

IDLC Balanced Fund

For the period ended 30 September 2018

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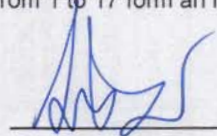
IDLC Balanced Fund
Draft Statement of Financial Position
As at September 30, 2018

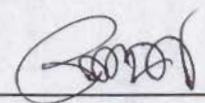
Particulars	Notes	September 30, 2018	June 30, 2018
		Taka	Taka
ASSETS			
Non-Current Asset			
Preliminary and issue expenses	3	7,120,120	7,429,398
		<u>7,120,120</u>	<u>7,429,398</u>
Current Asset			
Investment in securities at cost price	4	541,057,491	525,839,939
Other receivables	5	15,150,893	19,462,209
Prepayments	6	1,044,473	956,563
Cash and cash equivalents	7	240,420,102	293,999,412
		<u>797,672,959</u>	<u>840,258,123</u>
Total Assets		<u>804,793,079</u>	<u>847,687,521</u>
OWNERS' EQUITY			
Capital Fund	8	775,209,700	789,843,870
Unit Premium Reserve		2,098,102	15,119,682
Retained earnings	9	15,101,224	20,963,423
Total Equity		<u>792,409,026</u>	<u>825,926,975</u>
LIABILITIES			
Non-Current Liabilities			
		-	-
Current Liabilities			
Accounts payable	12	6,848,852	4,368,093
Provision for diminution in value of investments	13	5,535,201	17,392,454
		<u>12,384,053</u>	<u>21,760,546</u>
Total Liabilities		<u>12,384,053</u>	<u>21,760,546</u>
Total Equity and Liabilities		<u>804,793,079</u>	<u>847,687,521</u>
Net asset value (NAV) per unit:			
At cost	14	<u>10.29</u>	<u>10.68</u>
At market price	15	<u>10.22</u>	<u>10.46</u>

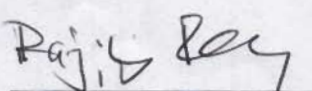
The annexed notes from 1 to 17 form an integral part of these Financial Statements.

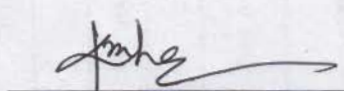
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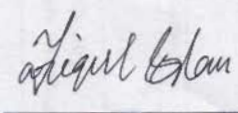
October 16, 2018


Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML



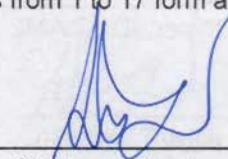
IDLC Balanced Fund
Statement of Profit or Loss and Other Comprehensive Income
For the period ended September 30, 2018

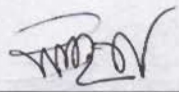
Particulars	Notes	July - September, 2018	July - September, 2017
		Taka	Taka
INCOME			
Interest income	14	4,081,111	4,969,313
Net gain/(loss) on sale of securities	15	(12,984,544)	4,998,909
Dividend income	16	4,858,669	2,059,500
Total Income		(4,044,764)	12,027,722
EXPENDITURE			
Management fee		2,967,135	2,211,087
Brokerage Commission		2,314,458	1,667,985
Amortization of preliminary and issue expenses	5	309,278	242,044
Trustee fee		332,373	212,287
BSEC annual fee		196,987	126,027
Custodian fee		246,695	148,748
Publication and other expenses		196,032	31,000
Sales Agent Commission		11,581	432,558
CDBL - Annual Fee, Settlement and Demat charges		151,154	106,011
Bank charges and excise duty		11,680	48,401
Tax deducted at source		204,080	-
Total Expenditure		6,941,454	5,226,148
Income before provision for the year		(10,986,217)	6,801,573
(Provision)/Write back of Provision for diminution in value of investments	11	11,857,252	-
Net income for the year		871,035	6,801,573
Other comprehensive income		-	-
Total Comprehensive Income		871,035	6,801,573
Earnings per unit during the year	17	0.011	0.09

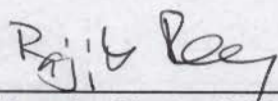
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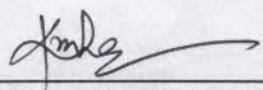
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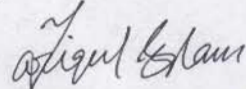
October 16, 2018


Chairman, Trustee


Member, Trustee


Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AM



IDLC Balanced Fund
Statement of Changes in Equity
For the period ended September 30, 2018

Amount in Taka

Particulars	Capital Fund	Unit Premium	Retained Earnings	Total Equity
Opening Balance	789,843,870	15,119,682	20,963,423	825,926,975
Sponsor's Contribution				-
Fund Collected/redemption during the period from General Investors	(14,634,170)	(8,718)		(14,642,888)
Net income during the year			871,035	871,035
Dividend paid during the year	-	(13,012,863)	(6,733,234)	(19,746,097)
Balance as at September 30, 2018	775,209,700	2,098,102	15,101,224	792,409,026
Opening Balance	-	-	-	-
Sponsor's Contribution	100,000,000			100,000,000
Fund Collected from General Investors	689,843,870	15,119,682		704,963,552
Net income during the year			20,963,423	20,963,423
Dividend paid during the year	-	-	-	-
Balance as at June 30, 2018	789,843,870	15,119,682	20,963,423	825,926,975

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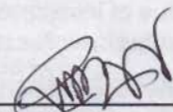
Signed in terms of our report of even date annexed

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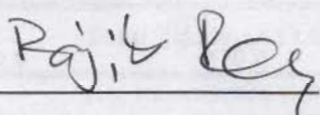
October 16, 2018



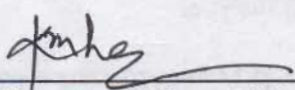
Chairman, Trustee



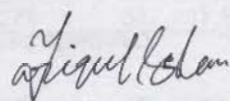
Member, Trustee



Managing Director, IDLC AML



Chief Operating Officer, IDLC AML



Compliance Officer, IDLC



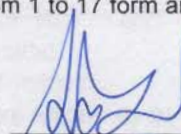
**IDLC Balanced Fund
Statement of Cash Flows**

For the period ended September 30, 2018

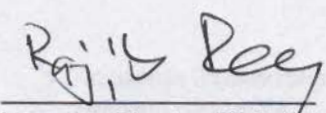
Particulars	July - September, 2018	July 21, 2017 - June 30, 2018
	Taka	Taka
A. Cash flows from/(used in) operating activities		
Investment in marketable securities, net	(592,111,909)	(1,597,836,796)
Investment in IPO shares	334,110	(4,574,450)
Investment in Right Shares	-	(3,190,000)
Proceeds from sell of marketable securities	570,003,361	1,099,079,099
Interest income realized in cash	867,135	18,435,411
Dividend income received in cash	6,599,337	5,697,511
Advance, Deposit and Prepayments	(617,271)	(2,833,922)
Payment made for expenses	(6,295,724)	(26,257,026)
Other payables	17,149	-
Net cash used in operating activities	(21,203,812)	(511,480,173)
B. Cash flows from investing activities		
Investment withdrawal/ (made) in Corporate Bond	-	-
Investment withdrawal/ (made) in Preference shares	-	-
Investment withdrawal/ (made) in non-listed ordinary shares	-	-
Net cash from/(used in) financing activities	-	-
C. Cash flows from financing activities		
(Redemption)/Inflow of Unit Capital	(20,991,677)	789,843,870
(Erosion)/Addition of Unit Premium Reserve	(131,394)	15,119,682
Payable to Investors	-	516,033
Dividend paid for the period	(11,252,429)	-
Net cash flow from financing activities	(32,375,499)	805,479,585
D. Net cash flows (A+B+C)	(53,579,310)	293,999,412
E. Cash and cash equivalents at the beginning of the year	293,999,412	-
F. Cash & cash equivalents at the end of the year (D+E)	240,420,101	293,999,412
Net Operating Cash flow per unit for the year	(0.27)	(6.48)

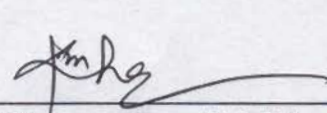
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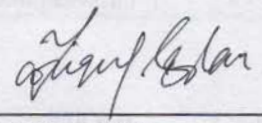
Dhaka
October 16, 2018


Chairman, Trustee


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Managing Director, IDLC AML


Chief Operating Officer, IDLC AML


Compliance Officer, IDLC AML



IDLC Balanced Fund

Notes to the Financial Statements

As at and for the year ended September 30, 2018

1. Introduction of the Fund and its activities

1.1 Legal status and Key partners of the Fund

IDLC Balanced Fund (here-in-after referred to as "the Fund"), a Trust property, was established on February 05, 2017 under the Trust Act, 1882 and registered under the Registration Act, 1908 and subsequently on March 07, 2017 registered as a Mutual Fund from the Bangladesh Securities and Exchange Commission with an initial paid-up capital of Tk. 500 million divided into 50 million units of Tk. 10.00 each under the Securities and Exchange Commission (Mutual Fund), Rules, 2001 as an Open end Mutual Fund vide registration no. BSEC/MUTUAL FUND/2017/77.

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

Key partners of the Fund are as Follows:

Sponsor: IDLC Finance Limited

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

Trustee & Custodian: Investment Corporation of Bangladesh (ICB)

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

Asset Manager: IDLC Asset Management Limited

Registered Address: South Avenue Tower (5th Floor), Unit No. 502, House No. 50, Road No. 3, 7 Gulshan Avenue, Dhaka 1212

1.2 Principal activities and nature of operation

IDLC Balanced Fund is an Open end Mutual Fund which is a professionally managed portfolio of equity stocks and fixed income instruments. Investors buy units of the Fund and the Asset Manager pools that money to make investments on their behalf. An unit represents a portion of the fund's holdings.

The target group of investors comprises both Institute and Individual. Units of the Fund may be bought / surrendered through IDLC Asset Management Limited and authorized selling agents appointed by the Asset Manager from time to time and any other procedure as prescribed by the Asset Manager. Surrender of units is allowed only through IDLC AML or the selling agents from which the units are originally purchased.

2 Objectives

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



IDLC Balanced Fund
Notes to the Financial Statements
As at September 30, 2018

Notes	September 30, 2018 Taka	June 30, 2018 Taka
3. Preliminary and issue expenses		
Opening Balance	(Note: 3.1) 7,429,398	8,589,191
Less: Amortized during the period	(309,278)	(1,159,793)
	<u>7,120,120</u>	<u>7,429,398</u>
3.1 Preliminary and issue expenses		
Formation Fee		5,000,000
Management Fee		3,200,000
Application & Registration Fees paid to BSEC		1,010,000
CDBL Fees		40,000
Trust Deed Registration Fees		160,870
Printing and Publication		852,559
Bank Charges		31,305
		<u>10,294,733</u>
Less: Interest income from Escrow Account		(1,705,542)
		<u>8,589,191</u>
4. Investment in securities at cost price		
Investment in listed securities	(Note: 4.1) 539,818,471	523,156,069
Investment in non - listed securities (Initial Public Offering)	(Note: 4.2) 1,239,020	2,683,870
	<u>541,057,491</u>	<u>525,839,939</u>
4.1 Investment in listed securities		
Bank	127,767,775	221,855,052
Engineering	188,178,589	89,899,242
Food & Allied	49,190,247	92,700,340
Fuel & Power	76,161,351	46,885,561
Mutual Fund	770,696	59,346,407
Pharmaceuticals	24,634,968	166,670
Telecommunication	72,559,465	12,234,367
Textile	555,380	68,430
<i>Details are mentioned in Annexure A</i>	<u>539,818,471</u>	<u>523,156,069</u>
4.2 Investment in IPO		
Indo-Bangla Pharmaceuticals Limited	298,500	-
Kattali textile Limited	492,760	-
SK Trimmings & Industries	-	483,870
Silva Pharmaceuticals Limited	447,760	-
VFS Thread & Dyeing Ltd	-	2,200,000
	<u>1,239,020</u>	<u>2,683,870</u>
5. Accounts Receivables		
Dividend receivable	(Note: 5.1) 2,525,621	4,266,289
Interest Receivables	(Note: 5.2) 3,618,572	404,596
Accounts receivable - Sale of Securities	9,006,701	14,652,349
Other Receivable	(Note: 5.3) -	138,976
	<u>15,150,893</u>	<u>19,462,209</u>

5.1 Dividend receivables

Grameen One : Scheme Two
The City Bank Limited

September 30, 2018 Taka	June 30, 2018 Taka
2,525,621	-
-	4,266,289
2,525,621	4,266,289

5.2 Interest Receivables

Interest Receivables - Fixed Deposits
Interest Receivables - Bank Accounts

2,019,169	278,588
1,599,403	126,008
3,618,572	404,596

5.3 Other Receivable

This represents the excess amount of tax deducted at source from the accrued interest on the cash balances with Bank accounts.

-	138,976
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6. Prepayments

Annual fee - BSEC
Trustee fee

(Note: 6.1)
(Note: 6.2)

664,484	861,471
379,990	95,092
1,044,473	956,563

6.1 Annual fee - BSEC

Opening balance
Paid during the period
Less: Amortized during the period
Closing Balance

861,471	-
-	1,361,471
(196,987)	(500,000)
664,484	861,471

6.2 Trustee fee

Opening balance
Paid during the period
Less: Amortized during the period
Closing Balance

95,092	-
617,271	1,472,451
(332,373)	(1,377,359)
379,990	95,092

7. Cash and cash equivalents

Cash at bank
Term deposits (FDR)

(Note: 7.1)
(Note: 7.2)

146,286,970	201,849,833
94,133,131	92,149,579
240,420,102	293,999,412

7.1 Cash at bank

Name of Bank	Account Name	Account No.	Type		
Southeast Bank Limited	IDLC Balanced Fund	0083-13500000001	SND	944,673	422,810
	IDLC Balanced Fund - Trading	0083-13500000003	SND	489,301	424,944
	IDLC Balanced Fund - Operations	0083-13500000004	SND	135,878	465,179
BRAC Bank Limited	IDLC Balanced Fund	1501203957267003	CA	6,441,879	7,870,997
	IDLC Balanced Fund - Trading	1501203957267001	CA	117,023,004	187,756,202
	IDLC Balanced Fund - Operations	1501203957267002	CA	20,280,206	4,255,451
Standard Chartered Bank	IDLC Balanced Fund	02-1308406-01	CA	972,029	654,250
				146,286,970	201,849,833

7.2 Term deposits

September 30, 2018	June 30, 2018
Taka	Taka

Name of Institution	Account No.	Term	Rate		
IDLC Finance Limited	10552236450739	3 Months	10.50%	-	7,247,146
	10552236450741	3 Months	10.50%	-	748,447
	10552236450740	3 Months	10.50%	-	748,447
	10552236450745	3 Months	10.50%	-	8,206,289
	10552236450743	3 Months	10.50%	-	8,522,840
	10552236450731	3 Months	10.75%	-	9,232,388
	10552236450732	3 Months	10.75%	-	9,232,388
	10552236450733	3 Months	10.75%	-	9,232,388
	10552236450734	3 Months	10.75%	-	9,232,388
	10552236450735	3 Months	10.75%	-	9,232,388
	10552236450736	3 Months	10.75%	-	9,232,388
	10552236450737	3 Months	10.75%	-	9,232,388
	10552236450738	3 Months	10.75%	-	2,049,697
	10552236450746	3 Months	10.50%	9,240,247	-
	10552236450747	3 Months	10.50%	9,240,247	-
	10552236450748	3 Months	10.50%	9,240,247	-
	10552236450749	3 Months	10.50%	9,240,247	-
	10552236450750	3 Months	10.50%	9,240,247	-
	10552236450751	3 Months	10.75%	9,240,247	-
	10552236450752	3 Months	10.75%	9,240,247	-
10552236450753	3 Months	10.75%	2,051,403	-	
10552236450755	4 Months	8.75%	8,412,981	-	
10552236450754	4 Months	8.75%	8,737,602	-	
10552236450756	4 Months	8.75%	2,849,418	-	
IPDC Finance Limited	000125000000958	3 Months	9.50%	7,400,000	-
				94,133,131	92,149,579

8. Capital Fund

Sponsor's Contribution	100,000,000	100,000,000
Fund collection through issuance of new units	675,209,700	689,843,870
	775,209,700	789,843,870

9. Retained earnings

Opening balance	20,963,423	-
Less: Dividend paid during the year	(6,733,234)	-
	14,230,189	-
Add: Profit during the year	871,035	20,963,423
	15,101,224	20,963,423

10. Accounts payable

Management fee	2,967,135	3,234,931
Custodian fee	246,695	395,889
Audit fee	-	34,500
CDBL fee	91,107	68,980
Payable to Investor	136,125	516,033
Tax payable for interest income	180,929	-
Tax payable dividend disbursement	2,393,394	-



	September 30, 2018	June 30, 2017
	Taka	Taka
Accounts payable		
Sales Agent Commission	11,582	49,851
Daily Trade settlement	772,238	-
Publication & Other Operational Expense	49,649	67,909
	<u>6,848,852</u>	<u>4,368,093</u>
11. Provision/(Write back of provision) for diminution in value of investments		
Opening Balance	17,392,454	-
Add: Provision /(Write Back of provision) during the year (listed securities)	11,857,252	17,392,454
Required provision against diminution in value of investments at the end of the period	<u>5,535,201</u>	<u>17,392,454</u>
12. Net asset value (NAV) per unit at cost		
Total Asset at Cost Price	804,793,079	847,687,521
Less: Accounts payable	(6,848,852)	(4,368,093)
Total net asset value at cost	<u>797,944,227</u>	<u>843,319,428</u>
Number of units	77,520,970	78,984,387
NAV per unit at cost	<u>10.29</u>	<u>10.68</u>
13. Net asset value (NAV) per unit at market price		
Total net asset value at cost	797,944,227	843,319,428
Less: Provision for erosion of value of securities	5,535,201	17,392,454
Total net asset value at market price	<u>792,409,026</u>	<u>825,926,975</u>
Number of units	77,520,970	78,984,387
NAV per unit at market price	<u>10.22</u>	<u>10.46</u>
	July - September 30, 2018	July - September 30, 2017
	Taka	Taka
14. Interest income		
Term Deposit (FDR)	2,481,729	860,417
Cash at Bank (STD Account)	1,599,382	4,108,896
	<u>4,081,111</u>	<u>4,969,313</u>
15. Gain / (Loss) from Listed Securities		
AB Bank Limited	-	(132,632)
Active Fine Chemicals Limited	427,697	-
Advanced Chemical Industries Limited	-	363,240
Advent Pharma Ltd.	235,589	-
Al-Arafah Islami Bank Limited	-	644,319
Aman Feed Limited	540,023	-
BBS Cables Ltd.	3,383,738	-
BRAC Bank Limited	2,356,549	-
British American Tobacco Bangladesh Company Ltd.	(754,152)	-
Dhaka Bank Limited	(13,866,170)	-
Grameenphone Ltd.	-	230,851
Grameen One : Scheme Two	(6,493,020)	-
IDLC Finance Limited	-	409,614

	July - September 30, 2018	July - September 30, 2017
	Taka	Taka
Gain / (Loss) from Listed Securities		
Ifad Autos Limited	(123,936)	876,728
Intraco Refueling Station Limited	253,388	-
Khulna Power Company Limited	2,312,431	-
LankaBangla Finance Limited	(1,634,233)	951,016
M.L. Dyeing Limited	227,268	-
Mercantile Bank Ltd.	-	391,654
Nahee Aluminum Composite Panel Ltd.	5,835,558	-
Olympic Industries Ltd.	(2,698,323)	-
ONE Bank Ltd.	-	494,118
Queen South Textile Mills Ltd.	277,153	-
Shepherd Industries Ltd.	422,030	-
Singer Bangladesh Ltd.	(818,392)	(45,280)
SK Trims Industries Ltd.	735,550	-
Square Pharmaceuticals Ltd.	(2,167,968)	-
Summit Power Limited	335,618	-
The City Bank Ltd.	(2,124,026)	841,634
VFS Thread Dyeing Ltd.	353,085	-
	<u>(12,984,544)</u>	<u>5,025,261</u>
16. Dividend income		
Grameenphone Limited	2,333,025	1,879,500
Bangladesh Submarine Cable Company Ltd.	-	180,000
Grameen One : Scheme Two	2,525,621	-
The City Bank Ltd.	24	-
	<u>4,858,669</u>	<u>2,059,500</u>
17. Earnings per unit		
Net income for the year (A)	871,035	6,801,573
Outstanding number of units (B)	77,520,970	74,085,500
Earnings per unit (A+B)	<u>0.01</u>	<u>0.09</u>



IDLC Balanced Fund
Details of Investment in Listed Securities
As at September 30, 2018

Sl.	Sector	Name of the Company	No. of Share	Avg. Cost	Total Cost	Market Value	Total Market Value	% of Total Assets	Unrealized Gain/(Loss)
(Amount in Taka)									
1	Bank	BRAC Bank Limited	1,135,260	74.41	84,474,020	71.80	81,511,668	10.50%	(2,962,352)
2		The City Bank Limited	1,259,541	34.37	43,293,755	32.10	40,431,266	5.38%	(2,862,489)
					121,767,775		121,942,934		(5,824,841)
1	Engineering	IFAD Autos Limited	608,026	126.36	76,829,677	128.00	77,827,328	9.55%	997,651
2		Nahee Aluminum Composite Panel Ltd.	90,000	64.11	5,769,588	73.80	6,642,000	0.72%	872,412
2		SINGER Bangladesh Limited	370,742	210.08	77,883,924	210.90	78,189,488	9.68%	305,564
2		Western Marine Shipyard Limited	950,000	29.15	27,695,400	26.60	25,270,000	3.44%	(2,425,400)
					188,178,589		187,928,816		(249,773)
1	Food & Allied	British American Tobacco Bangladesh Company Ltd.	14,399	3,416.23	49,190,247	3,372.40	48,559,188	6.11%	(631,059)
					49,190,247		48,559,188		(631,059)
1	Fuel & Power	Intraco Refueling Station Limited	13,158	10.00	131,580	30.50	401,319	0.02%	269,739
2		Summit Power Limited	1,936,539	39.26	76,029,771	40.90	79,204,445	9.45%	3,174,674
					76,161,351		79,605,764		3,444,413
1	Mutual Funds	Asian Tiger Sandhani Life Growth Fund	85,284	9.04	770,696	9.10	776,084	0.10%	5,388
					770,696		776,084		5,388
1	Pharmaceuticals & Chemicals	Advent Pharma Ltd.	8,334	10.00	83,340	33.30	277,522	0.01%	194,182
2		Active Fine Chemicals Limited	570,000	43.07	24,551,628	42.80	24,396,000	3.05%	(155,628)
					24,634,968		24,673,522		38,554
1	Telecom	Grameenphone Ltd.	186,642	388.76	72,559,465	370.40	69,132,197	9.02%	(3,427,268)
					72,559,465		69,132,197		(3,427,268)
1	Textile	M.L. Dyeing Ltd	14,926	10.00	149,260	22.00	328,372	0.02%	179,112
2		SK Trims Industries Ltd.	24,194	10.00	241,940	34.20	827,435	0.03%	585,495
3		VFS Thread Dyeing Limited	16,418	10.00	164,180	31.00	508,958	0.02%	344,778
					555,380		1,664,765		1,109,385
	Grand Total				539,818,471		534,283,270	67.08%	(5,535,201)

