ICB EMPLOYEES PROVIDENT MUTUAL FUND ONE: SCHEME ONE
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 EMPLOYEES PROVIDENT MUTUAL FUND ONE: SCHEME ONE 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			
Marketable securities -at cost	3.00	94,03,11,583	92,11,41,773
Cash at bank	4.00	3,50,67,960	4,58,76,240
Other current assets	5.00	75,93,908	1,12,65,025
Deferred revenue expenditure	6.00	10,39,970	20,79,940
Total Assets		**98,40,13,421**	**98,03,62,978**
Equity and Liabilities			
Equity:			
Capital	7.00	75,00,00,000	75,00,00,000
Reserve and surplus	8.00	8,97,84,294	9,25,24,723
Provision for Marketable Investments	9.00	8,65,09,426	8,15,09,426
		92,62,93,720	**92,40,34,149**
Liabilities:			
Current liabilities	10.00	5,77,19,701	5,63,28,829
Total Equity and Liabilities		**98,40,13,421**	**98,03,62,978**
Net Asset Value (NAV)			
At cost price		**12.35**	**12.32**
At market price		**7.99**	**9.47**

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			
Profit on sale of investments		4,43,38,948	4,89,92,060
Profit on sale of unit certificate		-	1,35,42,809
Dividend from investment in shares		2,11,48,734	1,65,53,777
Interest on Bank deposits and Bond	11.00	5,13,740	6,08,586
Total income		**6,60,01,422**	**7,96,97,232**
Expenses			
Management fee		1,05,87,753	1,04,01,582
Trustee fee		7,50,000	7,50,000
Custodian fee		6,57,404	6,46,709
Annual fee		5,97,998	7,09,958
Listing fee		7,50,000	7,50,000
Audit fee		17,250	17,250
Deferred revenue expenditure written off		10,39,970	10,39,970
Other operating expenses	12.00	7,70,791	6,64,814
Total expenses		**1,51,71,166**	**1,49,80,283**
Profit before provision		**5,08,30,256**	**6,47,16,949**
Provision for Marketable Investments	9.00	50,00,000	75,00,000
Net profit for the year		**4,58,30,256**	**5,72,16,949**
Earnings Per Unit		**0.61**	**0.76**

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

Particulars	Share Capital	Dividend equalization Reserve	Provision for Marketable investment	Retained Earnings	Total Equity
Balance as at July 01, 2017	**75,00,00,000**	**2,23,11,936**	**8,15,09,426**	**7,02,12,787**	**92,40,34,149**
Provision for Marketable Investments	-	-	50,00,000	-	50,00,000
Last year dividend	-	-	-	(4,87,50,000)	(4,87,50,000)
Last year adjustment	-	-	-	1,79,315	1,79,315
Net profit for the period	-	-	-	4,58,30,256	4,58,30,256
Balance as at June 30, 2018	**75,00,00,000**	**2,23,11,936**	**8,65,09,426**	**6,74,72,358**	**92,62,93,720**
Balance as at July 01, 2016	**75,00,00,000**	**1,18,00,000**	**7,40,09,426**	**6,85,44,024**	**90,43,53,450**
Dividend equalization Reserve	-	1,05,11,936	-	(1,05,11,936)	-
Provision for Marketable Investments	-	-	75,00,000	-	75,00,000
Last year dividend	-	-	-	(4,50,00,000)	(4,50,00,000)
Last year adjustment	-	-	-	(36,250)	(36,250)
Net profit for the period	-	-	-	5,72,16,949	5,72,16,949
Balance as at June 30, 2017	**75,00,00,000**	**2,23,11,936**	**8,15,09,426**	**7,02,12,787**	**92,40,34,149**

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	2,16,11,656	1,68,70,745
Interest on Bank deposits and Bond	5,13,740	6,08,586
Expenses	(1,38,54,700)	(1,30,75,449)
Net cash inflow/(outflow) from operating activities	**82,70,696**	**44,03,882**
Cash flow from investment activities		
Sales of shares-marketable investment	35,96,23,070	85,87,45,353
Purchase of shares-marketable investment	(33,71,40,356)	(80,38,66,210)
Share application (IPO) money deposited	(1,52,00,000)	(7,57,00,000)
Shares application money refunded	2,10,00,000	6,77,00,000
Net cash inflow/(outflow) from investment activities	**2,82,82,714**	**4,68,79,143**
Cash flow from financing activities		
Other liabilities (Share money deposit and others)	-	(1,633)
Dividend paid	(4,73,61,690)	(4,36,96,931)
Net cash inflow/(outflow) from financing activities	**(4,73,61,690)**	**(4,36,98,564)**
Net cash flow increase/(decrease)	**(1,08,08,280)**	**75,84,461**
Cash equivalent at beginning of the year	4,58,76,240	3,82,91,779
Cash equivalent at end of the year	**3,50,67,960**	**4,58,76,240**
Net Operating Cash Flow Per Unit (NOCFPU)	**0.11**	**0.06**

General Information:

Sponsor	ICB Employees Provident Fund
Trustee	Investment Corporation of Bangladesh
Custodian	Investment Corporation of Bangladesh
Auditor	Khan Wahab Shafique Rahman & Co.
Banker	Citibank N,A Motijheel Br. Dhaka.

Other Financial Information:	**June 30, 2018**	**June 30, 2017**
Dividend (cash)	5.5%	6.5%

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 EMPLOYEES PROVIDENT MUTUAL FUND ONE : SCHEME ONE
Notes to financial statements
For the year ended June 30, 2018

1.00 Legal status and nature of business

The ICB Employees Provident Mutual Fund One: Scheme one was established under a Trust Deed executed on June 16, 2009 between the ICB Employees Provident Fund as 'Sponsor' and the Investment Corporation of Bangladesh (ICB) as 'Trustee'.and 'Custodian.' The Fund was registered with the Bangladesh Securities and Exchange Commission (SEC) on August 02, 2009 under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (wgDP¨qvj dvÛ) wewagvjv 2001. The prospectus was approved by the BSEC on October 26, 2009 in accordance with the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (wgDP¨qvj dvÛ) wewagvjv 2001. The operation of the Fund commenced on January 06, 2010.

ICB Asset Management Company Ltd. (ICB AMCL) is the Manager of the Fund. The 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 December 05, 2000 with an authorized capital of Tk. 100.00 crore and a paid up capital of Tk. 2.00 lac which was subsequently increased to Tk. 39.37 crore. Registration of the Company with the SEC has been completed on October 14, 2001. The Company became operational from July 01, 2002 as per government gazette notification.

The ICB Employees Provident Mutual Fund One: Scheme one is a close-end Mutual Fund of 10 years tenure. The objectives of the Fund are to provide attractive dividend to the unit holders by investing the proceeds in the Capital Market and Money Market. The Fund is listed in the Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE). The units of the Fund are transferable.

2.00 Significant Accounting Policies

2.01 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. The disclosures of information made in accordance with the requirements of Trust Deed, Securities and Exchange Rules 1987 and other applicable Rules and regulations.

2.02 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.

2.02.01 Valuation of investments

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

As per requirement of IAS 32 (BAS 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 (BAS 39). Debt instruments would normally be measured at fair value through profit and loss, but could be measured at amortised 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 (wgDP¨qvj dvÛ) wewagvjv 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.

2.03 Provision for Marketable Investments

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. As stated in Note 3.01 there is a deficit of Tk. 326,604,726 in the market value of shares as on June 30, 2018 in comparison to the cost price. 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. 74,009,426 (of which Tk. 4,371,651 has been provided in the current year and Tk. 69,637,775 is accumulated balance up to previous year) (see Note 9.00).

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%.

2.04 Taxation

No provision for 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 Dated 27.10.2011.

2.05 Preliminary and issue expenses

Preliminary and issue expenses represent expenditure incurred prior to the commencement of operations and establishment of the Fund. These cost are adjusted with the interest income from escrow account as per Rule 48 of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (wgDP¨qvj dvÛ) wewagvjv 2001. Thereafter, remaining balance will be written off over ten years at equal proportion in each year.

2.06 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 unitholders an amount which shall not be less than 70% of annual profit during the year net of provisions.

2.07 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 Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 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

2.08 Trusteeship fee

The Trustee is entitled to an annual Trusteeship Fee @0.10% of the scheme size i.e. Tk. 750,000.00 on annual basis during the life of the Fund.

2.09 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.

2.10 Registration and other charges/annual fee to SEC

As per Rule 11 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (wgDP¨qvj dvÛ) wewagvjv 2001, Fund is required to pay an annual fee to SEC an amount equal to @ 0.10% of the Net Asset value of the Fund. As per listing regulations the Fund is required to pay amount equal to @ 0.05% of the Fund to each stock exchanges as annual listing fee.

2.11 Revenue recognization

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

3.00 Marketable Securities (At Cost)

	Amount in Taka	
	June 30, 2018	June 30, 2017
Equity Shares **(Note 3.01)**	94,03,11,583	92,11,41,773
	94,03,11,583	**92,11,41,773**

3.01 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	18,80,002	4,46,17,017	2,89,21,368	(1,56,95,649)
Investment/fund	28,85,949	2,32,79,453	2,28,15,110	(4,64,343)
Engineering	34,30,847	16,07,02,300	11,23,51,666	(4,83,50,634)
Food and Allied products	6,14,529	1,08,26,822	1,02,95,315	(5,31,507)
Fuel & Power	23,04,414	15,46,35,682	11,94,75,432	(3,51,60,250)
Textiles	40,64,224	8,78,20,560	5,92,13,748	(2,86,06,812)
Pharmaceuticals	13,92,789	7,59,86,220	6,98,14,386	(61,71,834)
Services	2,57,241	2,55,80,381	69,71,231	(1,86,09,150)
Cement	7,06,321	7,77,97,587	4,73,44,217	(3,04,53,370)
Information Technology	4,06,409	1,87,90,098	1,56,57,092	(31,33,006)
Tannary Industries	3,70,282	1,22,24,304	1,10,71,432	(11,52,872)
Ceramic	3,97,565	2,29,28,403	1,26,77,775	(1,02,50,628)
Insurance	21,05,271	7,64,77,540	4,43,17,170	(3,21,60,370)
Telecommunication	33,706	38,67,148	34,22,844	(4,44,304)
Travel & Leisure	3,92,750	93,25,681	44,13,088	(49,12,593)
Finance and leasing	21,79,924	7,29,88,287	2,64,25,557	(4,65,62,730)
Miscellaneous	6,93,263	6,24,64,100	1,81,63,491	(4,43,00,609)
	2,41,15,486	**94,03,11,583**	**61,33,50,921**	**(32,69,60,662)**

4.00 Cash at Bank

Citi Bank N.A, Motijheel STD account - No-200735005	58,00,452	1,85,71,930
Citi Bank N.A, Motijheel Escrow account - No-20075001	1,26,78,279	1,26,90,279
IFIC Bank Ltd Federation Branch (D/A -09-10)	9,23,252	8,96,876
IFIC Bank Ltd Federation Branch (D/A -10-11)	22,36,742	22,24,664
Shahjalal Islamic Bank Ltd., Motijheel Br. MSND (D/A -11-12)	30,80,104	30,09,845
IFIC Bank Ltd Motijheel Branch (D/A -13-14)	17,84,928	17,42,089
IFIC Bank Ltd Motijheel Branch (D/A -14-15)	39,51,359	38,70,810
IFIC Bank Ltd Motijheel Branch (D/A -15-16)	14,71,792	14,94,840
IFIC Bank Ltd Motijheel Branch (D/A -16-17)	16,56,056	-
Sub Total	**3,35,82,964**	**4,45,01,333**
Foreign currency accounts: (4.01)		
Citi Bank N.A, Motijheel Branch (USD) (Note 4.01)	14,48,793	13,42,085
Citi Bank N.A, Motijheel Branch (GBP) (Note 4.01)	22,765	20,915
Citi Bank N.A, Motijheel Branch (EUR) (Note 4.01)	13,438	11,907
Sub Total	**14,84,996**	**13,74,907**
Total Cash at Bank	**3,50,67,960**	**4,58,76,240**

4.01 The above foreign currency accounts were opened/maintained for collection/refund of share application money (unit capital) from non-resident Bangladeshis, as per bank statements their closing balances were USD 17,309.36, GBP 205.94 and EUR 137.42 respectively at 30 June 2018, awaiting for clearance and the conversion rate of BDT with foreign currency are as follows USD 83.7000 GBP 110.5426 and EUR 97.7867.

5.00 Other current assets

	Amount in Taka	
	June 30, 2018	June 30, 2017
Dividend receivables	23,02,103	27,65,025
Securities and other deposits	5,00,000	5,00,000
Receivable for sell of shares	25,91,805	-
Share Application Money	22,00,000	80,00,000
	75,93,908	**1,12,65,025**

		Amount in Taka	
		June 30, 2017	June 30, 2015
6.00	**Deferred revenue expenditure (Preliminary and Issue Expenses)**		
	Printing and stationery	9,58,244	9,58,244
	Entertainment	6,46,490	6,46,490
	Postage and telegram	2,31,457	2,31,457
	Registration fee and listing fee	41,35,000	41,35,000
	Bank charges	20,000	20,000
	Advertisement	4,56,061	4,56,061
	Pre Issue expenses	53,68,135	53,68,135
	Lottery conduction fees	2,09,000	2,09,000
	Banker to the issue commission	39,85,340	39,85,340
	CDBL Fee	2,96,000	2,96,000
	Rent Expenses	3,91,000	3,91,000
	Formation fee	75,00,000	75,00,000
		2,41,96,727	**2,41,96,727**
	Less: profit on bank deposits	1,37,88,745	1,37,88,745
		1,04,07,982	**1,04,07,982**
	Less: Profit of convertion of FC	8,242	8,242
		1,03,99,740	**1,03,99,740**
	Less: Amortization of Preliminary expenses (83,19,800+1,039,970)	93,59,770	83,19,800
	Balance as on 30 June	**10,39,970**	**20,79,940**
7.00	**Unit capital**		
	75,000,000 number of units of Tk 10 each in circulation.	**75,00,00,000**	**75,00,00,000**
8.00	**Reserve and surplus**		
	Dividend equalization reserve (Note 8.01)	2,23,11,936	2,23,11,936
	Retained earning (Note 8.02)	6,74,72,358	7,02,12,787
		8,97,84,294	**9,25,24,723**
8.01	**Dividend equalization reserve**		
	Balance as at July 01	2,23,11,936	1,18,00,000
	Addition during the year	-	1,05,11,936
	Balance as at June 30	**2,23,11,936**	**2,23,11,936**
8.02	**Retained earning**		
	Balance as at July 01	7,02,12,787	6,85,44,024
	Less: Last year dividend	4,87,50,000	4,50,00,000
	Less: Dividend equlaization reserve	-	1,05,11,936
	Add/(Less): Last year adjustment	1,79,315	(36,250)
		2,16,42,102	**1,29,95,838**
	Addition during the year	4,58,30,256	5,72,16,949
	Balance as at June 30	**6,74,72,358**	**7,02,12,787**
9.00	**Provision for Marketable Investments**		
	Opening balance	8,15,09,426	7,40,09,426
	Add: provision for investment in Mutual Fund	-	-
	Add: provision for other investment	50,00,000	75,00,000
	Total provisions (Note 2.03)	**8,65,09,426**	**8,15,09,426**

		Amount in Taka	
10.00	**Current liabilities**	**June 30, 2018**	**June 30, 2017**
	Management fee payable to ICB AMCL	1,05,87,753	1,04,01,582
	Custodian fee payable to ICB	6,57,404	6,46,709
	Annual Fee payable to BSEC	9,705	2,04,479
	Audit fee	17,250	17,250
	Share application money refundable	1,25,45,496	1,24,35,407
	Payable for purchase of share	-	94,619
	Dividend payable (note 10.01)	3,38,99,093	3,25,10,783
	Others	3,000	18,000
	Total current liabilities	**5,77,19,701**	**5,63,28,829**
10.01	**Dividend payable**		
	Dividend payable 2009-10	1,37,29,409	1,37,21,359
	Dividend payable 2010-11	89,18,140	89,14,290
	Dividend payable 2011-12	29,00,150	29,12,400
	Dividend payable 2013-14	15,16,740	15,55,490
	Dividend payable 2014-15	38,22,875	39,28,000
	Dividend payable 2015-16	14,06,073	14,79,244
	Dividend payable 2016-17	16,05,706	-
		3,38,99,093	**3,25,10,783**
11.00	**Interest on Bank deposits and Bond**		
	Interest on Short Term Deposit	5,13,740	6,08,586
	Interest on Listed Bond	-	-
		5,13,740	**6,08,586**
12.00	**Other operating expenses**		
	Printing and stationary	26,975	39,557
	Postage & Telegram	-	2,275
	Bank charges and excise duty	70,320	56,260
	Advertisement Expense	2,66,533	2,64,882
	CDBL Fee & Connection charge	2,12,000	-
	Dividend distribution expenses	44,061	48,838
	CDBL Charges	87,519	2,28,151
	IPO application expenses	43,000	-
	Others	20,383	24,851
		7,70,791	**6,64,814**