ICB AMCL UNIT FUND
Asset Manager: ICB Asset Management Company Limited
Green City Edge (4th Floor), 89 Kakrail, Dhaka-1000.

In terms of the Rule 69 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (wgDP¨qvj dvÛ) wewagvjv 2001, the yearly audited accounts of the ICB AMCL UNIT FUND for the period ended 30 June 2018 are appended below:

Statement of Financial Position
as at June 30, 2018

Particulars	Notes	Amount in Taka	
		June 30, 2018	June 30, 2017
Assets			
Investment in securities -at cost	3	8,86,19,44,766	7,86,80,44,049
Cash at bank	4	41,09,10,244	43,12,67,895
Other current assets	5	6,20,24,665	3,41,12,447
		9,33,48,79,675	**8,33,34,24,391**
Equity and Liabilities			
Equity			
Unit capital	6	3,37,93,86,400	2,94,16,88,400
Reserves and surplus	7	4,91,25,76,539	4,36,68,96,230
Provision for marketable investment	8	94,07,93,949	94,07,93,949
		9,23,27,56,888	**8,24,93,78,579**
Current liabilities	9	10,21,22,787	8,40,45,812
Total Equity and Liabilities		**9,33,48,79,675**	**8,33,34,24,391**
Net Asset Value (NAV)			
At cost price		**273.21**	**280.43**
At market price		**222.78**	**258.58**

Statement of Profit or Loss and Other Comprehensive Income
for the year ended June 30, 2018

Particulars	Notes	Amount in Taka	
		June 30, 2018	June 30, 2017
Income			
Net Profit on sale of investments (Annexure-D)		39,73,81,178	44,02,92,789
Profit on sale of unit certificate		3,35,515	3,92,27,226
Dividend from investment in shares (Annexure-A)		26,34,16,461	21,16,04,694
Interest on bank deposits and bonds	10	2,29,90,562	2,62,87,273
Premium on sale of units		3,09,67,490	2,76,12,420
Others		3,450	2,613
Total income		**71,50,94,656**	**74,50,27,015**
Expenses			
Management fee		7,97,58,765	6,42,78,911
Trustee fee		75,75,876	60,27,891
Custodian fee		73,81,014	63,92,804
Annual fee		73,86,067	76,06,733
Audit fee		23,000	17,250
Commission to agents		9,65,633	13,17,645
Other operating expenses	11	14,23,342	12,54,673
Total expenses		**10,45,13,697**	**8,68,95,907**
Profit before provision		**61,05,80,959**	**65,81,31,108**
Provision for marketable investments	8	-	4,03,63,068
Net profit for the year		**61,05,80,959**	**61,77,68,040**
Earnings Per Unit		**18.07**	**21.00**

Statement of Changes in Equity
for the year ended 30 June 2018

Particulars	Unit Capital	Unit Premium reserve	Dividend equalization Reserve	Provision for Marketable investment	Retained Earnings	Total Equity
Balance as at July 01, 2017	**2,94,16,88,400**	**3,66,71,67,068**	**94,15,784**	**94,07,93,949**	**69,03,13,378**	**8,24,93,78,579**
Unit Capital	43,76,98,000	-	-	-	-	43,76,98,000
Unit Premium reserve	-	53,94,17,077	-	-	-	53,94,17,077
Last year dividend	-	-	-	-	(60,30,46,122)	(60,30,46,122)
Last year adjustment					(12,71,605)	(12,71,605)
Net profit after tax	-	-	-	-	61,05,80,959	61,05,80,959
Balance as at June 30, 2018	**3,37,93,86,400**	**4,20,65,84,145**	**94,15,784**	**94,07,93,949**	**69,65,76,610**	**9,23,27,56,888**
Balance as at July 01, 2016	**2,57,47,55,900**	**3,21,13,45,061**	**3,05,52,818**	**90,04,30,881**	**56,63,59,484**	**7,28,34,44,144**
Unit Capital	36,69,32,500	-	-	-	-	36,69,32,500
Unit Premium reserve	-	45,58,22,007	-	-	-	45,58,22,007
Provision for marketable investment	-	-	-	4,03,63,068	-	4,03,63,068
Last year dividend	-	-	(2,11,37,034)	-	(49,38,14,146)	(51,49,51,180)
Net profit after tax	-	-	-	-	61,77,68,040	61,77,68,040
Balance as at June 30, 2017	**2,94,16,88,400**	**3,66,71,67,068**	**94,15,784**	**94,07,93,949**	**69,03,13,378**	**8,24,93,78,579**

Statement of Cash Flows
for the year ended 30 June 2018

Particulars	Amount in Taka	
	June 30, 2018	June 30, 2017
Cash flow from operating activities		
Dividend from investment in shares	24,04,09,394	21,89,83,643
Interest on bank deposits and bonds	1,25,02,798	2,62,87,273
Premium income on unit sold	3,09,67,490	2,76,12,420
Other income	3,450	2,613
Expenses	(9,00,14,866)	(8,39,82,601)
Net cash inflow/(outflow) from operating activities	**19,38,68,266**	**18,89,03,348**
Cash flow from investing activities		
Sales of shares-marketable investment	2,30,13,42,430	2,75,90,48,340
Purchase of shares-marketable investment	(2,89,78,00,766)	(3,18,57,39,400)
Share application money deposited	(2,82,00,000)	(18,02,00,000)
Share application money refunded	3,40,00,000	17,22,00,000
Net cash inflow/(outflow) from investing activities	**(59,06,58,336)**	**(43,46,91,060)**
Cash flow from financing activities		
Unit capital sold	61,93,49,800	55,22,48,400
Unit capital surrendered	(18,16,51,800)	(18,53,15,900)
Premium received on sales	76,33,00,148	68,19,13,289
Premium refunded on surrender	(22,38,83,071)	(22,60,91,282)
Dividend paid	(60,06,82,658)	(51,29,55,276)
Net cash inflow/(outflow) from financing activities	**37,64,32,419**	**30,97,99,231**
Net cash flow increase/(decrease)	**(2,03,57,651)**	**6,40,11,519**
Cash equivalent at beginning of the year	43,12,67,895	36,72,56,376
Cash equivalent at end of the year	**41,09,10,244**	**43,12,67,895**
Net Operating Cash Flow Per Unit (NOCFPU)	**5.74**	**6.42**

General Information:

Sponsor	ICB Capital Management Ltd.
Trustee	Investment Corporation of Bangladesh
Custodian	Investment Corporation of Bangladesh
Auditor	Khan Wahab Shafique Rahman & Co.
Banker	IFIC Bank Ltd. Principal Br. Dhaka.

Other Financial Information:	**June 30, 2018**	**June 30, 2017**
Dividend (cash)	19.00	20.50

The detailed annual report is available for inspection at the Head Office of ICB Asset Management Company Ltd. Interested Investors can collect a copy of annual report on payment of Tk. 20.00 only.

Sd/-	Sd/-	Sd/-
Asset Manager	**Trustee**	**Khan Wahab Shafique Rahman & Co.**
ICB Asset Management Company Ltd.	**Investment Corporation of Bangladesh**	**Chartered Accountants**

ICB AMCL UNIT FUND

Notes to financial statements

for the year ended June 30, 2018

1.0 Legal status and nature of business

The ICB AMCL Unit Fund was established under a trust deed executed on 18 May 2003 between the ICB Capital Management Ltd (ICML) as 'Sponsor' and the Investment Corporation of Bangladesh (ICB) as 'Trustee'. The Fund was registered with the Bangladesh Securities and Exchange Commission (BSEC) on 03 June 2003 under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (‖gDP¨qvj dvÛ) ‖e‖agvjv 2001. The prospectus was approved by the BSEC on 16 June 2003 in accordance with the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (‖gDP¨qvj dvÛ) ‖e‖agvjv 2001. The operation of the Fund commenced on 21 June 2003.

ICB Asset Management Company Ltd (ICB AMCL) is the Manager of the Fund. ICB AMCL was created as part of the restructuring programme of ICB under Capital Market Development Programme (CMDP) initiated by the Government of the Peoples' Republic of Bangladesh and the Asian Development Bank (ADB). The Company was incorporated as a public limited company under the Companies Act, 1994 with the Registrar of Joint Stock Companies and Firms on 5 December, 2000 with an authorized capital of Tk 100 crore and a nominal paid up capital of Tk 2 lac which was subsequently increased to Tk 39.37 crore. Registration of the company with the SEC has been completed on 14 October 2001. The Company became operational from 1 July 2002 as per government gazette notification.

ICB AMCL Unit Fund is an open ended Mutual Fund. The objectives of the Fund are to provide regular dividend to the investors by investing the Fund both in capital and money market instruments. Units are offered for public subscriptions on continuous basis. The Units are transferable and can be redeemed by surrendering them to Fund.

2.0 Significant Accounting Policies

2.1 Basis of preparation of accounts

These financial statements have been prepared under historical cost convention in accordance with generally accepted accounting principles as laid down in the International Accounting Standards (IASs)/International Financial Reporting Standards (IFRSs), applicable to the Fund so far adopted by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BASs)/Bangladesh Financial Reporting Standards except IAS 39 & IAS 32(BAS 32). The disclosures of information made in accordance with the requirements of Trust Deed, Securities and Exchange Rules 1987 and other applicable Rules and regulations.

2.2 Investment

(a) All purchases and sales of securities that require delivery within the time frame established by regulation or market convention are recognized at the trade date. Trade date is the date on which the Fund commits to purchase or sell the investments.

(b) Bonus entitlements, if any, are not accounted for as income rather included in the portfolio to reduce the average cost.

2.2.1 Valuation of investments

The market value of listed securities are valued at average closing quoted market price on the stock exchanges on the date of valuation ie, on 30 June 2018.

As per requirement of IAS 32 the financial assets must be classified whether it is debt instrument or equity instrument and the subsequent measurement of financial assets will be based on this classification as per IAS 39. Debt instruments would normally be measured at fair value through profit and loss, but could be measured at amortized cost if they have been shown to do so, provided the passing of "business model test" and "contractual cash flow characteristics test". Equity instruments would be measured at "fair value through profit and loss" or "fair value through comprehensive income", provided that the equity instrument cannot be held for trading and there must be an irrevocable choice for this designation up on initial recognition.

Considering the volatility of the stock markets in Bangladesh, the fund measures and recognize the investment in financial assets at cost. If the fund measures and recognize the financial assets at fair value through the recognition of fair value gain in the profit and loss account and distributes the 70% of this gain among unit holders (Rule 66 of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (‖gDP¨qvj dvÛ) ‖e‖agvjv 2001), there would not be any option open to the fund to adjust the fair value losses in case of unlikely circumstances in the subsequent period.

2.3 Provision for marketable investment

The investments have been valued on aggregate portfolio basis and a provision is required to be made considering overall decrease in the value of the investments. To meet any future unforeseen diminution in the value of the investment portfolio over the cost, the management has established a policy of making a general provision out of its profit and has set up an accumulated general provision for Tk 940,793,949. (see note 8)

Provision against unrealized losses arising from investment in mutual fund units are maintained as per Bangladesh Securities and Exchange Commission directive no. SEC/CMRRCD/2009-193/172 as on 30 June 2015. Provision is calculated as, Required Provision (RP)= Average cost price (CP) - NAVcmp*85%.

2.4 Taxation

No provision for corporate income tax is required to be made in this accounts since income of this Fund is exempted from income tax as per SRO No. 333/Rule/Income Tax/2011 the income of mutual fund.

2.5 Pricing of units

Units issued are recorded at the offer price, determined by the management Company for the applications received during business hours on that date/week. The offer price represents the net asset value per unit as of the close of the business day of each week plus the allowable difference between sales and repurchases prices (at present Tk 5.00 only). Units redeemed are recorded at the redemption price. The redemption price represents net asset value.

2.6 Premium on sale of units

This indicates the difference between sales and repurchase price, which at present is Tk 5 per unit.

2.7 Dividend policy

As per Rule 66 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (wgDP¨qvj dvÛ) wewagvjv 2001, the Fund is required to distribute in the form of dividend to its unit holders an amount which shall not be less than 70% of annual profit during the year, net of provisions.

2.8 Management fee

ICB Asset Management Company Ltd, the management company of the Fund is to be paid an annual management fees on weekly average net asset value (NAV) as per Rule 65 of the সিকিউরিটিজ ও এক্সচেঞ্জ Kwgkb (wgDP¨qvj dvÛ) wewagvjv 2001, and Trust Deed at the following rates:

NAV (Taka)	Rate (%)
Not exceeding Taka 5 crore	2.50%
Exceeding Taka 5 crore and up to Taka 25 crore	2.00% on additional amount
Exceeding Taka 25 crore and up to Taka 50 crore	1.50% on additional amount
Exceeding Taka 50 crore	1.00% on additional amount

2.9 Trusteeship fee

The Trustee is entitled to an annual Trusteeship Fee of @ 0.10% on weekly average NAV of the Fund on semi annual in advance basis during the entire life of the Fund.

2.10 Custodian fee

The Custodian is entitled to receive a safekeeping fee @ 0.10% on the balance of securities calculated on the average month end value per annum.

2.11 Registration and other charges/annual fee to SEC

As per Rule 11 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (wgDP¨qvj dvÛ) wewagvjv 2001, the Fund is required to pay an annual fee to SEC an amount equal to @ 0.10% of the value of the Fund or Tk 50,000 whichever is higher.

2.12 Revenue recognization

Gains/losses arising on sale of investment are included in the Revenue Account on the date at which the transaction takes place. Dividend and interest income are recognised on accrual basis.

	Amount in Taka	
	June 30,2018	June 30,2017
3.0 Marketable investment at cost		
Equity shares (Note 3.1)	8,76,76,72,266	7,81,14,65,366
Non Listed Shares		
Preference shares	2,39,00,000	2,51,00,000
Ordinary share	3,03,60,000	3,03,60,000
Unit certificate	4,00,12,500	11,18,683
	8,86,19,44,766	**7,86,80,44,049**

3.1 Sector wise break up of investments in shares is as follows:

Sector/category	No of shares	Total cost price (Tk)	Total market price (Tk)	Difference excess/(short)
Banks	5,09,67,889	90,59,46,647	77,70,22,435	(12,89,24,211)
Investment	3,59,15,171	34,86,66,159	31,12,55,591	(3,74,10,568)
Engineering	1,30,04,809	83,93,68,310	61,76,08,291	(22,17,60,019)
Food and allied products	59,66,664	21,29,63,262	19,13,76,737	(2,15,86,525)
Fuel and power	1,73,65,124	1,33,41,79,601	1,12,18,52,222	(21,23,27,380)
Textiles	2,18,72,431	44,28,38,544	31,70,79,378	(12,57,59,166)
Pharmaceuticals	1,01,05,856	1,64,65,94,918	1,48,65,89,817	(16,00,05,102)
Service and real estate	19,00,000	9,35,53,593	6,36,40,000	(2,99,13,593)
Cement	44,69,882	52,61,02,886	39,37,87,582	(13,23,15,305)
Information technology	4,90,683	1,99,52,138	1,72,93,857	(26,58,282)
Tannery and footwear	2,48,573	12,12,91,066	11,94,12,419	(18,78,647)
Ceramic	52,53,824	22,40,52,091	15,44,13,236	(6,96,38,856)
Insurance	2,01,44,260	65,25,31,684	50,97,10,182	(14,28,21,502)
Telecommunication	4,83,249	7,57,57,504	7,54,45,736	(3,11,768)
Travel and leisure	41,56,246	11,66,65,751	6,71,69,613	(4,94,96,138)
Finance and leasing	2,74,37,633	66,56,04,776	52,50,76,219	(14,05,28,557)
Corporate bond	1,24,022	12,00,00,471	11,84,72,016	(15,28,456)
Miscellaneous	60,75,222	42,16,02,863	19,64,08,636	(22,51,94,227)
	22,59,81,538	**8,76,76,72,266**	**7,06,36,13,966**	**(1,70,40,58,300)**

	Amount in Taka	
4.0 Cash at bank	June 30,2018	June 30,2017
STD Accounts with		
IFIC Bank Ltd, Motijheel Branch STD account	29,88,60,937	35,48,72,225
" " " Agrabad Branch STD account 0918	13,50,979	11,61,832
" " " Rajshahi Branch STD account 0553	70,96,211	19,08,481
" " " Khulna Branch STD account 1118	1,09,08,914	30,56,847
" " " Sylhet Branch STD account 0493	2,65,09,268	1,92,79,283
" " " Barisal Branch STD account 0504	46,00,290	17,05,920
" " " Bogra Branch STD account 0543	5,121	20,48,668
" " " Naya Paltan Branch STD account 234	4,00,34,994	3,84,95,783
Standard Chartered Bank, Sylhet Branch 0326	51,515	51,515
IFIC Bank Ltd, Federation Branch, 1501 (Dv A/C 03-04)	3	167
" " " , Federation Branch, 1666 (Dv A/C 04-05)	37,216	36,746
" " " Federation Branch, 1831 (Dv A/C 05-06)	24,899	24,953
" " " Federation Branch, 1355 (Dv A/C 06-07)	75,577	73,471
" " " Federation Branch, 116 (Dv A/C 07-08)	27,380	27,409
" " " Federation Branch, 170 (Dv A/C 08-09)	86,678	85,401
" " " Federation Branch, 251 (Dv A/C 09-10)	62,743	64,305
" " " Federation Branch, 353 (Dv A/C 10-11)	5,40,453	5,25,119
Shahjalal Islamic Bank Ltd., Motijheel Br. (D/A -11-12)	9,65,981	9,45,060
Shahjalal Islamic Bank Ltd., Motijheel Br. (D/A -12-13)	1,20,806	1,26,844
IFIC Bank Ltd, Motijheel Branch, (Dv A/C 13-14)	21,18,984	21,32,281
IFIC Bank Ltd, Motijheel Branch, (Dv A/C 14-15)	19,78,456	21,73,752
IFIC Bank Ltd, Motijheel Branch, (Dv A/C 15-16)	18,04,481	24,71,833
IFIC Bank Ltd, Motijheel Branch, (Dv A/C 16-17)	31,74,194	-
FDR accounts with		
Social Islami Bank Ltd., Kakrail Branch	1,04,74,164	-
Total	**41,09,10,244**	**43,12,67,895**

		Amount in Taka	
		June 30,2018	June 30,2017
5.0	**Other current assets**		
	Dividend receivable	4,42,61,398	2,13,11,257
	Share application money	22,00,000	80,00,000
	Interest receivable	1,04,87,764	-
	Receivable from agents for sale of shares	50,75,503	48,01,190
		6,20,24,665	**3,41,12,447**
6.0	**Unit capital**		
	Balance as on 1 July	2,94,16,88,400	2,57,47,55,900
	Add: unit sold during the year	61,93,49,800	55,22,48,400
		3,56,10,38,200	3,12,70,04,300
	Less: unit surrender by holder	18,16,51,800	18,53,15,900
	Balance as on 30 June	**3,37,93,86,400**	**2,94,16,88,400**

The unit capital represents 337,93,764 number of units of Tk 100 each in circulation with premium.

7.0	**Reserve and surplus**		
	Unit premium reserve (Note 7.1)	4,20,65,84,145	3,66,71,67,068
	Dividend equalization reserve (Note7.2)	94,15,784	94,15,784
	Retained earning (Note 7.3)	69,65,76,610	69,03,13,378
		4,91,25,76,539	**4,36,68,96,230**
7.1	**Unit premium reserve**		
	Balance as on 1 July	3,66,71,67,068	3,21,13,45,061
	Add: premium on sales of unit	76,33,00,148	68,19,13,289
		4,43,04,67,216	3,89,32,58,350
	Less: adjustment for unit surrender	22,38,83,071	22,60,91,282
	Balance as on 30 June	**4,20,65,84,145**	**3,66,71,67,068**
7.2	**Dividend equalization reserve**		
	Balance as on 1 July	94,15,784	3,05,52,818
	Less: adjustment during the year	-	2,11,37,034
	Balance as on 30 June	**94,15,784**	**94,15,784**
7.3	**Retained earning**		
	Balance as on 1 July	69,03,13,378	56,63,59,484
	Less: Last year dividend	60,30,46,122	49,38,14,146
	Less: Last year adjustment	12,71,605	-
		8,59,95,651	**7,25,45,338**
	Add: Addition during the year	61,05,80,959	61,77,68,040
	Balance as on 30 June	**69,65,76,610**	**69,03,13,378**
8.0	**Provision for Marketable Investments**		
	Opening balance	94,07,93,949	90,04,30,881
		-	**4,03,63,068**
	Add: provision for investment in Mutual Fund	-	2,03,63,068
	Add: provision for other investment	-	2,00,00,000
	Total provisions (Note 2.03)	**94,07,93,949**	**94,07,93,949**

		Amount in Taka	
		June 30,2018	June 30,2017
9.0	**Current liabilities**		
	Management fee payable to ICB AMCL	7,97,58,765	6,42,78,911
	Custodian fee payable to ICB	73,81,014	63,92,804
	Annual fee payable to SEC	1,72,981	5,63,023
	Commission payable to agents	9,12,522	12,85,857
	Audit fee payable	23,000	17,250
	Dividend payable (Note 9.1)	1,37,24,505	1,13,61,041
	Others (Suspense account Note 9.2)	1,50,000	1,46,926
	Total current liabilities	**10,21,22,787**	**8,40,45,812**
9.1	**Dividend payable**		
	Dividend payable 2003-04	89,676	89,676
	Dividend payable 2004-05	72,286	72,286
	Dividend payable 2005-06	2,13,707	2,13,707
	Dividend payable 2006-07	3,07,137	3,07,137
	Dividend payable 2007-08	1,37,051	1,37,051
	Dividend payable 2008-09	5,60,347	5,61,675
	Dividend payable 2009-10	9,97,505	10,00,689
	Dividend payable 2010-11	10,08,056	10,15,469
	Dividend payable 2011-12	15,43,012	15,47,499
	Dividend payable 2012-13	3,67,098	3,75,258
	Dividend payable 2013-14	14,91,415	16,03,711
	Dividend payable 2014-15	17,75,172	20,62,963
	Dividend payable 2015-16	16,35,919	23,73,920
	Dividend payable 2016-17	35,26,124	-
		1,37,24,505	**1,13,61,041**
9.2	**Others and suspense account**		
	Dividend on shares	-	56,926
	Others	1,50,000	90,000
	Total other provisions	**1,50,000**	**1,46,926**
10.0	**Interest income**		
	Interest on Short Term Deposit	1,00,42,447	98,11,606
	Interest on Fixed Deposit	20,20,448	-
	Interest on Listed Bond	1,04,78,600	1,55,15,845
	Interest on Preference Share	4,49,067	9,59,822
		2,29,90,562	**2,62,87,273**
11.0	**Other operating expenses**		
	Printing and stationery	1,48,820	1,02,680
	Postage and telegram	-	1,691
	Bank charges & Excise duty	2,32,586	80,638
	Publicity expenses	2,80,229	2,99,723
	CDBL charges	6,56,639	7,31,136
	Dividend distribution expenses	11,948	-
	IPO application expenses	51,000	-
	Others	42,120	38,805
		14,23,342	**12,54,673**