investment philosophy while analyzing different asset classes for identifying inv opportunities after the Shariah based screening.

Corporate governance is defined as-The system of rules, practices and processes by which a company is directed and controlled. It instills policies and rules for maintaining the cohesiveness of an organization. Good corporate governance ensures transparency, accountability and compliance within the organization Capacity of management refers to-

The ability of management to run a business successfully. IDLC AML believes that the management of the company should have the required strategic and technical abilities to help the company achieve its goals. ■ Investment Analysis of Equity: While selecting an equity for investment, a thorough analysis will be conducted includin

the economic factors, industry specific factors, and business specific factors. The analysis can be a 'top-down' approach which will start from addressing the current economic conditions, identifying the industries with future growth potent and finally selecting the appropriate company within the industry for investment based on company specific factors.

The alternative approach can be 'bottom-up' which will start identifying a specific company with positive business specific

attributes and then looking for favorable industry specific and economic factors for further investment decision support.

Thorough analysis of the company fundamentals helps identify long-term investment prospect. IDLC AML will nurture the

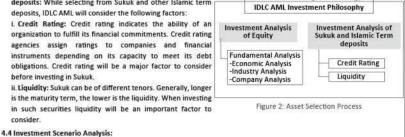
following investment selection process for equities: Economic Analysis- Economic indicators like GDP growth, per capita income, per capita consumption etc. helps to understand the dynamics of an economy and growth potential of businesses. Industry Analysis- Industry analysis helps to understand the market share of companies, the degree of concentration and competition within the industry and growth prospects of the industry. Company Analysis- Business dynamics like product demand, revenue growth, margins, net profits, dividends, debt

burden, asset quality, corporate governance, management capacity etc. all these factors will be considered for a detailed Accumulating all the information and using subjective judgment based on own knowledge, analysts will forecast future

earnings of a company. Finally the most suitable valuation method will be used to find out the intrinsic value of a company which will ultimately indicate the return potential from that investment within a specified time period.

IDLC AML Shariah Fund will also consider investing in Pre-IPO companies with a solid business model depicting an

appealing growth story in future. Investing in Pre-IPOs also comes with some risk factors in terms of discovering the appropriate value and liquidity at the time of sale. However, such companies offer easier access to management and greater availability of detailed financial information compared to the listed companies. Equipped with an efficient research team and prudent investment committee, IDLCAML believes to rightly identify a potential business model and well balance the return and risk of the Funds' portfolio through such investment ■ Investment Analysis of Sukuk and other Islamic term Shariah Screening Methodology deposits: While selecting from Sukuk and other Islamic term IDLC AML Investment Philosophy deposits, IDLC AML will consider the following factors: i. Credit Rating: Credit rating indicates the ability of an



Bangladesh, the Fund has to look for growth opportunities mostly in equities. Nonetheless, continuous monitoring of asset allocation is necessary as the Fund will take position in income generating assets, whenever necessary, to maintain a buffer

or there can be Bull Run or Bear Run in the market.

exists if market indices rise at least 15%.

when the market is in down trend.

scenario. Under normal scenario with stable index, the normal allocation between growth assets and income generating assets of IDLC AML Shariah Fund will be 60% and 40% respectively. However, the allocation may vary within ±20% band depending on the changing market conditions. Below is a simplified depiction of the changes in portfolio composition for illustration purpose. In reality the changes are much more dynamic and complex. Volatile market scenario

The portfolio composition of the fund will change relative to the changing conditions of the market. The market can be stable

A bull market is a period of several months or years during which asset prices consistently rise. One common measure is that

a bull market exists when at least 80% of all stock prices rise over an extended period. Another measure is that a bull market

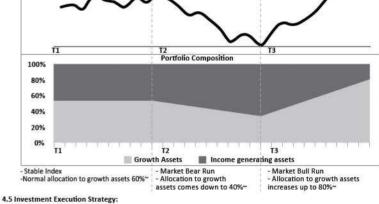
By nature the IDLC AML Shariah Fund will invest in Shariah compliant growth assets predominantly. As there is no Sukuk in

The portfolio of growth assets and income generating assets would be managed as per the changing conditions of market

During Bull Run, prices go up resulting in capital gain. Therefore, IDLC AML would reshuffle the portfolio composition giving greater weight to the assets with capital appreciation potential. A bear market is a condition in which securities prices fall and widespread pessimism causes the stock market's downward spiral to be self-sustaining. Investors anticipate losses as pessimism and selling increases. Although figures vary, a downturn of 20% or more from a peak in multiple broad market indexes, over a two-month period is considered an entry into a bear

market. During Bear Run, securities face price correction and thus limiting the return opportunities through capital appreciation. In that case income generating securities would become more attractive investment choice and IDLC AML would reshuffle the

portfolio accordingly. Index



investment analysis there are number of factors that IDLC AML would consider for the execution of investment decision. ■ Momentum: Momentum is the rate of acceleration of price or volumes. While investing in listed security, momentum of

that particular security is an important issue to consider for triggering buying and selling act. ■ Market Sensitivity: Some securities are highly sensitive to the market movement reflecting a higher beta. Such cohesiveness needs to be identified for minimizing risks. ■ Margin of Safety: Margin of safety is a principle of investing in which a security is purchased when the market price is

To execute the investment decision at the right time is of utmost importance for achieving the desired return. After thorough

significantly below its intrinsic value. This difference allows an investment to be made with minimal downside risk. For example, if an investor pays BDT 9.00 for a security that he believes to be worth BDT 10.00 his margin of safety is [1-(9/10)]= 10.00%. The more is the margin of safety, the less is the downside risk. ■ Liquidity: When investing in a comparatively illiquid security, proper caution will be taken so that price of the security does

shares per day and the fund aims to buy or sell around 100,000 shares of that security it would be very difficult and price of that security will move sharply hampering the targeted return from that investment. ■ Change in Fundamentals: Once the fund invested in a particular security, that security will be continuously monitored looking for change in the fundamentals on which the investment decision was made at the first instance and act

tential For exa

■ Portfolio Rebalancing: IDLC AML will be flexible and vigilant enough to look for other investment alternatives with higher

investments are made as per the Regulatory/internal guidelines, Scheme investment objectives and in the best interest of

ple, if the average volume of a security traded is 1,000

return potential and reshuffling the portfolio accordingly, by selling existing assets and buying new assets within the capacity allowed by BSEC. 4.6 Procedure followed for Investment Decision: ■ IDLC AML has engaged sector specific fund managers who will evaluate and recommend Shariah compliant investment

opportunities in each sector. ■ The investment decisions recommended by fund managers will subject to the final approval of Investment Committee (IC

■ IDLC AML has an Internal Investment Committee comprising of the Managing Director, Portfolio Managers and the Investment Analyst who meet at periodic intervals. The Investment Committee, at its meetings, reviews the performance

of the schemes and general market outlook and formulates broad investment strategy. ■ The Managing Director who chairs the Investment Committee Meetings guides the deliberations at Investment Committee. He/She, on an ongoing basis, reviews the portfolios of the schemes and gives directions to the Portfolio Manager, where considered necessary. It is the ultimate responsibility of the Portfolio Manager to ensure that the

accordingly.

the unit holders of the respective schemes. ■ The Managing Director makes a presentation to the Board of AMC at each of its meetings indicating the performance of the schemes. The performance of the schemes is reviewed by the Board with reference to the appropriate benchmarks as also the performance of the schemes of the competition. ■ The Managing Director brings to the notice of the Board specific factors, if any, which are impacting the performance of In response to changing economic and industry dynamics IDLC AML may adjust the asset allocation of the portfolio in order

any individual scheme. The Board on consideration of all relevant factors may, if necessary, give directions to AMC. ■ Similarly, the performance of the schemes is submitted to the Trustees. The Managing Director explains to the Trustees the details on Schemes' performance.

Shariah Investment Guideline not only sets the criteria of Shariah compliance for investment, it also ensures that the profit distributed to the investors is also completely pure in terms of Shariah Law. Given the complexity of the current financial market, Islamic Scholars acknowledge that there could be a chance of impure income, probably a very little portion, blended

investors.

in the total income of a business. Accordingly, they articulated the way to cleanse the final profit to be distributed among the Purification is that cleansing process which removes any impure returns that is not permissible under Shariah Law and dispose of the non-permissible portion through donation to charitable organizations

Dividend Purification (DP) ratio on a monthly basis along with the investment universe. IDLC AML will use the DP ratio to purify the dividend received from companies by using the following formula: Purification amount = DP ratio * Cash Dividend The whole investment management process is reviewed, monitored and vetted by **Shariah Advisory Board**

For purification, IDLC AML will use the purification ratio provided by DSEX Shariah Index (DSES), DSES provides company-wise



performance of the Sponsor and their affiliates / AMC does not guarantee future performance of the Scheme. The

name of the Scheme does not in any manner indicate either the quality of the Scheme or its future prospects and returns. Investing in the IDLC AML Shariah Fund involves some general risks and some scheme specific risks that investors should carefully consider before investing in the Fund. General Risk Factors: I. Due to the fluctuation of the price / value / income of the securities in which Scheme invests, the value of investment in the Scheme may go up or down depending on the various factors and forces affecting the

capital markets.

II. Government policy and tax laws may change, affecting the return on investments of the fund, which may eventually affect the NAV and return of the Units. III. Large number of redemption requests, may lead to an asset-liability mismatch and therefore may require the investment manager to make a quick sale of the securities leading to realignment of the portfolio and consequently resulting in investment in lower yield instruments. IV. Delays or other problems in settlement of transactions could result in temporary periods when the assets of the Scheme remain idle and no return is earned thereon. The inability of the Scheme to make intended securities purchases and sales, due to settlement problems, could cause the Scheme to miss certain investment opportunities. Risk factors associated with investing in equities and equity related instruments: . As the major portion of the fund will be allotted to growth assets, the risk is also high in this case. Generally, the future growth prospect of a company depends on multiple factors, some of which are beyond the level of management capacity. So, if one or some of these factors go unfavorable, it is possible that the company may not be able to deliver the expected growth. Equity shares and equity related instruments are volatile and prone to price fluctuations on a daily basis. III. Securities, which are not listed on the stock exchanges, are illiquid in nature and entails higher liquidity risk, in comparison to securities that are listed on the exchanges. IV. While securities that are listed on the stock exchange carry lower liquidity risk, the ability to sell these investments is limited by the overall trading volume on the stock exchanges. V. Despite careful investment selection of companies in the Fund, if the companies fail to provide the expected idend or fail to disburse the dividends declared in a timely manner, this will impact the income of the Fund and the overall return of the Fund.

5.2 Risk Scale DLC AML introduces "Risk Scale" which is a graphical representation of the riskiness of the scheme. "Risk Scale" will indicate

ow much risk an investor needs to assume when investing in the product. There are five scales of risk on "Risk Scale".

anging from low to high. IDLC AML has categorized "IDLC AML Shariah Fund" as high on the "Risk Scale" primarily due to:

● The Fund will invest 60% of the Net Assets within ±20% band in Shariah compliant growth assets which will be equities

predominantly with higher growth prospect in future. In cases, 80% of the Net Assets can be invested in Shariah compliant

As per Shariah law, the Fund cannot invest in fixed income securities like FDR, conventional bonds etc. Accordingly, the

.4 Who To Invest

Principal at low risk Moderately Low Principal at moderately low risk Moderately High Principal at moderately high risk Principal at high risk High 5.3 Risk Control Mechanism As the objective of IDLC AML Shariah Fund is to generate greater risk adjusted return through investment in the most Shariah compliant way, the Fund will be managed strictly following the Shariah Law. Guaranteed return schemes are

rohibited in Islam. As per Shariah, investors have to accept both profit and loss against their investment. As a result, the

vestors of Shariah fund will have to assume the risk of making loss as well. Accordingly, majority of the investment would

e made in Equities which is risky in nature. Moreover, IDLC Shariah Fund will have more exposure in growth assets, it also

horough knowledge about the downside risks of investment securities and would analyze all the publicly available data to

iscover the actual risk adjusted return of the securities. Apart from a well-qualified fund management team, there will be

IDLC AML's internal investment philosophy, which prioritizes good governance and adequate management capacity in

To minimize the downside risk of an investment IDLC AML would maintain proper margin of safety during investment.

as to assume higher risk associated with growth assets. To understand all those risks requires a great deal of analysis. It is ery important for the fund manager to understand all the associated risks with the investment securities and establish roper control mechanism to minimize those risks. IDLC AML has engaged qualified investment professionals who have

olicies to check the credit risk and liquidity risk.

growth assets depending on the market situation.

investments of the Fund will be inherently more risky.

Risk Levels

Individuals seeking for Shariah compliant avenue of investment should consider investing in the Fund. Individuals should attain proper knowledge about the functioning of capital markets before applying for the units of the Fund. . Individuals who are looking for long-term capital growth and dividend payment and are comfortable with the risk associated with equity investments should consider investing in the Fund.

case of investment decision, will immune the fund from investments in poorly governed investment securities

Liquidity risk will be addressed by properly assessing the ease of convertibility of the asset into cash

- V. An individual may also consider investing in the Fund if s/he can accept variability of returns, have a high tolerance for risk and is planning to invest in the Fund over the long term. Considering other factors like the investment opportunities available in the market, return expectation, income level &
- Individuals are highly recommended to go through the full prospectus to make an informed investment decision. THE MUTUAL FUND IS NOT GUARANTEEING OR ASSURING ANY RETURNS

consumption pattern, one may put only a limited portion of his / her investment portfolio into the Fund.

- CHAPTER 6: FORMATION, MANAGEMENT AND ADMINISTRATION
- 6.1 Sponsor and Asset Manager of the Fund

5.1.1 The Company DLC Asset Management Limited (IDLC AML) will act as the Asset Manager of IDLC AML Shariah Fund. IDLC AML incorporated

nder the Companies Act 1994 vide Certificate of Incorporation No C-127068/2015 on November 19, 2015 and was awarded ith asset management license by Bangladesh Securities and Exchange Commission (BSEC) on June 07, 2016.The Company a wholly owned subsidiary of IDLC Finance Limited.

6.1.2 Board of Directors of IDLC AML

ind facilities management.

anaging mutual funds to cater to the diverse needs of investors. Besides, institutional fund management, IDLC AML also

ims at creating avenues for alternative investments through private equity and venture capital. IDLC AML aims to provide odern investment solutions with better risk adjusted return through different types of investment products catered to the emands of general investors of the country. Moreover, the company's utmost focus will be to ensure better corporate overnance and transparency within the business operation.

he principal objective of the company is to carry out the business of asset management, primarily, through launching and

Matiul Islam Nowshad, CMgr, Chartered Fellow, FCMI Mr. Matiul Islam Nowshad is the Chairman of IDLC Asset Management Ltd. He sits at IDLC AML's board as an independent director and nominated by IDLC Finance Ltd. He is working as Senior Director, Operations and Strategic Initiatives in BRAC. arlier he worked as Chief Corporate and People Officer of Robi Axiata Limited – uniquely responsible for verticals ranging om human resources, regulatory affairs, corporate affairs, legal, corporate communication, corporate social respor

sia region. His career spans nearly 3 decades with more than 18 years in strategic leadership positions either as a Chief Officer (CxO) a divisional head or a Board Director. His contributions to the profession has been recognized by CHRO Asia at he 2014 World HRD Congress as "50 Most Talented Global HR Leaders in Asia". In 2011, he was also awarded with "Best HR eader" of the year award at the World HRD Congress. His current organization, Robi Axiata Ltd. has been recognized onsecutive four times as "Best People Management Company" from 2012 to 2015 and his personal contribution duly

Mr. Nowshad is a proven leader in the field of Human Resources and Corporate Management in Bangladesh and South East

ecognized with milestone awards at the Annual Axiata Group Awards Program. He has deep understanding and hands on experience in merger and acquisition, especially successfully leading the People and Cultural Integration Stream both home nd abroad. rior to joining Robi in February 14, 2010, Nowshad served in Coats Bangladesh Ltd. from December 07, 1992 to February 13, 2010 in different capacities and as the Human Resources Director from 1999 to 2010. Prior to joining Coats Bangladesh, he

erved in Deundi Tea Company (UK) Ltd. until November 30, 1992 in various roles, Mr. Nowshad started his career with

turmah Valley Tea PLC in its elite covenanted staff cadre as a management trainee. He has a Master's Degree in Business

chartered Institute of Personnel and Development, UK. He has attended several general management, functional and

om Victoria University and is a Chartered Manager and Chartered fellow of the Chartered Management Institute. UK and

Mr. Arif Khan is the nominated Director of IDLC Asset Management Ltd. from IDLC Finance Limited. He has joined IDLC inance Limited on March 01, 2016 as CEO & Managing Director. Mr. Khan completed his Masters in Finance & Banking from University of Dhaka. He also completed his MBA, major in nance, from IBA. He is a CFA charter holder and also a Fellow member of the Institute of Cost and Management Accountants of Bangladesh (FCMA). He started his career with AB Bank Limited as Probationary Officer in 1991. Prior joining IDLC, he was he 'Commissioner' of Bangladesh Securities and Exchange Commission till January 31, 2016. He has around 25 years of

xperience, out of which around 15 years with IDLC and has experience for brief periods with Institutions like BAT, Beximco isheries & Zenith Investments Limited. While leaving IDLC Finance Ltd. in December 2010, Mr. Khan was the Deputy

Mr. Mir Tariquzzaman is the nominated Director of IDLC Asset Management Ltd. from IDLC Finance Limited. He has been in

o joining IDLC

ld. Masud K Majumder, ACA (Director)

6.1.3 Senior Management of IDLC AML

td. as Group Head of Human Resources in January 2017.

Managing Director of the Company

eadership development programs in renowned business schools.

namic IT Infrastructure of IDLC Group. He has completed Master of Business Administration (MBA) from the Institute of usiness Administration (IBA). University of Dhaka (hteruddin Mahmood (Shareholding Director) Mr. Akhteruddin Mahmood is the Shareholding Director of IDLC Asset Management Ltd. Mr. Mahmood joined IDLC Finance

le joined IDLC Finance Ltd. in April 1995 as Management Trainee. He was responsible for establishing and managing a

le has over 29 years of experience in diverse sectors. Prior to joining IDLC, he served as Head of Learning & Training - South

he role of General Manager and Chief Technology Officer of IDLC Finance Ltd. since July 2007.

sia Region for Nestlé. Mr. Mahmood started his career in Bangladesh Air Force (BAF) in 1987. He took an early retirement rom BAF as a Squadron Leader and went on to join British American Tobacco Bangladesh (BATB) in the Human Resources unction in 1998. He was placed in various roles in his career with BATB including Reward, Training, Learning & Leadership

ind Organizational Development. He served as Organizational Development & Change Manager of BAT South Asian Area ased in Islamabad, Pakistan. He moved to Nestlé Bangladesh as Director Human Resources Director in 2008 and took over he role of Head of Learning & Training of Nestlé South Asia based in its Regional Head Office in Gurgaon, India. Mr. Mahmood also worked as Director, Human Resources of local conglomerate STS Holdings Ltd. for a short period of time prior

Mr. Md Masud K Majumder is the nominated Director of IDLC Asset Management Limited from IDLC Finance Limited. He lays the role of Chief Financial Officer of IDLC Finance Ltd. le joined IDLC Finance Limited on August 30, 2006 as Manager in Accounts and Taxation Department. Prior to that, he

orked in KPMG, Rahman Rahman Huq, Chartered Accountants as audit supervisor. Mr. Majumder completed his Bachelor of Commerce (Honours) and Masters in Finance from University of Dhaka. He is an Associate Chartered Accountants (ACA) ind member of the Institute of Chartered Accountants of Bangladesh (ICAB).

Raiib Kumar Dev. Director (Ex-officio) Mr. Rajib Kumar Dey has assumed the responsibility of Managing Director of IDLC Asset Management Ltd. since January 01,

2016. He joined IDLC Finance Ltd. as a Management Trainee on February 10, 2004 and was heading the treasury department efore moving to the capital market operation of IDLC Group in July 2010 as Head of Research at IDLC Investments Ltd. From 2012, he was assigned with managing own investments of IDLC Group as Head of Proprietary Desk, Rajib has a very successful rack record of fund management during last six years and outperformed the market consistently across five years, three

ears and one year horizon. He has managed fund to the tune of BDT 470.00 cr. (Four Hundred and Seventy crore Taka). le completed Master of Business Administration (MBA) with a major in Finance from Institute of Business Administration IBA) under University of Dhaka after completing his graduation from Finance & Banking Department under University of haka. He is also enrolled under Chartered Financial Analyst (CFA) program of CFA Institute, USA and passed level II.

Rajib Kumar Dey (Managing Director) Mr. Rajib Kumar Dey has assumed the responsibility of Managing Director of IDLC Asset Management Ltd. since January 01, 2016. He joined IDLC Finance Ltd. as a Management Trainee on February 10, 2004 and was heading the treasury department

IBA) under University of Dhaka after completing his graduation from Finance & Banking Department under University of

Dhaka. He is also enrolled under Chartered Financial Analyst (CFA) program of CFA Institute, USA and passed level II.

fore moving to the capital market operation of IDLC Group in July 2010 as Head of Research at IDLC Investments Ltd. From 2012, he was assigned with managing own investments of IDLC Group as Head of Proprietary Desk. Rajib has a very successful rack record of fund management during last six years and outperformed the market consistently across five years, three ears and one year horizon. He has managed fund to the tune of BDT 470.00 cr. (Four Hundred and Seventy crore Taka). le completed Master of Business Administration (MBA) with a major in Finance from Institute of Business Admini

Ahmed Abdullah-Al-Tamjeed (Head of Marketing & Sales) Mr. Ahmed Abdullah-Al-Tamjeed is a passionate value-driver through the product he is marketing. He seeks to explore 'how'

Kazi Mashook ul Haq (Chief Operating Officer)

various capacities.

the product acts on enriching the lives of people and design the best engagement mode for the target group. With IDLC Asset Management Ltd., Mr. Tamjeed is working to position asset management products for the common people of Bangladesh. His role is to make people aware of the criticality of financial literacy & planning and aid them to materialize the plan through

proper investment vehicles. An MBA from the Institute of Business Administration (IBA), University of Dhaka, Mr. Tamjeed has diverse experience in Brand & Marketing management, Business Acceleration and Business Development in leading corporates of Bangladesh.

Mr. Kazi Mashook ul Haq has joined IDLC Asset Management Ltd. as Chief Operating Officer on November 01, 2016.

Previously has was the Head of Operations in LR Global Bangladesh, a leading Asset Management Company in Bangladesh.

He started his career from BRAC Afghanistan as Professional Engineer in 2005 and served various local and foreign companies

such as SSD-Tech, ECOM Agro-industrial Corporation Ltd. and LR Global Bangladesh Asset Management Company Ltd. in

Mashook received his undergraduate degree from BUET in Civil Engineering and completed his Master of Business

Administration (MBA) with a major in Finance from Institute of Business Administration (IBA) under University of Dhaka.

Limited and Investment Banking team of NDB Capital Limited.

Administration (BBA) program from Department of Finance, University of Dhaka.

Shaikh Malik AI - Razi (Head of Portfolio Management)

Mr. Shaikh Malik Al - Razi is leading the portfolio management team of IDLC Asset Management Limited. He joined the company in July 2016 and brings more than five years of experience in portfolio management, equity research and investment banking. Besides having overall knowledge in listed companies of different sectors, he specializes in Fuel & Power and Pharmaceuticals & Chemicals. He also holds extensive knowledge on Textile & Apparels and Telecomm

He is pursuing the CFA charter and passed Level II of the CFA Program. He completed Masters of Business Administration (MBA) from Department of Finance, University of Dhaka. Before joining IDLC Asset Management Limited, he headed the

research team of IDLC Investments Limited. He also worked in the sell-side research team of BRAC EPL Stock Brokerage

investment analysis activities to identify potential investment opportunities. Mr. Nayan has more than 4 years of experience

Mr. Nayan is pursuing the CFA charter and passed Level II of the CFA Program in 2015. He completed Bachelor of Business

in conducting sector analysis and equity research. He is specialized in Bank, NBFI, Cement and Engineering sector

Md. Arman Chy. Navan (Investment Analyst) Mr. Md. Arman Chy. Navan is in the portfolio management team of IDLC Asset Management Limited, responsible for the

Md Itrat Hossain, CFA (Investment Analyst) Mr. Md. Itrat Hossain is in the portfolio management team of IDLC Asset Management Limited, leading the investment analysis activities of the team to identify potential investment opportunities

Mr. Hossain has amassed 4 years' worth of experience in conducting sector analysis and equity coverage on scrips listed in Fuel & Power, Pharmaceuticals & Chemicals, Textile, Tannery sectors and the Mutual Funds industry within the designated

University of Dhaka and is also a CFA Charter holder.

Kazi Umme Sumaiya (Investment Analyst) Ms. Kazi Umme Sumaiya is associated with IDLC Asset Management Limited as an Investment Analyst since July, 2016. She actively covers the listed companies under Cement and Engineering sectors. Her research focus also includes listed Oil

companies and Telecommunication sector. She started her career with IDLC Investments Limited as a research analyst in

Ms. Sumaiya is pursuing CFA charter and passed Level II of CFA Program in 2018. She received her Masters of Business

coverage universe. He completed Bachelor of Business Administration (BBA) program from Department of Finance,

Administration (MBA) and Bachelor of Business Administration (BBA) from Department of Finance, University of Dhaka.

Investment Corporation of Bangladesh (ICB) will act as the Trustee of IDLC Asset Management Shariah Fund. Investment $Corporation \ of \ Bangladesh \ was \ established \ on \ 1st \ October, \ 1976 \ under \ the \ Investment \ Corporation \ of \ Bangladesh \ Ordinance$ No. XL of 1976 (amended up to July 06, 2000) and at present the corporation is being operated under the "Investment

The company was established with the objectives of encouraging and broadening the base of investments, developing the

capital market and mobilizing savings. The company has three subsidiaries ICB Capital Management Limited, ICB Asset

Management Company Limited and ICB Securities Trading Company Limited. ICB provides a broad number of services including lease financing, venture capital financing, portfolio management, fund management, merchant banking and trustee

Corporation of Bangladesh Act, 2014"

& custodian services. It was listed in DSE and CSE in 1977 and 1995 respectively. The authorized capital and paid up capital of the corporation are Tk. 10,000 million and BDT 6976.76 million respectively - subscribed by the Sponsor / Director (69.81%), Government of Bangladesh (27%), Institutions (1.66%) and General Public (1.53%). BRAC Bank Limited will act as the Custodian of IDLC Asset Management Shariah Fund. BRAC Bank Limited started its journey

in 2001 with an increased focus on the Small and Medium Enterprises (SME) financing. Over the years, the bank has turned

into the market leader in SME business in the country. It is the sole member of Global Alliance for Banking Values (GABV)

from Bangladesh. BRAC Bank is now one of the leading banks in Bangladesh with 181 branches, 14 premium banking lounges,

469 ATMs, 81 CDMs and 448 SME unit offices as of Dec, 2016. The bank is listed with both Dhaka and Chittagong stock

"Shariah Advisory Board" means an institution or a body, having knowledge of Islamic Law to supervise and monitor the activities of the Fund and to certify that all its activities comply with Shariah law. The duties and responsibilities of Shariah Advisory Board are as follows: a) Advising the Asset Manager on matters relating to preparation of guidelines for selecting/screening of

b) Recommending general investment guidelines consistent with the Shariah Law; c) Approving the criteria of identifying the impure income or Haram income and recommending distribution

6.4 Shariah Advisory Board

exchanges.

d) Issuing certificates to the effect that the investment has been made as per Shariah Law at the end of each accounting year: e) The decision given by the Shariah Advisory Board on the matters relating to Shariah Law should be

acceptable to the Sponsor, Trustee, Asset Manager, Custodian, the unit holders and other related parties IDLC AML Shariah Fund has a dynamic Shariah Advisory Board constituted by members of diverse background such as Islamic

of those income to the charitable institution

acceptable companies/instruments as per Shariah Law;

scholar, academician and corporate professional, with enriched experience in their respective fields. The Board includes the

Profession

subsequent years will be appointed by Trustee throughout the tenure of the Fund.

University of Dhaka

Dr. Syed Muhammed Emdad Uddin

Prof. Mamtaz Uddin Ahmed, FCMA

Mr. Abdul Khalek

Director, Finance & Company Secretary, Berger Paints Bangladesh Limited Dr. M. Mahabbat Hossain Faculty Member, Bangladesh Institute of Bank Management (BIBM)

Malek Siddigui Wali. Chartered Accountants, has been appointed as the Auditor of the Fund for the first year. They are one

of the reputed audit firms of the country and panel member of Auditors nominated by the Commission. Auditors for the

Senior Imam & Khatib of Central Mosque, University of Dhaka

Accounting & Information Systems, Faculty of Business Studies (FBS),

Director, MPA Program and EMBA Program. Department of

The Fund will pay the fees of the Asset Manager, the Trustee and the Custodian together with any other fees, commissions

expenses incurred in its operation, including without limitation expenses of legal and consulting service, auditing, other professional fees and expenses, brokerage, share/debenture registration expenses, guarantee or underwriting commission and fees due to the BSEC. The Fund will also bear all the other incidental expenses including printing, publication and stationery relating to its smooth and fair operation.

Keeping in mind, the Fund size of BDT 50,00,00,000 (Fifty crore Taka only), IDLC Asset Management Ltd. has estimated the

normal annual operating expenses of the Fund (including the commission for the sales agents), which will not exceed 4% of

the average NAV of the Fund. However, there may be variation in the actual operating expenses of the Fund. Major expenses

and expenses as may arise from time to time. The Fund will bear its own costs and expenses incurred/accrued in connection

with its formation, promotion, registration, public offering, listing fee (if applicable) together with certain other costs and

Initial issue and formation expenses are estimated not to be over 5% (five percent) of the collected fund. The issue and formation expenses will be amortized within 7 (seven) years on a straight-line method. Assuming the initial collected amount as BDT 50,00,00,000 (Fifty crore Taka only), the estimated expenses for the issue and formation of the Fund are presented

Description

Issue and Formation Expenses

SL Type of Expenses Percentage Total Amount Sub Total/ of Total

(Application

4 Printing,

5 Other/

Miscellaneous

BDT 25.00 crore (Twenty Five crore Taka) and

and payable quarterly at the end of the period.

expenses

Publication

& Distribution

of the Fund are detailed as follows

6.6.1 Issue and Formation Expense

(BDT) Details Target

		Fund			
1	Formation Fee Payable to AMC	1.00%	5,000,000.00	Set-fee	Formation fee to AMC on collected fund of the fund size
2	Management Fee	1.00%	5,000,000.00	On Scheme	Management fee of the Asset Manager for

1	Formation Fee Payable to AMC	1.00%	5,000,000.00	Set-fee	Formation fee to AMC on collected fund of the fund size
2	Management Fee for Pre-scheme formation	1.00%	5,000,000.00	On Scheme	Management fee of the Asset Manager for pre-Scheme formation period (Approximate as per BSEC Directive

70,000	for Pre-scheme formation period			pre-Scheme formation period (Approximate) as per BSEC Directive (No.: SEC / CMRRCD / 2009 – 193 / 160) dated 28 May 2014
3	Legal & Compliance	0.23%	1,150,000.00	

etc.)		
	10,000.00	BSEC Application Fees
	1,000,000.00	BSEC Registration Fees (0.20% of the Initial Fund Size)
	40,000.00	CDBL Fee (Distribution of 5 crore Units X BDT 10.00 X 0.000075) = BDT 37,500.00; CDBL

100,000.00 Trust Deed Registration fee

2,500,000.00	
	300,00
	600.00

50,000.00

2.82% 14,100,000.00

0.58%

Abridged version of Prospectus publication & IPO notification in the Daily Newspapers 2,000,000.00 Road Show for Public Subscription

Printing of Prospectus

One Crore Forty One Lac Taka only

6.6.2 Annual Expenses	
Management Fee	
As per the সিকিউবিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০১, the Fund shall pay a managemen	it fee to the Asset

*The above costs are made in best estimates, which may vary in actual. The trustee shall approve the formation expenditure and they will inform BSEC within 15 days of such formation meeting.

@ 2.50 percent per annum of the weekly average NAV up to BDT 5.00 crore (Five crore Taka) and

@ 2.00 percent per annum for additional amount of the weekly average NAV up to BDT 25.00 crore (Twenty Five crore Taka) over BDT 5.00 crore (Five crore Taka) and @ 1.50 percent per annum for additional amount of the weekly average NAV up to BDT 50.00 crore (Fifty crore Taka) over

@ 1.00 percent per annum for additional amount of the weekly average NAV over BDT 50.00 crore (Fifty crore Taka), accrued

counsel / representation, external auditors at the client's request, depository fees, etc. However, a fee cap of 0.09% p.a. or balance securities held by the fund, calculated on the average market value per month will be applicable if the total expenses

Fund Registration and Annual Fee

ফাণ্ড) বিধিমালা, ২০০১.

বিধিমালা, ২০০১. The selling agent commission may change in future with prior approval from the Trustee.

The Trustee shall be paid an annual Trusteeship fee of @ 0.15% p. a. of the Net Asset Value (NAV) of the Fund on semi-annual

in advance basis, from the Trust Deed registration date during the life of the fund or as may be agreed upon between the

The Fee for Custodian Services will be 0.08% p.a. of balance securities held by the fund, calculated on average market value

per month. Besides this, the fund will bear all other expenses viz (a) transaction fee of BDT 200.00 per transaction, (b) local

duties and fees like stamp duty on transactions, stamp duty on transfer deed, (c) levies, brokerage, registrar's fees' loca

(including custodian fees, transaction fees and other expenses, mentioned above) per annum go higher than the mentione

The Fixed CDBL Annual Fee will be BDT 40,000.00 (Forty Thousand Taka) and Annual Central Depository System (CDS

The Fund has paid BDT 1,000,000.00 (Ten Lac Taka only, 0.20% of the Initial Fund Size) to the Bangladesh Securities and

Exchange Commission as registration fee. In addition, the Fund will have to pay @ 0.10% of the NAV of the Fund or BDT

50,000.00 (Fifty Thousand Taka only), whichever is higher, as annual fee in terms of the সিকিউবিটিজ ও এক্সচঞ্জ কমিশন (মিউচুয়োক

The Fund shall pay commission to the authorized selling agent(s) to be appointed by the Asset Manager at the rate of 0.45%

- 1.00% on the total sale amount of unit sales, accruable on collection basis and payable at the end of the quarter. The Selling

The fund will pay commission to the stock broker @ 0.20% - 0.30% of the total transaction amount which may vary in future

The initial issue expenses in respect of the fund shall not exceed 5% (Five percent) of the collected amount of the fund raised

The total expense charged to the fund, except the amortization of initial issue expense, including transaction cost in the forr

the Commission, Audit Fees, cost for publication of reports and periodicals, bank charge, etc. shall not exceed 4% (Four

No. of Units Face Value

Investment in this Fund by individual investors will enjoy tax exemption benefit under Section 44(2) of the Income tax

Ordinance, 1984. Country's Finance Act and Government's tax policies will always determine the tax benefits from

investment in mutual funds. However, investors in mutual funds are entitled to the following tax benefits under the curren

Income from a mutual fund or a unit fund up to BDT 25,000.00 (Twenty Five Thousand Taka only) is exempted from tax as

connection with any proposal to amend the characteristics of the Fund or any other agenda of meeting called by the Trustee

in the circumstances mentioned in the Trust Deed or the সিকিউবিটিজ ও এক্সচঞ্জ কমিশন (মিউচ্যয়াল ফাড) বিধিমালা, ২০০১. In case o

show of hands, every unit holder present in person or/and by proxy shall have only one vote. In case of poll, every unit holder

All the unit holders have equal but proportionate right in respect of dividend. Dividend will be paid in Bangladeshi Taka only

The Fund's financial year will be closed on June 30th every year or as determined from the Commission. Annual report of

major head of income & expenditure account and balance sheet (in line with schedule VI of the সিকিউৰিটিজ ও এক্সচেঞ্জ কমিশ্ৰ

The unit holders shall preserve only the beneficial interest in the trust properties on pro rata basis of their ownership of the

The Units of the Fund may be bought / repurchased through IDLC AML and authorized selling agents appointed by

unsound mind. Applications from the Insurance Companies, Financial or Capital Market Intermediaries or any othe

Companies must be accompanied by Memorandum and Articles of Association.

• For individual investors: BDT 5.000.00 (Five Thousand Taka) against 500 units • For institutional investors: BDT 50,000.00 (Fifty Thousand Taka) against 5,000 units

(মিউচ্যয়াল ফাড) বিধিমালা, ২০০১) will be published within 45 (forty five) days from the closure of each accounting year.

present in person and/or by a proxy shall have one vote for every unit of which he/she is the holder

or 25% of total taxable income or BDT 1,50,00,000.00 (One Crore & Fifty Lac Taka only), whichever is lower.

Amount

Remarks

fee cap amount. The fee for Custodian Services will be realized semi-annually at the end of the period.

Connection Fee will be BDT 6,000.00. The fees may vary as amended by the Commission from time to time.

Agent Commission will be applicable for sales of unit; not on surrender of units. If individuals are appointed as selling agent by the Asset Manager, the commission payable to them will vary and fixed as per সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচ্যুয়াল ফাড

fees for the subsequent years.

Brokerage Fee

Commission Payable to Selling Agent(s)

The audit fee will be BDT 30,000 (Thirty Thousand Taka only) for the first accounting year and the trustee will fix the audit

based on market practice. Amortization of Issue and Formation Expenses

under the scheme and will be amortized within 7 (seven) years on a straight-line method.

of stock brokerage against buy and sale of securities forming a part of acquisition and disposal cost of such securities transaction fee payable to the custodian against acquisition or disposal of securities, the annual registration fees payable to

percent) of the weekly average net asset value during any accounting year.

The initial size of the Fund shall be BDT 500,000,000,000 (Fifty Crore Taka only) divided into 50,000,000 (Five Crore) units of BDT 10.00 (Ten Taka) each which may be increased from time to time by the Asset Manager subject to approval of the Trustee with due intimation to the Commission till liquidation of the Fund. The initial distribution of the Fund's unit holdi shall be as follows:

Subscribers

7.2 Sponsor's Subscription

Total

(BDT) (BDT/Unit) Sponsor (IDLC Asset Management Ltd.) 5 000 000 50.000.000.00 10.00 General investors 450,000,000,00 To be subscribed 45,000,000 10.00

CHAPTER 7: SIZE OF THE FUND, TAX AND RIGHTS OF UNIT HOLDERS

IDLC Asset Management Limited, the Sponsor, has already subscribed BDT 50,000,000.00 (Five Crore Taka only) for 5,00 (Five million) units of 10.00 (ten) each at par on April 23, 2019, the effective date as per বিধিনালা.	0,000
7.3 Tax	

tax policies: 1. Tax advantage on Income:

per clause 22A of 6th Schedule (Part A) under Income Tax Ordinance, 1984. 2. Investment Tax Credit: According to the Section 44(2) under Income Tax Ordinance, 1984, amount of allowable investment is actual investment

7.4 Rights of the Unit holders 7.4.1 Voting Rights All the unit holders shall have usual voting rights. Voting right can be exercised in person or by proxy in a meeting held in

Rights of the Unit holders

Units of the Fund are transferable by way of inheritance / gift and / or by specific operation of law

All the Unit holders of the Fund shall have the right to receive the annual report and audited accounts of the Fund. Moreove the Unit holders shall be informed of the NAV of the Fund on weekly basis through newspaper, the website of the Asse Manager, the Selling Agent(s) to be appointed by the Asset Manager from time to time and any other means as the Asset Manager may deem fit

7.4.5 Beneficial Interest

IDLC AML from time to time and any other procedure as prescribed by the Asset Manager Application must be made by an individual (both resident and non-resident), a corporation or company (both local and foreign), a trust or a society (registered in or outside Bangladesh) and not by a firm, minor or person of

CHAPTER 8: UNIT SUBSCRIPTION

8.1 Terms and Conditions of Unit Subscription

Joint application by two persons is acceptable. In such cases, registration and issuance of Confirmation of Unit Allocation will be in favor of principal applicant while dividend and other benefits, if any, will be addressed to bank account of principal applicant mentioned in the application form/bank account mentioned in BO account. In case of

the death of any of the joint holders, only the survivor shall be recognized as having any title to the Units. On death of both the joint holders, the title to the Units will bestowed upon the nominee mentioned in the application form Minimum purchase amount during public subscription is -

The minimum subscription amount for the individual or institution may change in the future upon due approval Application for purchase of Units should be accompanied by an account payee cheque / pay order / bank draft / BEFTN / RTGS / IBFT or any other process as approved by the regulatory authority in favor of "IDLC AML Shariah

After clearance / encashment of cheque / pay order / bank draft / BEFTN / RTGS / IBFT or any other process as

approved by the regulatory authority, the applicant will be issued with a "Confirmation of Unit Allocation" agains: every purchase of Units he / she / the institutional investor applies for.

Partial surrender is allowed without any additional cost subject to minimum surrender quantity is 500 Units for individuals and 5,000 units for institutions. Upon partial surrender, the Unit holder(s) will be issued with a new

Confirmation of Unit Allocation representing the balance of his/her/their Unit holding. The Units may be transferred by way of inheritance/gift and/or by specific operation of the law. In case of transfer, the Fund may charge a nominal fee as decided by the Asset Manager from time to time except in the case of transfer by way of inheritance.

Bangladeshi Taka APPLICATIONS NOT IN CONFORMITY WITH THE ABOVE REQUIREMENTS ARE LIABLE TO BE REJECTED

CHAPTER 9: SALES AGENT, BANKER & FORM 9.1 Name of the Sales Agents

The following organizations have been appointed to act as the Sales Agents of the mutual fund by the asset manager: Name of the Selling Agents

applicant gives option in the application form

IDLC Investments Limited

The asset manager in future may appoint other organizations as its agent or cancel any of the agents named above so
to approval of the Trustee and with due intimation to the BSEC. In addition to that, individuals will also be eligible to w
selling agent to be appointed by the Asset Manager as per সিকিউরিটিজ ও এক্সচঞ্জ কমিশন (মিউচ্যুয়াল ফাড) বিধিমালা, ২০০১.
9.2 Sales Agents' Details
a) IDIC Finance Ltd.

Type of Business

Non-Banking Financial Institution

Brokerage Service

Merchant Banking

Dividend may be delivered in cash or by way of Units under Cumulative Investment Plan (CIP) as the

All payments/receipts in connection with or arising out of transactions of the Units applied for shall be in

b) IDLC Securities Ltd c) IDLC Investments Ltd

The public subscription money collected from the investors through the Selling Agents will be remitted to the following ba

accounts:

9.3 Banker

01

IDLC AML Shariah Fund BDT IDLC AML Shariah Fund

IDLC Finance Limited

7999-171000000-17 Shahjalal Islami Bank Shahjalal Islami Bank IDLC AML Shariah Fund GBP 7999-172000000-01 EURO IDLC AML Shariah Fund 7999-173000000-01 Shahjalal Islami Bank

Tower Branch Tower Branch

Account Name Currency Account Number 4057-11100000-339 Shahjalal Islami Bank Tower Branch