

**AUDITED FINANCIAL STATEMENT
OF
GRAMEEN MUTUAL FUND ONE: FIRST
SCHEME
FOR THE YEAR ENDED JUNE 30, 2014**



MA QUADER KABIR & CO.

CHARTERED ACCOUNTANTS

**KABIRS, HOUSE 11, ROAD 1A, SECTOR 5
UTTARA, DHAKA 1230
BANGLADESH**

PHONE : 88 02 8924229

CELL : 01713 041 790

E-MAIL : maqk.bd@gmail.com

AUDITORS' REPORT
TO
THE TRUSTEE BOARD OF
GRAMEEN MUTUAL FUND ONE: FIRST SCHEME

We have audited the accompanying Statement of Financial Position of the “**Grameen Mutual Fund One: First Scheme**” (GMFO) which comprises the statement of Financial Position as at 30, June 2014 the related statement of Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standards/Bangladesh Financial Reporting Standards (BFRS), the Securities and Exchanges Rules 1987 and other applicable laws and regulations in Bangladesh. This responsibility includes: designing, implanting, and maintain internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud and error; selecting and applying appropriate accounting policies; and making accounting statements that are reasonable in the circumstances.

Auditors Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conduct our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain a reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of financial statements whether due to fraud or error. In making those risk assessments, the auditor consider internal control relevant to the entity’s presentation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion, the financial statement prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the Grameen Mutual Fund One: First Scheme as at 30 June 2014, and of the result of its operations and its cash flow for the year ended and comply with the Securities and Exchanges Rules 1987, the Securities and Exchanges Commission (Mutual Fund) Rules, 2001 and other applicable laws and regulations.

Further to our opinion in the above paragraph, we state that:

- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof.
- ii. In our opinion, proper books of account as required by law have been kept by GMFO so far as it appeared from our examination of those books.
- iii. The GMFO's Statements of financial Position and statement of Comprehensive Income together with the annexed notes 1 to 19 dealt with by the report are in agreement with the books of accounts.
- iv. The expenditure incurred was for the purpose of the GMFO's which comply with prescribed rules.

Date:

M A Quader Kabir & Co.
Chartered Accountants

GRAMEEN MUTUAL FUND ONE: FIRST SCHEME
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

Particulars	Notes	30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
PROPERTY AND ASSETS			
<u>Non-Current Assets :</u>			
		184,172,485	49,634,968
Investment in Primary and Non-listed Securities	3.00	183,730,000	48,750,000
Preliminary and Issue Expenses	8.00	442,485	884,968
<u>Current Assets :</u>			
		714,702,571	745,248,880
Marketable Investments - at Market Value	4.00	606,339,120	577,868,307
Accounts Receivables	5.00	1,242,123	1,485,602
Advances & Prepayments	6.00	479,330	479,330
Cash at Bank	7.00	106,641,998	165,415,641
Total Assets		898,875,056	794,883,848
EQUITY AND LIABILITIES			
<u>Unitholders' Equity</u>			
		890,166,441	784,856,121
Paid-up Capital	10.00	255,000,000	255,000,000
Retained Earnings	11.00	145,717,869	109,735,721
Dividend Equalization Reserve	12.00	87,407,389	87,407,389
Provision for Bad & Doubtful Investment	2.10	20,712,409	20,712,409
Provision for Depreciation on Other Investment	2.10	40,697,402	40,697,402
Investment Diminution Reserve	13.00	340,631,372	271,303,200
Current Liabilities		8,708,615	10,027,727
Accounts Payable	9.00	8,708,615	10,027,727
Total Equity and Liabilities		898,875,056	794,883,848
Net Asset Value (NAV)		890,166,441	784,856,121
Net Asset Value (NAV) per Unit:			
At cost	14.00	21.55	20.14
At market value	15.00	34.91	30.78

The annexed notes from 1 to 19 form an integral part of these financial statements

Trustee
Grameen Fund

Asset Manager
AIMS of Bangladesh Ltd.

Signed in terms of our separate report of even date annexed

Date:

M A Quader Kabir & Co.
Chartered Accountants

**GRAMEEN MUTUAL FUND ONE: FIRST SCHEME
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2014**

Particulars	Notes	30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
INCOME			
Net Income on Sale of Marketable Trading Securities	16	61,870,000	40,742,724
Dividend Income	17	17,763,556	17,406,876
Interest Income	18	19,767,045	11,490,605
Total Income		99,400,601	69,640,205
EXPENSES:			
Management Fee		10,821,510	9,856,029
Trusteeship Fee		200,000	200,000
Annual BSEC Fee		255,000	255,000
Annual Listing Fee with Stock Exchanges		130,000	130,000
Annual CDBL Fee		56,000	56,000
Custodial Fee		189,109	19,956
Dividend Distribution Expense		92,524	113,073
CDBL- Fee & Demat Charge		21,064	3,414
Bank Charges		43,130	33,312
Printing & Publication Expense		117,633	63,337
Audit Fee		50,000	45,000
Amortization of Issue Expense		442,483	442,483
Total Expenses		12,418,453	11,217,604
Net Operating Profit		86,982,148	58,422,601
Total:		99,400,601	69,640,205
Earnings per Unit	19	3.41	2.29

The annexed notes from 1 to 19 form an integral part of these financial statements

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Chartered Accountants

**GRAMEEN MUTUAL FUND ONE: FIRST SCHEME
STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 30 JUNE 2014**

Particulars	30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
CASH FLOW FROM OPERATIONAL ACTIVITIES		
Receipts from Dividend Income	18,001,563	16,732,313
Receipts from Interest Income	19,767,045	11,490,605
Receipts from Profit on Sale of Investment	61,875,472	58,286,227
Payments for Operating Expenses	(11,625,895)	(13,409,903)
Net Cash Flow from Operating Activities (A)	88,018,185	73,099,242
CASH FLOW FROM INVESTMENT ACTIVITIES		
Cost of investment in trading, primary & non-listed securities	(134,980,000)	(355,315,107)
Cost of investment in trading -listed securities	40,857,359	393,411,781
Net Cash Flow from Investment Activities (B)	(94,122,641)	38,096,674
CASH FLOW FROM FINANCING ACTIVITIES		
Payments of Cash Dividend	(52,669,187)	(43,115,628)
Net Cash Flow from Financing Activities (C)	(52,669,187)	(43,115,628)
Net Cash Flow from All Activities (A+B+C)	(58,773,643)	68,080,287
Opening Cash at Bank	165,415,641	97,335,354
Closing Cash at Bank	106,641,998	165,415,641

Trustee
Grameen Fund

Asset Manager
AIMS of Bangladesh Ltd.

Signed in terms of our separate report of even date annexed

Date:

M A Quader Kabir & Co.
Chartered Accountants

**GRAMEEN MUTUAL FUND ONE: FIRST SCHEME
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2014**

Particulars	Unit Capital	Investment Diminution Reserve	Provision for Bad & Doubtful Investment	Provision for Depreciation on Other Investment	Dividend Equalization Reserve	Retained Earnings	Total Equity
Balance at 1 July 2012	255,000,000	231,748,390	20,712,409	40,697,402	87,407,389	89,588,380	725,153,970
Less: adjustment for Dividend Receivable						(25,260)	(25,260)
Restated opening Balance	255,000,000	231,748,390	20,712,409	40,697,402	87,407,389	89,563,120	725,128,710
Profit During the Period	-	-	-	-	-	58,422,601	58,422,601
Dividend Paid - Cash	-	-	-	-	-	(38,250,000)	(38,250,000)
Provision for Dividend Equalization Reserve	-	-	-	-	-	-	-
Investment Diminution Reserve	-	39,554,810	-	-	-	-	39,554,810
Balance at 30 June 2013	255,000,000	271,303,200	20,712,409	40,697,402	87,407,389	109,735,721	784,856,121
Balance at 1 July 2013	255,000,000	271,303,200	20,712,409	40,697,402	87,407,389	109,735,721	784,856,121
Profit During the Period	-	-	-	-	-	86,982,148	86,982,148
Dividend Paid - Cash	-	-	-	-	-	(51,000,000)	(51,000,000)
Provision for Dividend Equalization Reserve	-	-	-	-	-	-	-
Investment Diminution Reserve	-	69,328,172	-	-	-	-	69,328,172
Balance at 30 June 2014	255,000,000	340,631,372	20,712,409	40,697,402	87,407,389	145,717,869	890,166,441

Trustee
Grameen Fund

Signed in terms of our separate report of even date annexed

Asset Manager
AIMS of Bangladesh Ltd.

Date:

M A Quader Kabir & Co.
Chartered Accountants

Grameen Mutual Fund One: First Scheme
Notes to the Financial Statements
For the year ended June 30, 2014

1.00 THE FUND AND ITS OBJECTIVES

Grameen Mutual Fund One: First Scheme (Trust fund) was established on 09 May 2001 under the Trust Act 1882 and registered under the Registration Act, 1908. The Fund got registration as a Mutual Fund on 27 August, 2001 from the Bangladesh Securities and Exchange Commission with an initial seed money of Tk. 120 million, contributed by the Grameen Bank as the Sponsor for the first scheme.

Subsequently, the capital of the first scheme was raised to Tk 165 million on February 16, 2005 by the Sponsor and finally to Tk 170 million with 17,000,000 units of Tk 10 each through issuing Initial Public Offer (IPO) on August 31, 2005.

The paid up capital of the fund now stands at TK 255 million which comes after the declaration of stock dividend of 50% for the year ended on June 30, 2011.

Grameen Bank is the sole Sponsor of the Fund. Grameen Fund is the Trustee while BRAC Bank Limited is the Custodian of the Fund. The Assets & Investment Management Services (AIMS) of Bangladesh Limited is managing the operations of the Fund as the Asset Management Company.

OBJECTIVES

The objective of the scheme is to create unique and innovative investment products for the benefit of the marginal savers, small borrowers and investors who are the primary beneficiaries of the Grameen Bank initiatives, as well as to develop the capital markets in Bangladesh.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

2.1 PREPARATION OF THE FINANCIAL STATEMENTS

These financial statements are prepared under historical cost convention and in conformity with the International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), International Accounting Standards (IAS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and also in compliance with requirements of Securities and Exchange Commission (Mutual Fund) Rules, 2001 and other laws & regulations applicable in Bangladesh.

2.2 COMPARATIVE INFORMATION

As guided in paragraph 36 and 38 of BAS 1, “presentation of Financial Statements comparative information in respect of the previous year have been presented in all numerical information in the Financial Statements and narrative and descriptive information where, it is relevant for understanding of the current years Financial Statements”.

2.3 CASH FLOW STATEMENT

Paragraph 111 of BAS-1, “Presentation of financial statements requires that a cash flow statement be prepared as it provides information about cash flows of the enterprise which is providing users of financial statements with basis to assess the ability of the enterprise to generate cash and cash equivalents and needs of the enterprise to utilize those cash flows. Cash flow statement has been prepared under the direct method for the period, classified by operating, investing and financing activities as prescribed in paragraph 10 and 18(a) of BAS 7 Cash Flow Statements.”

2.4 STATEMENT OF CHANGES IN EQUITY

The statement of Changes in Equity reflects information about the increase or decrease in net assets or wealth.

2.5 FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Taka, which is mutual fund’s functional currency. Except as indicated, figures have been rounded to the nearest Taka.

2.6 REPORTING PERIOD

This Financial Statement is presented for the year ended June 30, 2014.

2.7 INVESTMENT POLICY

a) The Scheme shall only invest in securities and investment approved by the BSEC, the Bangladesh Bank and / or the Controller of Insurance of Bangladesh or any other competent authority in this regard.

b) The Scheme shall invest only in transferable securities whether in money market or equity market or privately placed debentures or securitized debts.

c) Capital appreciation will be the primary consideration and dividend and interest income will be the secondary consideration for the trading security investments.

d) Dividend and interest income will be the primary consideration and capital appreciation will be the secondary consideration for the Available-for-Sale security investments.

e) The Fund shall categorize the investments either as “Trading Securities” or as “Available-for-Sale Securities” as they deem prudent, as per provisions of IAS-39.

f) Stock Dividend (Bonus shares) are added with existing shares with no value resulted decrease in per unit cost price of the existing shares.

2.8 VALUATION OF INVESTMENT

The listed securities are valued at the closing quoted market price only on the Dhaka Stock Exchange on the date of valuation i.e. on June 30, 2014.

2.9 DIVIDEND POLICY

- a) After the closing of annual accounts, the Trustee, as appears, shall declare dividend.
- b) As per amendment to Securities and Exchange Commission (Mutual Fund) Rules, 2001 of June 16, 2008, the Scheme, being an "Income Scheme" shall distribute at least 70% of the annual income derived from realized gains of the Scheme, as dividend, at the end of each accounting year.
- c) Before deriving the annual income and declaring dividend, the scheme shall provide for depreciation on investment, appropriate provision for investment, and also make a provision for bad and doubtful investments, to the satisfaction of the Auditors and create a Dividend Equalization Reserve and a provisional Fixed-income Securities Investment Reserve by appropriation from the income of the Fund.
- d) No dividend may be declared or paid other than from earnings of the Scheme, available for distribution.
- e) Surplus arising simply from the valuation of investments may not be available for dividend.

2.10 PROVISION FOR BAD AND DOUBTFUL INVESTMENT

During the financial year 2009-2010 a Provision was made for Bad and Doubtful Investment amounting Tk. 20,712,409 and for Depreciation on Other investment for Tk. 40,697,402. Thereafter, no such provision was required to be made in the next proceeding years.

2.11 MANAGEMENT FEES

a) The Scheme shall pay a management fee to the AMC @ 2.50% per annum of the weekly NAV up to Tk.50 million, and @ 2% for additional amount over Tk.50 million of NAV up to Tk 250 million, @ 1.25% and for additional amount over Tk.250 million of NAV up to Tk.500 million of NAV, and @ 0.75% for additional amount over Tk.500 million, accrued and payable annually in arrears.

2.12 TRUSTEE FEE

The Trustee is entitled to an annual Trusteeship fee of Tk 200,000 on semi-annual installments in advance.

2.13 CUSTODIAN FEE

The fee for Custodial services will be 0.05% per annum of balance securities held by the Fund, calculated on the cost price per month. Besides this, the fund will bear a transaction fee of BDT. 100.00 Per transaction. The fee for Custodial services has been realised semi-annually.

2.14 CDBL (CENTRAL DEPOSITORY OF BANGLADESH Ltd.) FEE

The CDBL is entitled to receive an amount of Tk 300,000 but had been paid 150,000 as security deposit during the whole life of Schemes. Annual fee for the scheme shall be Tk 56,000 including CDS connection fee.

2.15 SCHEME REGISTRATION AND ANNUAL FEE

As per Securities and Exchange Commission (Mutual Fund) Rules, 2001 the Scheme will pay an annual fee to the BSEC during the entire life of the Scheme at the rate of 0.10% on the total scheme size. During the year under audit, Tk. 255,000 has been paid as advance against annual fee to BSEC.

2.16 ANNUAL FEE TO DHAKA STOCK EXCHANGE AND CHITTAGONG STOCK EXCHANGE:

Both of the above exchanges are entitled to receive fees as per their charge schedule on a regular basis. Annual fee payable for every year is Tk 130,000 for continued listing with both the exchange.

2.17 REVENUE RECOGNITION

- a) Cash Dividend income is recognized on the declaration of dividend if made by the invested companies within the Balance Sheet date.
- b) Stock dividend approved in the AGM of the companies has been duly received and credited in the Dividend Income account.
- c) Bonus shares have been recognized at zero cost like previous year.
- d) Interest on Fixed Deposit and Short Term Deposit is recognized as income on accrual basis.

2.18 PROVISION MADE ON INVESTMENT IN SECURITIES

As per Prospectus of the Scheme before deriving the annual income and declaring dividend, the Fund shall provide for necessary provision for bad & doubtful investment and provision for depreciation on other investments as well as create dividend equalization reserve.

2.19 TAXATION

The income of the fund is exempted from income tax under the provision of Sixth Schedule – Part A, Para 30 of Income Tax Ordinance, 1984; hence no provision for tax has been made in the books of the statement of Comprehensive Income.

2.20 PRELIMINARY & ISSUE EXPENSES

As per Prospectus, Preliminary & Issue Expenses are being written off over a period of ten years. As June 30, 2014, 1/10th portion of Preliminary & Issue Expenses have been amortized.

2.20 NET ASSET VALUE (NAV) PER UNIT

The Mutual Fund calculates Net Asset Value per unit using the cost and market value, which has been shown on the face of balance sheet, and the computation of NAV per share is stated in **Note 14 and 15**.

2.21 EARNING PER UNIT

The Mutual Fund calculates Earning per Unit in accordance with BAS 33. Earning per unit which has been shown on the face of the Income Statement and the computation of Earning Per Unit is stated in **Note 19**.

2.23 GENERAL

Figures of previous year have been rearranged wherever necessary to conform to the current year presentation and rounded off to the nearest Taka.

2.24 PROPOSED DIVIDEND:

The Trustee Committee at the meeting held on 18 August 2014 taking into consideration available fund from reserves, approved 30% (thirty percent) Re-Investment units as dividend for the year ended on 30 June 2014 to be issued at a valuation of the last published NAV per unit before the Record date.

3.00 Investment in Primary and Non-listed Securities:

Sector	Sl.	Name of the Companies	Number of	Face Value	Average	Acquisition Cost	Market	Market	Excess /
			Shares	per share	Unit Cost		rate	value	(Deficit)
Pre-IPO Shares	1	Information Technology Consultants Limited.	250,000	10	10.00	2,500,000	10.00	2,500,000	-
	2	Lanka Bangla Securities Limited	52,500	10	71.43	3,750,000	71.43	3,750,000	-
	3	STS Holding Limited	500,000	10	25.00	12,500,000	25.00	12,500,000	-
IPO Shares	4	Far Chemical Industries Limited	42,500	10	10.00	425,000	10.00	425,000	-
	5	Far East Knitting & Dyeing Industries Limited	2,780,000	10	27.00	75,060,000	27.00	75,060,000	-
	6	Shahjibazar Power Company Limited	66,600	10	25.00	1,665,000	25.00	1,665,000	-
	7	Shurwid Industries Limited	8,650,000	10	10.00	86,500,000	10.00	86,500,000	-
	8	Tung Hai Knitting and Dyeing Limited	133,000	10	10.00	1,330,000	10.00	1,330,000	-
Sub-Total			12,474,600			183,730,000		183,730,000	-
Grand Total			25,052,824		-	449,437,748		790,069,120	340,631,372

4.00 Investment At Market Value:

Sector	Sl.	Name of the Companies	Number of	Face Value	Average	Acquisition Cost	Market rate	Market value	Excess / (Deficit)
			Shares	per share	Unit Cost				
Bank	1	AB Bank Limited	240,936	10	29.56	7,121,689	25.40	6,119,774	(1,001,915)
	2	BRAC Bank Limited	2,634,301	10	11.94	31,443,656	26.30	69,282,116	37,838,460
	3	Dhaka Bank Limited	199,264	10	10.75	2,143,037	20.00	3,985,280	1,842,243
	4	EXIM Bank Limited	257,885	10	6.36	1,641,007	10.10	2,604,639	963,632
	5	First Security Bank Limited	49,682	10	6.84	340,025	10.90	541,534	201,509
	6	Mercantile Bank Limited	233,343	10	6.81	1,589,333	15.00	3,500,145	1,910,812
	7	Mutual Trust Bank Limited	345,297	10	10.87	3,752,517	17.90	6,180,816	2,428,299
	8	NCC Bank Limited	79,562	10	6.16	490,135	10.70	851,313	361,178
	9	Premier Bank Limited	755,920	10	4.06	3,072,680	9.70	7,332,424	4,259,744
	10	Prime Bank Limited	486,200	10	12.11	5,886,578	24.50	11,911,900	6,025,322
	11	Pubali Bank Limited	168,000	10	12.79	2,147,923	26.20	4,401,600	2,253,677
	12	Shahjalal Bank Limited	468,000	10	4.28	2,004,572	11.20	5,241,600	3,237,028
	13	Southeast Bank Limited	252,063	10	9.77	2,463,389	19.50	4,915,229	2,451,840
	14	Standard Bank Limited	254,943	10	7.63	1,945,185	11.30	2,880,856	935,671
	15	Trust Bank Limited	942,671	10	8.37	7,890,707	14.80	13,951,531	6,060,824
	16	Uttara Bank Limited	237,490	10	38.18	9,068,552	24.60	5,842,254	(3,226,298)
Cement	17	MI Cement Factory Limited	77,209	10	75.15	5,802,374	86.00	6,639,974	837,600
	18	Premier Cement Mills Limited	40,000	10	22.00	880,000	84.80	3,392,000	2,512,000
Ceramics	19	RAK Ceramics (Bangladesh) Limited	184,182	10	32.78	6,038,400	43.90	8,085,590	2,047,190
Corporate Bond	20	ACI Bond	426	1,000	748.60	318,902	940.00	400,440	81,538
	21	BRAC Bank Limited - Convertible Bonds	19,935	1,000	1000.00	19,935,000	990.00	19,735,650	(199,350)
Engineering	22	Apollo Ispat Complex Limited	100,000	10	22.00	2,200,000	27.70	2,770,000	570,000
	23	Bangladesh Building System Limited	31,000	10	8.06	250,000	54.40	1,686,400	1,436,400
	24	Bangladesh Lamps Limited	19,000	10	37.57	713,897	117.60	2,234,400	1,520,503
	25	Bengal Windsor Thermoplastics Limited	16,200	10	23.15	375,000	43.60	706,320	331,320
	26	BSRM Steels Limited	18,270	10	5.56	101,500	83.80	1,531,026	1,429,526
	27	Deshbandhu Polymer Limited	31,696	10	7.89	250,000	18.30	580,037	330,037
	28	GPH Ispat Limited	66,000	10	22.73	1,500,000	51.30	3,385,800	1,885,800
Food & Allied	29	BATBC	7,000	10	217.08	1,519,560	2,318.10	16,226,700	14,707,140
	30	Emerald Oil Industries Limited	50,000	10	10.00	500,000	44.60	2,230,000	1,730,000
Fuel & Power	31	LINDE Bangladesh Limited	9,000	10	100.80	907,234	882.70	7,944,300	7,037,066
	32	DESCO	68,712	10	29.37	2,018,298	56.70	3,895,970	1,877,672
	33	MJL Bangladesh Limited	314,892	10	86.04	27,092,606	84.20	26,513,906	(578,700)
	34	Padma Oil Co Limited	34,080	10	57.00	1,942,405	321.60	10,960,128	9,017,723
	35	Power Grid Co. Limited	113,300	10	50.83	5,759,163	42.50	4,815,250	(943,913)
	36	Summit Power Company Limited	120,060	10	13.26	1,591,862	32.40	3,889,944	2,298,082
	37	Summit Purbachol Power Company Limited	6,500	10	30.77	200,000	44.70	290,550	90,550
	38	Titas Gas Transmission & Dist. Co. Ltd.	67,750	10	80.67	5,465,089	76.60	5,189,650	(275,439)
Financial Institutions	39	Fareast Finance & Investment Limited	50,000	10	10.00	500,000	8.90	445,000	(55,000)
	40	Intl Leasing and Financial Services Limited	175,428	10	8.14	1,428,618	11.80	2,070,050	641,432
	41	Phoenix Finance & Investment Limited	36,151	10	9.06	327,528	25.60	925,466	597,938
	42	United Leasing Co Limited	89,657	10	11.31	922,060	23.00	2,062,111	1,140,051
	43	IDLC Finance Limited	136,478	10	7.07	965,450	42.50	5,800,315	4,834,865

Insurance	44	Meghna Life Insurance Co Limited	65,000	10	7.75	504,033	117.20	7,618,000	7,113,967
	45	Northern General Insurance Co. Limited	49,581	10	4.38	217,285	34.80	1,725,419	1,508,134
	46	Padma Islami Life Insurance Limited	54,000	10	9.26	500,000	59.20	3,196,800	2,696,800
	47	Prime Islami Life Insurance Limited	72,737	10	8.07	587,137	91.80	6,677,257	6,090,120
	48	Rupali Life Insurance Co. Limited	77,678	10	18.07	1,403,422	66.00	5,126,748	3,723,326
	49	Sunlife Insurance Limited	21,000	10	9.52	200,000	53.20	1,117,200	917,200
	50	United Insurance Co Limited	55,150	10	14.12	778,890	33.00	1,819,950	1,041,060
Pharmaceuticals & Chemicals	51	ACI Formulations Limited	36,000	10	101.16	3,641,708	86.50	3,114,000	(527,708)
	52	Active Fine Chemical Limited	37,650	10	4.83	181,884	63.60	2,394,540	2,212,656
	53	AFC Agro Biotech Limited	55,000	10	9.09	500,000	48.90	2,689,500	2,189,500
	54	Beacon Pharmaceuticals Limited	50,250	10	9.52	478,572	14.80	743,700	265,128
	55	Central Pharmaceuticals Limited	28,750	10	8.70	250,000	34.90	1,003,375	753,375
	56	Global Heavy Chemicals Limited	25,000	10	20.00	500,000	40.70	1,017,500	517,500
	57	Marico Bangladesh Limited	11,200	10	90.00	1,008,000	1,035.00	11,592,000	10,584,000
	58	Salvo Chemical Industry Limited	59,727	10	8.37	500,000	19.30	1,152,731	652,731
Service & Real Estate	59	Square Pharmaceuticals Limited	118,304	10	81.57	9,649,577	282.20	33,385,389	23,735,812
	60	Summit Alliance Port Limited	24,244	10	6.01	145,760	24.00	581,856	436,096
Tannery	61	BATA Shoe Limited	5,000	10	150.18	750,910	972.90	4,864,500	4,113,590
Telecommunication	62	GrameenPhone Limited	500,100	10	71.09	35,552,426	300.30	150,180,030	114,627,604
	63	Bangladesh Submarine Cable Company Limited	126,500	10	27.67	3,500,000	187.80	23,756,700	20,256,700
Textile	64	Envoy Textiles Limited	86,520	10	27.74	2,400,000	47.80	4,135,656	1,735,656
	65	Familytex (BD) Limited	200,000	10	5.00	1,000,000	23.60	4,720,000	3,720,000
	66	Generation Next Fashions Limited	192,000	10	8.17	1,568,000	17.60	3,379,200	1,811,200
	67	Hwa Well Textiles (BD) Limited	40,000	10	10.00	400,000	38.10	1,524,000	1,124,000
	68	Maksons Spinning Mills Limited	76,072	10	19.72	1,500,000	14.80	1,125,866	(374,134)
	69	Matin Spinning Mills Limited	150,000	10	37.00	5,550,000	42.20	6,330,000	780,000
	70	Malek Spinning Mills Limited	167,585	10	20.66	3,462,500	24.00	4,022,040	559,540
	71	Mozaffar Hossain Prinning Mills Limited	71,500	10	10.00	715,000	26.20	1,873,300	1,158,300
	72	Paramount Textile Limited	56,000	10	25.00	1,400,000	34.20	1,915,200	515,200
	73	R. N. Spinning Mills Limited	100,000	10	11.49	1,148,716	25.40	2,540,000	1,391,284
	74	Saiham Cotton Mills Limited	150,000	10	20.00	3,000,000	22.40	3,360,000	360,000
Travel & Leisure	75	Square Textile Limited	50,623	10	37.52	1,899,542	86.10	4,358,640	2,459,098
	76	The Peninsula Chittagong Limited	200,000	10	30.00	6,000,000	33.90	6,780,000	780,000
	77	Unique Hotel & Resorts Limited	28,750	10	65.22	1,875,000	67.70	1,946,375	71,375
	78	United Airways (Bd) Limited	47,820	10	9.07	433,455	13.00	621,660	188,205
		Sub-Total	12,578,224			265,707,748		606,339,120	340,631,372

5 Accounts Receivable

Dividend (Note 5.1)
Sale Proceeds of Trading Securities (Note 5.2)
Closing Balance as at 30.06.2014

30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
1,236,496	1,474,503
5,627	11,099
1,242,123	1,485,602

5.1 Dividend

Active chemicals Ltd.
ACI Formulations Ltd.
Bata Shoe Co Ltd.
United Insurance Ltd.
Gloval Heavy chemicals Ltd.
Unique Hotel &Resort Ltd.
Meghna Life Insurance co Ltd.
Mobil Jamuna Ltd.
Pubali Bank Ltd.
RAK Ceramics (BD) Ltd.
Summit Purbachal powerl Ltd.
Square Textile Ltd.
Closing Balance as at 30.06.2014

15,687	-
90,000	90,000
52,500	52,500
37,537	37,537
25,000	37,500
-	71,875
130,000	-
787,230	724,730
-	160,000
-	228,327
6,500	-
92,042	72,034
1,236,496	1,474,503

5.2 Sale Proceeds of Trading Securities

Mona Financial & Consultancy Ltd.
Conmark Ltd.
LankaBangla Securities Ltd.
Closing Balance as at 30.06.2014

1,139	1,426
2,624	7,603
1,864	2,070
5,627	11,099

6 Advances & Prepayments

Annual Listing Fee to Dhaka Stock Exchange
Annual Listing Fee to Chittagong Stock Exchange
Annual Fee to Securities and Exchange Commission
Annual Fees-CDBL
Security Deposit-CDBL
Closing Balance as at 30.06.2014

32,500	32,500
32,500	32,500
255,000	255,000
9,330	9,330
150,000	150,000
479,330	479,330

7 Cash at Banks

Southeast Bank Ltd. Dhanmondi Branch STD # 66
Mutual Trust Bank Ltd. Panthapath Branch STD # 1375
BRAC Bank Ltd. STD # 4003-Custodial
BRAC Bank Ltd. STD # 4002
BRAC Bank Ltd. DIV # 402
Closing Balance as at 30.06.2014

1,491,541	3,507,857
97,004,365	12,520,279
155,869	77,737
4,540,567	146,465,586
3,449,656	2,844,182
106,641,998	165,415,641

8 Preliminary & Issue Expenses

Opening Balance as at 01.07.2013
Written off during the year
Closing Balance as at 30.06.2014

884,968	1,327,451
442,483	442,483
442,485	884,968

	30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
9 Accounts Payable		
Management Fee	2,792,801	2,457,291
Audit Fee	50,000	45,000
CDBL Charges	10,887	1,322
Refund Warrant	23,480	23,480
Dividend Warrant	5,831,447	7,500,634
Closing Balance as at 30.06.2014	8,708,615	10,027,727
10 Capital Fund		
25,500,000 Units @ Tk10 each	255,000,000	255,000,000
Opening Capital as at July 01, 2013	255,000,000	255,000,000
	-	-
Closing Balance as at 30.06.2014	255,000,000	255,000,000
11 Retained Earnings		
Opening Balance as at 01.07.2013	109,735,721	89,588,380
Add: Net Operating Profit	86,982,148	58,422,601
	196,717,869	148,010,981
Less: Dividend Paid	51,000,000	38,250,000
	145,717,869	109,760,981
Less: Adjustment for Divident Receivable	-	25,260
Closing Balance as at 30.06.2014	145,717,869	109,735,721
12 Dividend Equalization Reserve		
Opening Balance as at 01.07.2013	87,407,389	87,407,389
Closing Balance as at 30.06.2014	87,407,389	87,407,389
13 Investment Diminution Reserve		
Opening Balance as at 01.07.2013	271,303,505	231,748,390
Add: Diminution Reserve Increase/(Decrease)	69,327,867	39,554,810
Closing Balance as at 30.06.2014	340,631,372	271,303,200
14 Net Asset Value per Unit at Cost		
Net Asset Value	890,166,441	784,856,121
Less:: Increase/(Decrease) Market Value than Cost	340,631,372	271,303,200
Balance of Investment as at June 30 , 2014	549,535,069	513,552,921
No of Units	25,500,000	25,500,000
NAV per Unit at cost value	21.55	20.14
15 Net Asset Value per Unit at Market Value		
Net Asset Value	890,166,441	784,856,121
No of Units	25,500,000	25,500,000
NAV per Unit at Market Value	34.91	30.78

30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
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16 Net Income on Sale of Marketable Trading Securities

ACI Bond	-	107,096
AFC Agro-Biotech Ltd	497,821	-
Appolo Ispat complex Ltd.	3,139,418	-
Bangladesh Bd. System Ltd	2,377,239	-
Bangladesh Shipping Corporation (BSC)	20,380,421	(112,460)
BRAC Bank Ltd.	17,849,365	327,941
Bengal Thermoplastic Ltd	-	1,295,539
Beacon Pharmaceuticals Ltd.	-	191,794
Central Pherma Ltd.	771,243	-
DESCO Ltd.	-	435,283
Dhaka Bank Ltd.	-	116,965
Exim Bank Ltd.	-	390,023
Emerald Oil Co Ltd	1,591,692	-
Envoy Textile Ltd.	-	1,751,344
FAMILYTEX BD Ltd	-	3,783,360
Fae East Finance & Investment Ltd	1,154,640	-
Golden Hervest	-	93,354
Gloval Heavy	-	4,867,606
IDLC Finance Ltd.	-	555,501
Hwawell textile ltd	923,726	-
International Leasing & Finance Ltd.	-	460,443
Meghna Life Insurance Ltd.	-	523,902
MTBL	-	123,643
MI Cement	-	238,999
Mercantile Bank Ltd.	-	408,512
Matin Spinning Mills ltd	1,564,550	-
Mosaffar Hossain Spinning Mills Ltd	3,604,462	-
National bank Ltd	19,253	-
Northern Insurance Ltd.	-	790,644
Orion Pherma	-	520,042
Power Grid	-	139,159
Premier Bank Ltd.	-	89,966
Prime Bank Ltd.	-	730,701
Paramount Textile Mills Ltd.	1,907,866	-
Pubali Bank Ltd.	-	174,840
Premier Cement Ltd.	-	2,567,071
R.N. Spinning Mills Ltd.	-	425,826
Reliance One	-	6,955,610
Saiham Cotton Mills Ltd.	-	1,379,090
Sahjalal Bank Ltd.	-	368,207
Standard Bank Ltd.	-	132,414
Southeast Bank Ltd.	-	169,493
Southeast 1st Mutual Fund	-	3,123,898
Square Pharma Ltd.	-	95,450
Summit Purbachaal Ltd.	-	135,032
Sunlife insurance Ltd.	-	1,245,114
The Peninsula Chittagong Ltd	1,217,170	-
Trust Bank Ltd.	-	210,165
United Leasing Company Ltd.	-	172,083

Unique Hotel & Resort Ltd.
United Airways Ltd.
Zeneration Next Ltd.

Total

30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
-	235,056
4,871,134	-
-	2,572,548
61,870,000	40,742,724

17 Dividend Income

AB Bank Ltd.
ACI Formulations Ltd.
Active Fine Chemicals Ltd
Bata Shoe Co. Ltd.
BATBC Ltd.
BD Lamp Ltd.
BOC/Lindley Ltd.
Bangladesh Shipping Corporation (BSC)
Bangladesh Submarine Cable Ltd.
BRAC Bank Ltd
BSRM Ltd.
Bengal Windsor Thermo Plastic Ltd.
Dhaka Bank Ltd.
DESCO Ltd.
DeshBandhu Polimer Ltd.
Envoy Textile Ltd.
EXIM Bank Ltd.
First Security Islami Bank Ltd.
Grameen Phone Ltd.
Global Heavy Chemicals Ltd.
GSP Ispat Ltd.
International Leasing & Develoment Ltd. (IDLC)
International & Financial Services Ltd.
Lanka Bangla Securities Ltd.
Malek Spinning Ltd.
Meghna Life Insurance Ltd.
Marico BD Ltd.
Mercantile Bank Ltd.
MI Cement Factory Ltd.
Mobil Jamuna Bd. Ltd.
NCC Bank Ltd.
Padma Oil Co. Ltd.
Power Grid Ltd.
Premier Cement Mills Ltd.
Prime Bank Ltd.
Phoenix Finance & Investment Ltd
Padma Islami Life Insurance Ltd.
Pubali Bank Ltd.
RAK Ceramics Ltd.
Reliance One Mutual Fund
Rupali Life Insurance Ltd.
Saiham Cotton Mills
Social Islami Bank Ltd.
Southeast Bank Ltd.

112,599	-
90,000	90,000
15,687	-
514,000	137,500
70,000	350,000
38,000	38,000
279,000	279,000
-	1,532,300
220,000	200,000
1,339,107	-
27,405	17,400
21,000	-
322,619	-
59,781	65,000
9	14,387
142,800	120,000
-	7
49,682	-
7,813,540	7,001,400
25,000	37,500
90,000	50,000
54,645	87,714
87,714	-
144,375	-
167,585	-
325,000	210,000
1,008,000	112,000
166,674	133,424
308,836	245,665
787,230	724,730
45,472	12
278,904	149,268
169,950	103,000
160,000	-
607,750	442,000
72,309	-
82,273	82,500
80,000	160,000
251,242	228,333
-	1,431,325
7	99
150,000	150,000
19	8
384,096	360,090

	30-June-2014 Amount (Tk.)	30-June-2013 Amount (Tk.)
Southeast First Mutual Fund	-	2,200,000
Square Textile Ltd.	92,118	-
Square Pharmaceuticals Ltd.	227,714	237,184
Standard Bank Ltd.	254,943	-
Summit Alliance Port Ltd.	36,366	22,040
Summit Purbanchall Power Co Ltd	6,500	-
Trust Bank Ltd.	12	-
Titas Gas Ltd	91,875	75,000
United Insurance Ltd.	55,150	37,537
Unique Hotel & Resort Ltd	71,965	109,375
United Leasing Co. Ltd.	40,753	36,453
Uttara Bank Ltd.	323,850	137,625
Total	17,763,556	17,407,876

18 Interest Income

Southeast Bank Ltd. # STD # 66	469,185	1,623,602
Mutual Trust Bank Ltd. # STD # 1375	2,343,849	877,908
BRAC Bank Ltd. # CD	-	7,948
BRAC Bank Bond	3,291,268	3,548,430
BRAC Bank Ltd.- STD # 4002	12,981,524	5,237,836
Profit on Redemption of ACI Bond	107,096	-
BRAC Bank Ltd. # Custodian # 4003	8,221	-
BRAC Bank Ltd. # DIV	565,902	193,881
Standard Chartered Bank # 426-01	-	1,000
Total	19,767,045	11,490,605

19 Earnings Per Unit

Net Profit for the year	86,982,148	58,422,601
Number of Units	25,500,000	25,500,000
	3.41	2.29