ICB AMCL SONALI BANK LIMITED 1ST MUTUAL FUND

Statement of Financial Position (Unaudited)

as at December 31, 2022

Particulars	Notes	Amount in Taka	
		31/Dec/2022	30/Jun/2022
Assets			
Marketable Investments - at Market	3.00	946,944,215	963,663,792
Cash & Cash Equivalents	4.00	45,728,748	107,649,302
Other Current Assets	5.00	9,762,405	3,197,226
Total Assets		**1,002,435,368**	**1,074,510,320**
Equity and Liabilities			
Equity:			
Unit Capital	6.00	1,000,000,000	1,000,000,000
Retained earnings	7.00	(11,371,873)	54,532,519
Dividend Equalization Reserve	8.00	3,900,000	3,093,053
Total Equity (A)		**992,528,127**	**1,057,625,572**
Liabilities :			
Unclaimed/ Dividend payable	9.00	1,053,050	1,095,663
Current Liabilities	10.00	8,854,191	15,789,085
Total Liabilities (B)		**9,907,241**	**16,884,748**
Total Equity and Liabilities (A+B)		**1,002,435,368**	**1,074,510,320**
Net Asset Value (NAV) Per Unit			
Net Asset Value-at Cost	11.00	**11.80**	**12.09**
Net Asset Value-at Market	12.00	**9.93**	**10.58**

Chief Executive Officer

Chairman of Trustee Committee

Head of Finance & Accounts

Member-Secretary of Trustee Committee

Dated: 02 February, 2023

ICB Asset Management Company Ltd. Accounts Department

ICB AMCL SONALI BANK LIMITED 1ST MUTUAL FUND

Statement of Profit or Loss and Other Comprehensive Income (Unaudited)

For the period ended December 31, 2022

Particulars	Notes	Amount in Taka		Amount in Taka	
		01.07.2022 to 31.12.2022	01.07.2021 to 31.12.2021 "Restated"	01.10.2022 to 31.12.2022	01.10.2021 to 31.12.2021 "Restated"
Income					
Profit on Sale of Investments		8,876,430	45,634,743	2,775,556	16,071,151
Dividend from Investment in Securities		18,102,644	16,960,729	12,111,083	11,546,174
Interest on Bank Deposits and Bonds	13.00	2,315,774	2,491,057	1,484,150	1,306,182
Total Income		**29,294,848**	**65,086,529**	**16,370,789**	**28,923,507**
Expenses					
Management Fee		7,097,490	7,586,843	3,484,335	3,746,366
Trustee Fee		375,000	375,000	187,500	187,500
Custodian Fee		353,767	383,552	176,060	185,240
Listing Fee		500,000	500,000	250,000	250,000
Annual BSEC Fee		492,934	550,707	241,027	262,062
Audit Fee		28,750	23,000	-	-
Other Operating Expenses	14.00	246,349	592,805	136,516	320,325
Total Expenses		**9,094,290**	**10,011,907**	**4,475,438**	**4,951,493**
Profit for the period		**20,200,558**	**55,074,622**	**11,895,351**	**23,972,014**
(Provision)/Write back of provision against diminution in value of investment	15.00	(35,298,003)	31,564,925	(20,413,652)	(137,255,435)
Profit for the year		**(15,097,445)**	**86,639,547**	**(8,518,301)**	**(113,283,421)**
Other comprehensive income		-	-	-	-
Total comprehensive income for the year/ period		**(15,097,445)**	**86,639,547**	**(8,518,301)**	**(113,283,421)**
Earnings Per Unit during the Period	16.00	**(0.15)**	**0.87**	**(0.09)**	**(1.13)**

Chief Executive Officer

Chairman of Trustee Committee

Head of Finance & Accounts

Member-Secretary of Trustee Committee

Dated: 02 February, 2023

ICB Asset Management Company Ltd. Accounts Department

ICB AMCL SONALI BANK LIMITED 1ST MUTUAL FUND

Statement of Changes in Equity (Unaudited)
For the period ended December 31, 2022

Particulars	Share Capital	Dividend Equalization Reserve	Retained Earnings	Total Equity
Balance as at July 01, 2022	**1,000,000,000**	**3,093,053**	**54,532,519**	**1,057,625,572**
Dividend Equalization Reserve	-	806,947	(806,947)	-
Dividend paid for FY 2021-2022	-	-	(50,000,000)	(50,000,000)
Net Income for the period ended December 31, 2022	-	-	(15,097,445)	(15,097,445)
Balance as at December 31, 2022	**1,000,000,000**	**3,900,000**	**(11,371,873)**	**992,528,127**

Statement of Changes in Equity (Unaudited)
For the period ended December 31, 2021 (Restated)

Particulars	Share Capital	Dividend Equalization Reserve	Retained Earnings	Total Equity
Balance as at July 01, 2021	**1,000,000,000**	**3,093,053**	**35,782,155**	**1,038,875,208**
Dividend paid for FY 2020-2021	-	-	(70,000,000)	(70,000,000)
Net Income for the period ended December 31, 2021	-	-	86,639,547	86,639,547
Balance as at December 31, 2021	**1,000,000,000**	**3,093,053**	**52,421,702**	**1,055,514,755**

Chief Executive Officer

Chairman of Trustee Committee

Head of Finance & Accounts

Member-Secretary of Trustee Committee

Dated: 02 February, 2023

ICB Asset Management Company Ltd. Accounts Department

ICB AMCL SONALI BANK LIMITED 1ST MUTUAL FUND

Statement of Cash Flows (Unaudited)
For the period ended December 31, 2022

Particulars	Notes	Amount in Taka	
		01.07.2022 to 31.12.2022	01.07.2021 to 31.12.2021
Cash flow from operating activities			
Dividend from investment in shares		11,094,201	11,983,433
Interest on bank deposits and bonds		2,759,038	2,468,547
Expenses		(16,029,184)	(13,432,410)
Net cash inflow/(outflow) from operating activities	17.00	**(2,175,945)**	**1,019,570**
Cash flow from investing activities			
Sale of Securitiess		59,432,784	333,156,292
Purchase of Securities		(69,134,780)	(261,974,851)
Share application money		(4,685,000)	(62,140,340)
Refund of Share application money		4,685,000	26,680,000
Net cash inflow/(outflow) from investing activities		**(9,701,996)**	**35,721,101**
Cash flow from financing activities			
Dividend paid during the period		(50,042,613)	(70,721,322)
Net cash inflow/(outflow) from financing activities		**(50,042,613)**	**(70,721,322)**
Net cash increase/(decrease)		**(61,920,554)**	**(33,980,651)**
Cash or equivalents at the beginning of the period		107,649,302	82,271,060
Cash or equivalents at the end of the period		**45,728,748**	**48,290,409**
Net Operating Cash Flow Per Unit (NOCFPU)	18.00	**(0.02)**	**0.01**

Chief Executive Officer

Chairman of Trustee Committee

Head of Finance & Accounts

Member-Secretary of Trustee Committee

Dated: 02 February, 2023

ICB Asset Management Company Ltd. Accounts Department

ICB AMCL SONALI BANK LIMITED 1ST MUTUAL FUND

Notes to the Financial Statements (Unaudited)

For the year ended December 31, 2022

1.00 Legal status and nature of business

ICB AMCL Sonali Bank Limited 1st Mutual Fund was established under a Trust Deed executed between the Sonali Bank Limited as 'Sponsor' and Investment Corporation of Bangladesh as "Trustee". The Trust Deed was executed on September 06, 2010. The Fund was registered with the Bangladesh Securities and Exchange Commission (BSEC) on October 03, 2010 under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা ২০০১,. The prospectus was approved by the BSEC on March 19, 2013 in accordance with the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা ২০০১,. The operation of the Fund commenced on June 10, 2013.

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 People's 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 100.00 crore and a nominal paid-up capital of Tk 2.00 lac which was subsequently increased to Tk 39.37 crore. Registration of the Company with the BSEC has been completed on 14 October 2001. The Company became operational from 1 July 2002 as per government gazette notification.

ICB AMCL Sonali Bank Limited 1st Mutual Fund 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 are prepared on the accrual basis accounting , under historical cost convention as modified for investments , which are 'market-to-market' and in the International Financial Reporting Standards (IFRSs) so far adopted and applicable to the Fund . The disclosures of information made in accordance with the requirements of Trust Deed , Securities and Exchange Rules 1987, সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা ২০০১ and other applicable Rules and Regulations . In case there are differences between IFRS and local statutory requirements such as Mutual Fund Rules, the local regulation has been prevailed.

2.02 Financial instruments

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items.

2.02.01: Investments in shares which are actively traded on a quoted market are designated at fair value (market price) through other comprehensive income (FVTOCI). Gains or losses arising from a change in the fair value of such financial assets are recognized in other comprehensive income of statement of profit or loss and other comprehensive income. In accordance with Mutual Fund Rules 2001(enclosure-2, Contents of Revenue Account) , such unrealized loss will be charged in profit and loss account.

2.02.02: The market value of listed securities are valued at average closing quoted market price on the Dhaka and Chittagong stock exchanges on the date of valuation i.e., on December 31, 2022.

2.03 Reporting period

These financial statements cover 6 (six) months from July 01, 2022 to December 31, 2022.

2.05 Investment Policy

a) The fund shall invest subject to the Securities and Exchanges Commission (Mutual Fund) Rules 2001 and only in those securities, deposits and investments approved by the Bangladesh Securities and Exchange Commission and/or any other competent authority in this regard.

b) Not less than 60 (sixty) percent of the total money collected under the Scheme of the Fund shall be invested in capital market instruments out of which at least 50 (fifty) percent shall be invested in listed securities.

c) Not more than 25 (twenty-five) percent of the total assets of the Scheme of the Fund shall be invested in Fixed Income Securities.

d) Not more than 15 (fifteen) percent of the total assets of the Scheme of the Fund shall be invested in pre-IPOs at one time.

e) All money collected under the Fund shall be invested only in encashable/transferable instruments, securities whether in money market or capital market or privately placed pre-IPO equity, preference shares, debentures or securitized debts.

2.06 Dividentd Policy

As per Rule 66 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা ২০০১, 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.

2.07 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 the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা ২০০১,, and Trust Deed at the following rates:

NAV (Taka)	Rate (%)
Not exceeding Taka 5.00 crore	2.50%
Exceeding Taka 5.00 crore and up to Taka 25.00 cror	2.00% on additional amount
Exceeding Taka 25.00 crore and up to Taka 50.00 crc	1.50% on additional amount
Exceeding Taka 50.00 crore	1.00% on additional amount

2.08 Trustee fee

The Fund shall pay an annual trustee fee @ 0.075% of the Fund size payable semiannually during the life of the Fund.

2.09 Custodian fee

The Custodian is entitled to receive a safekeeping fee @ 0.075% on the balance of securities calculated on the average month end value per annum.

2.10 Annual BSEC fee

As per Rule 11 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা ২০০১,, Fund is required to pay an annual fee to BSEC an amount equal to @ 0.10% of the Net Asset Value (NAV) of the Fund or Tk 50,000.00 whichever is higher.

2.11 Stock Exchange Annual Listing fee

As per listing regulations the Fund is required to pay amount equal to @ 0.05% of the Capital of the Fund to Dhaka & Chittagong stock exchanges as annual listing fee.

2.12 Cash and cash equivalents

Cash and cash equivalents comprise bank balances and term deposits.

2.13 Statement of cash flows

Statement of cash flows has been prepared under the direct method for the period, classified by operating, investing and financing activities as prescribed in paragraph 10 and I8(a) of IAS 7: Statements of Cash Flows. In accordance with Mutual Fund Rules 2001, proceeds from investments has been shown under investing activities. However, the amount of resultant gain on sale of investments has been shown in operating activities.

2.14 Dividend Equalization Reserve:

Divisible profit is transferred to Dividend Equalization Reserve on rational basis based on the decision of the Board of Trustee to ensure reasonable dividend from year to year.

2.15 Financial Risk Management

ICB seeks to reduce financial risks (specially market risk- interest rate, currency & price, credit risk, liquidity risk and concentration risk) by employing and overseeing professional and experienced portfolio advisers that regularly monitor the Funds' positions and market events and diversify investment portfolios within the constraints of each Fund's investment objectives, investment strategies and applicable ICB policies and procedures.

2.16 Net Asset Value (NAV) Per Unit

The mutual fund calculates Net Asset Value per share using the cost and market value, which has been shown on the face of Statement of Financial Position, and the computation of NAV per unit is stated in Note 11 and 12.

2.17 Components of financial statements

Statement of Financial Position
Statement of Profit or Loss and Other Comprehensive Income
Statement of Changes in Equity
Statement of Cash Flows
Notes to the Financial Statements

2.18 Revenue Recognization

a) Gains/ Losses arising on sale of investment are included in the Statement of Profit or Loss and Other Comprehensive Income on the date at which the transaction takes place.

b) Cash Dividend is recognized on accrual basis. Dividends are recognized immediately after the record date as per industry practice, though as per IFRS-9 (Financial Instrument) dividends should be recognized when shareholders' right to receive dividend is established.
c) Interest income is recognized on accrual basis.

2.19 Earning Per Unit

The mutual fund calculates Earning Per Unit (EPU) in accordance with IAS 33. Earnings Per Share, which has been shown on the face of the statement of Profit or Loss and other Comprehensive Income.

2.20 General

i) Figures appearing in these financial statements have been rounded off to the nearest Taka; and
ii) Comparative figures and account titles in the financial statements have been rearranged / reclassified where necessary to conform with current year's presentation.

		Amount in Taka	
		31/Dec/2022	30/Jun/2022 "Restated"
3.00 Marketable Investments - at Market			
Investment in securities	3.01	946,944,215	963,663,792
		946,944,215	**963,663,792**

3.01 Sector wise break up of investments in securities as on December 31, 2022 is as follows:

Sector/category	Total cost price (Tk)	Total market price (Tk)	Difference Surplus/(Deficit)
BANKS	106,515,378.90	88,486,340.40	(18,029,039)
FUNDS	38,621,019.77	34,416,664.65	(4,204,355)
ENGINEERING	116,296,401.27	83,405,571.00	(32,890,830)
FOOD AND ALLIED PRODUCTS	59,945,794.10	69,172,675.00	9,226,881
FUEL AND POWER	221,941,296.33	176,978,701.05	(44,962,595)
TEXTILES	64,385,437.62	51,147,191.65	(13,238,246)
PHARMACEUTICALS AND CHEMICAL	139,567,843.80	154,588,798.40	15,020,955
CEMENT	93,594,024.46	52,110,896.65	(41,483,128)
CERAMIC INDUSTRY	12,002,315.56	11,186,720.95	(815,595)
INSURANCE	41,088,561.91	36,291,455.85	(4,797,106)
TELECOMMUNICATION	81,437,060.80	74,485,217.20	(6,951,844)
TRAVEL AND LEISURE	17,959,941.60	11,659,426.20	(6,300,515)
FINANCE AND LEASING	90,444,305.15	51,137,164.00	(39,307,141)
CORPORATE BOND	38,102,203.56	38,569,845.00	467,641
NON LISTED SECURITIES	12,025,747.00	13,307,547.00	1,281,800
Total	**1,133,927,332**	**946,944,215**	**(186,983,117)**

4.00 Cash & Cash Equivalents

	31/Dec/2022	30/Jun/2022
STD Accounts with		
Dhaka Bank Ltd., Kakrail, STD	11,095,457	-
BCBL, principal branch STD A/C 1061500000752	3,609,439	31,601,009
Brac Bank limited, 1505201937096001	-	69,202
IFIC Bank Ltd, Motijheel (D/A -13-14) 1001-000601-041	-	108
IFIC Bank Ltd, Motijheel (D/A -14-15) 1001-769971-041	-	657
IFIC Bank Ltd, Motijheel (D/A -15-16) 1001-011751-041	-	365
IFIC Bank Ltd, Motijheel (D/A -16-17) 0170146417041	-	122
IFIC Bank Ltd, Motijheel (D/A -17-18) 0100100167041	-	58,875
IFIC Bank Ltd, Motijheel (D/A -18-19) 0100100226041	47,463	56,148
Dhaka Bank Ltd, Kakrail (D/A 19-20) 1061500000399	170,614	176,327
Dhaka Bank Ltd, Kakrail (D/A 20-21) 1061500000581	698,038	686,489
Brac Bank Ltd, Bijoynagar Branch (D/A 21-22) 2053171590001	107,737	-
FDR with		
Janata Bank Ltd., Green Road Branch		
Jamuna Bank Ltd., Shantinagar Branch	-	40,000,000
Jamuna Bank Ltd., Shantinagar Branch	-	15,000,000
Social Islami Bank Ltd., Kakrail Br.	10,000,000	-
One Bank Ltd, Shantinagar Branch	20,000,000	20,000,000
Total	**45,728,748**	**107,649,302**

5.00 Other Current Assets

	31/Dec/2022	30/Jun/2022
Dividend receivable	8,890,669	1,882,226
Receivable from ISTCL	500,000	500,000
Interest receivable on FDR & Bonds	371,736	815,000
	9,762,405	**3,197,226**

		Amount in Taka	
		31/Dec/2022	30/Jun/2022
6.00	**Unit Capital**		
	10,00,00,000 number of Units of Tk 10 each.	**1,000,000,000**	**1,000,000,000**
7.00	**Retained earnings**		
	Balance as at July 01, 2022	54,532,519	35,782,155
	Less: Dividend paid for FY 2021-2022	(50,000,000)	(70,000,000)
	Less: Dividend Equalization Reserve	(806,947)	-
		3,725,572	**(34,217,845)**
	Add: Net Income for the period	(15,097,445)	88,750,364
	Closing Balance as at December 31, 2022	**(11,371,873)**	**54,532,519**
8.00	**Dividend Equalization Reserve**		
	Balance as at July 01, 2022	3,093,053	3,093,053
	Add: Addition during the period	806,947	-
	Closing Balance as at December 31, 2022	**3,900,000**	**3,093,053**
9.00	**Unclaimed/ Dividend payable**		
	Balance as at July 01, 2022	1,095,663	1,931,412
	Add: Addition for this year	50,000,000	70,000,000
	Less: Dividend credited to investors account	(49,932,174)	(69,356,611)
	Less: Paid to Capital Market Stabilization Fund (FY 2017-18)	(110,439)	(1,479,138)
	Closing Balance as at December 31, 2022 (9.01)	**1,053,050**	**1,095,663**
9.01	**Year wise breakup of unclaimed/ Dividend payable as on December 31, 2022**		
	Dividend payable 2017-18	-	110,439
	Dividend payable 2018-19	124,635	133,635
	Dividend payable 2019-20	155,666	163,166
	Dividend payable 2020-21	687,023	688,423
	Dividend payable 2021-22	85,726	-
		1,053,050	**1,095,663**
10.00	**Current liabilities**		
	Management fee payable to ICB AMCL	7,097,490	14,905,287
	Trustee fee payable to ICB	375,000	-
	Custodian fee payable to ICB	353,767	748,740
	Annual fee payable to BSEC	492,934	14,409
	Listing fee payable to DSE & CSE	500,000	-
	Audit fee payable	28,750	28,750
	Others	6,250	91,899
	Total current liabilities	**8,854,191**	**15,789,085**
11.00	**Net Asset Value (NAV) Per Unit (At Cost Price)**		
	Total Assets (Investment considered at cost price)	1,189,418,485	1,226,195,434
	Less: Liabilities	9,907,241	16,884,748
	Net Asset Value	**1,179,511,244**	**1,209,310,686**
	Number of Units	100,000,000	100,000,000
	NAV per Unit at Cost	**11.80**	**12.09**
12.00	**Net Asset Value (NAV) Per Unit (At Market Price)**		
	Total Assets	1,002,435,368	1,074,510,320
	Less: Liabilities	9,907,241	16,884,748
	Net Asset Value	**992,528,127**	**1,057,625,572**
	Number of Units	100,000,000	100,000,000
	NAV per Unit at Market Value	**9.93**	**10.58**

		Amount in Taka	
		01.07.2022 to 31.12.2022	01.07.2021 to 31.12.2021
13.00	**Interest on bank deposits and bonds**		
	Interest on Short Term Deposits	584,038	1,262,307
	Interest on Fixed Deposit	1,206,736	803,750
	Interest on Listed Bonds	525,000	425,000
		2,315,774	**2,491,057**
14.00	**Other operating expenses**		
	Printing and stationery	32,667	30,856
	Bank charges & Excise Duty	49,857	77,740
	Publicity expenses	122,665	127,492
	CDBL charges	14,090	85,879
	CDBL fee & Connection charge	-	212,000
	IPO application expenses	11,000	24,000
	Dividend distribution exp.	5,649	17,678
	Others	10,421	17,160
		246,349	**592,805**
15.00	**(Provision)/Write back of provision against diminution in value of investment**		
	Balance as at July 01, 2022	(151,685,114)	(154,006,223)
	Closing Balance as at December 31, 2022	(186,983,117)	(122,441,298)
	(Provision)/Write back of provision against diminution in value of investment	**(35,298,003)**	**31,564,925**
16.00	**EPU**		
	Net profit after Provision	(15,097,445)	86,639,547
	Number of Units	100,000,000	100,000,000
	Earnings Per Unit	**(0.15)**	**0.87**

N.B: Changes in the Earnings Per Unit (EPU) have occurred due to the adoption of International Financial Reporting Standards (IFRS).

18.00	**Reconciliation between net profit to operating cash flow**		
	Net Profit before provision	8,305,207	31,102,608
	Less: Profit on sale of Investment	(6,100,874)	(29,563,592)
	Operating cash flow before changes in working capital	**2,204,333**	**1,539,016**
	Changes in Working capital:		
	Decrease/(Increase) of Other Current Assets	(6,565,179)	1,410,393
	(Decrease)/Increase of Current liabilities	(6,934,894)	(8,079,876)
		(13,500,073)	**(6,669,483)**
19.00	**Net operating cash flows**	**(11,295,740.00)**	**(5,130,467.00)**
	Net cash inflow/(outflow) from operating activities	(2,175,945)	1,019,570
	Number of Units	100,000,000	100,000,000
	NOCFPU Per Unit	**(0.02)**	**0.01**

N.B: Net operating cash flow per unit (NOCFPU) has decreased due to an increase in operating expenses than the previous year.