

Bangladesh General Insurance Company Limited
Trustee of Rupali Life Insurance First Mutual Fund
57 Dilkusha Commercial Area
Dhaka 1000

Rupali Life Insurance First Mutual Fund

Auditors' report and financial statements
for the year ended 30 June 2018

S. F. AHMED & CO

Chartered Accountants

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Rupali Life Insurance First Mutual Fund

Independent Auditors' Report to the Unit holders
For the year ended 30 June 2018

We have audited the accompanying financial statements of Rupali Life Insurance First Mutual Fund (the Fund), which comprise the statement of financial position (balance sheet) as at 30 June 2018, statement of profit or loss and other comprehensive income (profit and loss statement), statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation 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 the 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 statements give a true and fair view of the financial position of the Fund as at 30 June 2018, and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards and comply with the requirements of Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001, Trust deed and other applicable laws and regulations.

We also report that:

- (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (b) in our opinion, proper books of account as required by law have been kept by the Fund so far as it appeared from our examination of those books;
- (c) the statements of financial positions (balance sheet) and statement of profit and loss and other comprehensive income (profit and loss statement) dealt with by this report are in agreement with the books of account;
- (d) the investment made by the Fund as per Rule 56 of Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules), 2001; and
- (e) the expenditure incurred and payments made were for the purpose of the Fund's business.

Dhaka, Bangladesh
Dated, 08 August 2018




S. F. AHMED & CO
Chartered Accountants

Rupali Life Insurance First Mutual Fund

Statement of Financial Position (Balance Sheet)
As at 30 June 2018

	Notes	2018 BDT	2017 BDT
Assets			
Investment in listed securities	5	212,524,931	251,707,726
Investment in non-listed securities	6	35,393,530	19,563,600
Investment in initial public offering (IPO)	7	3,899,840	8,000,000
Advances, deposits and prepayments	8	557,375	400,000
Preliminary expenses	9	2,102,959	2,735,107
Interest receivable	10	2,281,702	1,540,494
Dividend receivables		836,278	-
Investment in FDR	11	20,000,000	20,000,000
Cash and cash equivalents	12	87,895,739	53,418,626
Total assets		365,492,354	357,365,553
Liabilities			
Accounts payable	13	1,691,572	4,110,375
Other liabilities	14	802,019	752,175
Total liabilities		2,493,591	4,862,550
Net assets		362,998,763	352,503,003
Equity			
Unit capital	15	332,295,160	304,110,800
Retained earnings	16	27,855,912	43,787,748
Reserve for unrealised gains on investment	17	-	4,604,455
Unit transaction reserve	18	2,847,691	-
Total equity		362,998,763	352,503,003
Net asset value (NAV) per unit:	19		
At cost		11.06	11.44
At market price		10.92	11.59

These financial statements should be read in conjunction with the annexed notes

For and on behalf of the Trustee of Rupali Life Insurance First Mutual Fund


Trustee

Bangladesh General Insurance Company Ltd


Asset Manager

Prime Finance Asset Management Company Ltd

See annexed report to the date



Dhaka, Bangladesh
Dated, 08 August 2018


S. F. AHMED & CO
Chartered Accountants

Rupali Life Insurance First Mutual Fund

Statement of Profit or Loss and Other Comprehensive Income (Profit and Loss Statement)
For the year ended 30 June 2018

	Notes	2018 BDT	2017 BDT
Income			
Capital gains on sale of shares	20	20,193,489	15,605,467
Dividend from investment in shares	21	11,003,606	7,876,235
Finance income	22	3,221,051	3,251,391
Other income	23	-	1,205,776
Interest on bonds		184,968	558,525
Total income		34,603,114	28,497,394
Expenditure			
Management fee	24	6,601,285	6,191,470
Annual fee	25	382,139	326,329
Custodian fee	26	402,500	350,000
Trustee fee	27	367,167	307,150
Preliminary expenses written off	9	632,148	632,147
Brokerage commission		510,639	1,073,542
Advertisement expenses		194,025	224,243
Audit fee		86,250	86,250
Bank charges		78,457	32,060
CDBL charges		68,205	116,905
IPO cares-DSE		31,000	-
Registration fee		25,000	-
Freight and courier		400	-
Total expenditure		9,379,215	9,340,096
Net profit before provision		25,223,899	19,157,298
(Provision)/write back of provision against diminution in value of securities	28	(4,662,439)	24,240,637
Net profit for the year		20,561,460	43,397,935
Earnings per unit	29	0.62	1.43

These financial statements should be read in conjunction with the annexed notes

For and on behalf of the Trustee of Rupali Life Insurance First Mutual Fund


Trustee

Bangladesh General Insurance Company Ltd


Asset Manager

Prime Finance Asset Management Company Ltd

See annexed report to the date



Dhaka, Bangladesh
Dated, 08 August 2018


S. F. AHMED & CO
Chartered Accountants

Rupali Life Insurance First Mutual Fund

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

Particulars	Capital fund BDT	Retained earnings BDT	Reserve for unrealised gains BDT	Unit transaction reserve BDT	Total equity BDT
Year 2018					
Balance as at 01 July 2017	304,110,800	43,787,748	4,604,455	-	352,503,003
Unit subscription	28,184,360	-	-	-	28,184,360
Adjustment during the year	-	-	(4,604,455)	-	(4,604,455)
Reserve made during the year	-	-	-	2,847,691	2,847,691
Dividend paid during the year	-	(36,493,296)	-	-	(36,493,296)
Net profit for the year	-	20,561,460	-	-	20,561,460
Balance as at 30 June 2018	332,295,160	27,855,912	-	2,847,691	362,998,763
Year 2017					
Balance as at 01 July 2016	294,584,890	16,591,982	-	-	311,176,872
Unit subscription	9,525,910	-	-	-	9,525,910
Dividend paid during the year	-	(16,202,169)	-	-	(16,202,169)
Net profit for the year	-	43,397,935	-	-	43,397,935
Reserve made during the year	-	-	4,604,455	-	4,604,455
Balance at 30 June 2017	304,110,800	43,787,748	4,604,455	-	352,503,003

For and on behalf of the Trustee of Rupali Life Insurance First Mutual Fund


Trustee

Bangladesh General Insurance Company Ltd



Dhaka, Bangladesh
Dated, 08 August 2018


Asset Manager
Prime Finance Asset Management Company Ltd

Rupali Life Insurance First Mutual Fund

Statement of Cash Flows
For the year ended 30 June 2018

	2018 BDT	2017 BDT
A. Cash flows from operating activities		
Finance income received	2,664,811	9,189,651
Capital gains on sale of shares	20,193,489	15,605,467
Dividend income received in cash	10,167,328	7,876,235
Payment made against expenses	(11,194,945)	(6,859,016)
Financial expenses	(78,457)	(32,060)
Net cash from operating activities	21,752,226	25,780,277
B. Cash flows from investing activities		
Cash received from / (paid for) investment in capital market	14,085,972	(41,217,148)
Investment made / (withdrawal from) in IPO	4,100,160	(8,000,000)
Net cash used in investing activities	18,186,132	(49,217,148)
C. Cash flows from financing activities		
Unit capital	28,184,360	9,525,910
Cash received on account of transaction of unit	2,847,691	1,205,776
Dividend paid to the unit holders	(36,493,296)	(16,202,169)
Net cash used in financing activities	(5,461,245)	(5,470,483)
D. Net changes in cash and cash equivalents (D=A+B+C)	34,477,113	(28,907,354)
E. Opening cash and cash equivalents	53,418,626	82,325,980
F. Closing cash and cash equivalents (D+E)	87,895,739	53,418,626
Net operating cash flow per unit	0.65	0.85

For and on behalf of the Trustee of Rupali Life Insurance First Mutual Fund

A. Z. Chowdhury

Trustee
Bangladesh General Insurance Company Ltd



Dhaka, Bangladesh
Dated, 08 August 2018

[Signature]

Asset Manager
Prime Finance Asset Management Company Ltd

Rupali Life Insurance First Mutual Fund

Notes to the Financial Statements
For the year ended 30 June 2018

1. The Fund and legal status

Rupali Life Insurance First Mutual Fund (the Fund) is an open-ended fund registered with Sub-Registrar's office and Bangladesh Securities and Exchange Commission (BSEC). BSEC has accorded its permission for formation of the Scheme on 31 March 2015. As per Trust Deed the size of the Fund is BDT 500,000,000 (Taka five hundred million) only. Actual Fund size at the date of formation was BDT 326,707,200 out of which BDT 200,000,000 (Taka two hundred million) was subscribed by the Sponsor, Rupali Life Insurance Company Limited and rest of the amount was subscribed by several individuals and institutions.

Bangladesh General Insurance Company Limited (BGIC) is the Trustee while BRAC Bank Ltd is the Custodian of the Fund. Prime Finance Asset Management Company Ltd is managing the operations of the Fund (here-in-after called as Asset Manager/ Asset Management Company).

2. Objectives

The objective of the Fund is to give best benefit to its unit-holders. Most of the investments of the Fund are made in quoted securities. The net income of the Fund is distributable to the unit-holders.

3. Basis of preparation

3.1 Statement of compliance

The financial statements have been prepared in accordance with Bangladesh Financial Reporting Standards (IFRSs), Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001, Trust Deed and other applicable laws and regulation.

3.2 Basis of measurement

The financial statements have been prepared on a going concern basis under historical cost convention.

3.3 Functional currency and presentation currency

These financial statements are presented in Bangladeshi Taka (BDT), which is also the Fund's functional currency.

3.4 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

3.5 Reporting period

These financial statements are prepared for a period of one year from 01 July 2017 to 30 June 2018.

3.6 Taxation

The income of the Fund is exempted from income tax as per SRO No. 333-Act/Income Tax/2011 dated 10 November 2011, under Section 44(4) clause (b) of Income Tax Ordinance, 1984; hence no provision for taxation is required to be made in the accounts.

4. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.



Rupali Life Insurance First Mutual Fund

Notes to the Financial Statements
For the year ended 30 June 2018

4.1 Investment policy

The investment policy of the Fund is summarised below. All these investments are to be approved by Bangladesh Securities and Exchange Commission, Bangladesh Bank and any other authorities as required.

- (i) At Least 60% of total assets of the Fund is to be invested in capital market out of which at least 50% will be in listed securities;
- (ii) Not more than 25% of total asset of the Fund shall be invested in fixed income securities;
- (iii) Not more than 15% of total asset of the Fund shall be invested in pre-IPOs at a time;
- (iv) Not more than 10% of the Fund shall be invested in IPOs at a time;
- (v) All amounts collected for the Fund is to be invested only in cashable or transferable instruments, securities either in money market or capital market or privately placed pre-IPO equity, preference shares, debentures or securitised debts;
- (vi) The Fund shall get the securities purchased or transferred in its name;
- (vii) Asset management company shall make the investment decisions and place orders for securities to be purchased or sold for the Fund's portfolio only, etc.

4.2 Valuation policy

Valuation of various investments of the Fund is made as under:

- (i) Listed securities (other than mutual fund) held in the portfolio of the Fund, the average quoted closing market price at the stock exchange(s) on the date of valuation shall be taken into account for calculation of net asset value (NAV) of the Fund;
- (ii) For securitised debts, debentures, margin or fixed deposits, held in the portfolio of the Fund, the accrued interest on such instruments on the date of valuation shall be taken into account for calculation of NAV of the Fund;
- (iii) For mutual funds held in the portfolio of the Fund, the average quoted closing market price at the stock exchange(s) on the date of valuation and the circular no. SEC/CMRRCD/2009-193/172 dated 30 June 2015 of Bangladesh Securities and Exchange Commission shall be taken into account for the calculation of NAV of the Fund. As per that circular mutual funds need not to maintain provision when the average cost price of open-ended mutual fund is lower than or equal to the latest repurchase price/surrender value and will required to maintain provision when the average cost price of mutual fund is greater than the latest repurchase price/surrender value of the open end funds i.e. Required provision = average cost price - latest surrender value (i.e. Not over 5% discount of NAVcmp).

4.3 Net Asset Value (NAV) calculation

NAV per unit is being calculated using the following formula:

$$\text{Total NAV} = \text{VA} - \text{LT}$$

Where,

VA : Value of total assets of the Fund as on date

LT : Total liabilities of the Fund as on date

$$\text{NAV per unit} = \text{Total NAV} / \text{No. of units outstanding.}$$

VA: Value of all securities in vault + value of all securities placed in lien + cash in hand and at bank + value of all securities receivables + receivables of proceeds of sale of investments + dividend receivables net of tax + interest receivables net of tax + issue expenses amortised as on date + printing, publication and stationery expenses amortised as on date.

LT: Value of all securities payable + payable against purchase of investments + payable as brokerage and custodial charges + payable as Trustee fees + all other payable related to printing, publication and stationery + accrued deferred expenses with regard to management fee, annual fee, audit fee and safe keeping fee.

4.4 Dividend policy

As per Rule 66 of Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 as amended, the Fund is required to distribute its profit in the form of dividend either in cash or reinvestment or both to its unit-holders. The amount of dividend shall not be less than 70% of annual profit during the year, net all provisions.



Rupali Life Insurance First Mutual Fund

Notes to the Financial Statements
For the year ended 30 June 2018

4.5 Management fee

As per Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules), 2001 the Fund has to pay management fee to Prime Finance Asset Management Company Limited at the rates mentioned below:

<u>Slab</u>	<u>Rate of fees</u>
On the weekly average NAV upto BDT 5 crore	2.50%
On next BDT 20 crore of the weekly average NAV	2.00%
On next BDT 25 crore of the weekly average NAV	1.50%
On rest of the weekly average NAV	1.00%

4.6 Trustee fee

As per Trust Deed, the Trustee shall be paid an annual trusteeship fee of BDT 200,000 (Taka two hundred thousand) only or @0.10% of the NAV of the Fund whichever is higher on semi-annual in advance basis, during the life of the Fund or as may be agreed upon between the parties.

4.7 Custodian fee

As per Trust Deed, the Fund shall pay to the custodian a safe keeping fee @0.05% of balance securities held by the Fund calculated on the basis of average month end value per annum and trade settlement fees of BDT 200 per trade. In any case total custodian fee shall not exceed 0.07% of the initial fund size annually. Any out of pocket expenses may be applicable to the Fund operation from time to time.

4.8 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, bank balances and short term fixed deposits.

4.9 Provisions

A provision is recognised if, as a result of a past event, the Fund has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting period.

4.10 Revenue recognition

Capital gains

Capital gains or losses are recognised on being realised.

Dividend income

Dividend income is recognised on being declared by the investee-company if it is made within the balance sheet date.

Finance income

Finance income comprises of interest income on fund kept at the bank account, FDR with banks and non-banking financial institutions, unsecured subordinated bonds and preference shares. Interest income is recognised as it accrues.

4.11 Statement of cash flows

Statement of cash flows has been prepared under direct method according to IAS-7 'Statement of Cash Flows'.

4.12 Departure from IFRS

The Fund has written-off preliminary and issue expenses over a period of seven years on a straight-line method according to Rule-65(3)(Ka) of Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 which contradicts with Paragraph 69(a) of IAS-38 "Intangible Assets", as it states that "no intangible or other asset is recognised when expenditure on start-up activities (i.e. start-up costs) is incurred to provide future economic benefits".



Rupali Life Insurance First Mutual Fund

Notes to the Financial Statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
5. Investment in listed securities		
Investment in securities at market price	216,009,270	251,707,726
Less: Provision for unrealised loss	(3,484,339)	-
	212,524,931	251,707,726
Details are in <u>Annex A</u> .		
6. Investment in non-listed securities		
Investment in mutual fund	19,992,000	19,992,000
Less: Provision for unrealised loss	(1,178,100)	(428,400)
	18,813,900	19,563,600
Basundhara Paper Mills Ltd	16,095,760	-
SK Trims and Industries Ltd	483,870	-
	35,393,530	19,563,600
Details are in <u>Annex B</u> .		
7. Investment in initial public offering (IPO)		
Aman Cotton Fibrous Ltd	1,699,840	-
VFS Thread Dyeing Ltd	2,200,000	-
BBS Cables Ltd	-	8,000,000
	3,899,840	8,000,000
8. Advances, deposits and prepayments		
Deposit to Central Depository Bangladesh Ltd (CDBL)	400,000	400,000
Prepayments (note 8.1)	157,375	-
	557,375	400,000
8.1 Prepayments		
Trustee fee	157,375	-
	157,375	-
9. Preliminary expenses		
Formation fee	1,499,484	1,964,375
Advertisement	381,044	486,413
Business development	96,001	122,389
CDBL charge	98,826	126,826
Printing and stationery	27,604	35,104
	2,102,959	2,735,107
Movement of preliminary expenses is given below:		
Opening balance	2,735,107	3,367,254
Less: Amortisation for the year	632,148	632,147
Closing balance	2,102,959	2,735,107
Preliminary and issue expenses represent expenditures incurred prior to the commencement of operations and establishment of the Fund which will be amortised within seven (7) years as per Rule 65(3)(ka) of Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules), 2001.		
10. Interest receivable		
Interest on fixed deposit	1,615,096	873,888
Interest on BO account	666,606	666,606
	2,281,702	1,540,494



Rupali Life Insurance First Mutual Fund

Notes to the Financial Statements
For the year ended 30 June 2018

				2018 BDT	2017 BDT
11. Investment in FDR					
	FDR no.	Issue date	Maturity date	Interest rate	
	PFI # TDR - 6503/16	23 June 2018	22 Dec 2018	11.00%	10,000,000
	PFI # TDR - 6504/16	23 June 2018	22 Dec 2018	11.00%	10,000,000
					<u>20,000,000</u>
12. Cash and cash equivalents					
	Cash at bank:				
	BRAC Bank Ltd a/c no. 1505201944151002			389,578	379,833
	BRAC Bank Ltd a/c no. 1505201944151001			3,393,331	6,237,123
	BRAC Bank Ltd a/c no. 1505101944151001			28,687,645	32,668,331
	BRAC Bank Ltd a/c no. 1505201944151003			1,180,745	1,150,941
				<u>33,651,299</u>	<u>40,436,228</u>
	Cash at BO account			<u>24,244,440</u>	<u>12,982,398</u>
	Investment in fixed deposit:				
	FDR no.	Issue date	Maturity date	Interest rate	
	TDR-001229100000019	05 April 2018	05 July 2018	11.00%	10,000,000
	TDR-001229100000020	05 April 2018	05 July 2018	11.00%	10,000,000
	TDR-001229100000021	05 April 2018	05 July 2018	11.00%	10,000,000
					<u>30,000,000</u>
	Grand total			<u>87,895,739</u>	<u>53,418,626</u>
13. Accounts payable					
	Management fee (Prime Finance Asset Management Company Limited)			1,586,610	3,984,925
	Custodian fee			18,712	18,711
	Trustee fee			-	20,489
	Audit fee			86,250	86,250
				<u>1,691,572</u>	<u>4,110,375</u>
14. Other liabilities					
	VAT deducted at source			<u>802,019</u>	<u>752,175</u>
				<u>802,019</u>	<u>752,175</u>
15. Unit capital					
	Paid up unit capital			<u>332,295,160</u>	<u>304,110,800</u>

Unit capital	2018			
	Percentage of holdings	No of units holding	price per unit (BDT)	Total BDT of holdings
Subscribed by sponsor	60.19%	20,000,000	10	200,000,000
Subscribed by resident Bangladeshis	39.81%	13,229,516	10	132,295,160
	<u>100.00%</u>	<u>33,229,516</u>		<u>332,295,160</u>

Unit capital	2017			
	Percentage of holdings	No of units holding	price per unit (BDT)	Total (BDT) of holdings
Subscribed by sponsor	65.77%	20,000,000	10	200,000,000
Subscribed by resident Bangladeshis	34.23%	10,411,080	10	104,110,800
	<u>100.00%</u>	<u>30,411,080</u>		<u>304,110,800</u>



Rupali Life Insurance First Mutual Fund

Notes to the Financial Statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT		
16. Retained earnings				
Opening balance	43,787,748	16,591,982		
Add: Net profit for the year	20,561,460	43,397,935		
	<u>64,349,208</u>	<u>59,989,917</u>		
Less: Dividend paid during the year	36,493,296	16,202,169		
Closing balance	<u>27,855,912</u>	<u>43,787,748</u>		
17. Reserve for unrealised gains on investment				
Opening balance	4,604,455	-		
Add: Unrealised gains/(losses)	-	5,032,855		
Unrealised gains/(losses)	-	(428,400)		
	<u>4,604,455</u>	<u>4,604,455</u>		
Less: Adjusted during the year	4,604,455	-		
Closing balance	<u>-</u>	<u>4,604,455</u>		
18. Unit transaction reserve				
Opening balance	-	-		
Add: Amount realised during the year	2,847,691	1,205,776		
	<u>2,847,691</u>	<u>1,205,776</u>		
Less: Transferred to other income	-	1,205,776		
Closing balance	<u>2,847,691</u>	<u>-</u>		
19. Net asset value (NAV)				
	At cost		At market value	
	2018	2017	2018	2017
	BDT	BDT	BDT	BDT
Value of net asset	367,661,202	347,898,548	362,998,763	352,503,003
Number of units	33,229,516	30,411,080	33,229,516	30,411,080
Net Asset Value per unit	<u>11.06</u>	<u>11.44</u>	<u>10.92</u>	<u>11.59</u>
20. Capital gains/(losses) on sale of shares			<u>20,193,489</u>	<u>15,605,467</u>
Details are in <u>Annex C</u> .				
21. Dividend from investment in shares			<u>11,003,606</u>	<u>7,876,235</u>
Details are in <u>Annex D</u> .				
22. Finance income				
Interest on fixed deposit			2,451,208	2,481,274
Interest income on short term deposit			769,843	770,117
			<u>3,221,051</u>	<u>3,251,391</u>
23. Other income				
Income from transaction of units			-	1,205,776
			<u>-</u>	<u>1,205,776</u>
24. Management fee			<u>6,601,285</u>	<u>6,191,470</u>

Management fees is payable on weekly average NAV to Prime Finance Asset Management Company Limited as per rule 65(2) of Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules), 2001 and trust deed.



Rupali Life Insurance First Mutual Fund

Notes to the Financial Statements
For the year ended 30 June 2018

	2018 BDT	2017 BDT
25. Annual fee	<u>382,139</u>	<u>326,329</u>
The Fund paid this amount to Bangladesh Securities and Exchange Commission calculated @0.1% of capital unit or BDT 50,000 whichever is higher as annual fee according to Rule 11 of Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules), 2001.		
26. Custodian fee	<u>402,500</u>	<u>350,000</u>
The Fund paid custodian fee to the BRAC Bank Ltd calculated @0.05% of balance securities held by the Fund calculated on the basis of average month end value per annum and trade settlement fees of BDT 200 per trade.		
27. Trustee fee	<u>367,167</u>	<u>307,150</u>
The amount is paid to the Trustee, Bangladesh General Insurance Company Limited, as per Trust Deed as Trusteeship fee of BDT 200,000 (Taka two hundred thousand) only or @0.10% of the net asset value (NAV) of the Fund whichever is higher.		
28. (Provision)/write back of provision against diminution value of securities		
Opening balance	-	24,240,637
Add: Provision made during the year	-	-
	-	<u>24,240,637</u>
Less: Provision reversed/write back during the year	-	24,240,637
Closing balance	-	-
The amount represents the excess provision made in the previous period against the investment. Based on the market price of investment as on 30 June 2017 it is not required to keep any provision. For this reason the excess provision is reversed.		
29. Earnings per unit (EPU)		
Net profit/ (loss) for the year	20,561,460	43,397,935
Number of units	<u>33,229,516</u>	<u>30,411,080</u>
EPU	<u>0.62</u>	<u>1.43</u>

30. Events after balance sheet date

The Trustee of the Fund has approved cash dividend at the rate of 9%, i.e. BDT 0.90 per unit for the year ended 30 June 2018 at the meeting held on 08 August 2018.

31. Others


31.1 Figures in these notes and annexed financial statements have been rounded off to the nearest BDT.

31.2 Figures of previous year have been rearranged wherever considered necessary, to conform the current year's presentation.

For and on behalf of the Trustee of Rupali Life Insurance First Mutual Fund


Trustee

Bangladesh General Insurance Company Ltd


Asset Manager

Prime Finance Asset Management Company Ltd

Dhaka, Bangladesh
Dated, 08 August 2018



Rupali Life Insurance First Mutual Fund

Investment in listed securities
As at 30 June 2018

Annex A
---/1

Sector	Name of company	Holding units	Average cost BDT	Total acquisition cost BDT	Market price BDT	Total market price BDT	Unrealised gains/(losses) BDT
Bank	BRAC Bank Ltd	8,786	56.36	495,211	71.20	625,563	130,352
Bank	The City Bank Ltd	43,300	42.53	1,933,542	33.60	1,527,624	(405,918)
Bank	Islami Bank Bangladesh Ltd	55,848	36.07	2,014,251	23.80	1,329,182	(685,069)
Bank	Prime Bank Ltd	68,638	23.75	1,630,088	16.10	1,105,072	(525,016)
Bank	Trust Bank Ltd	4,711	34.07	160,513	29.40	138,503	(22,009)
Industry Total				6,233,605		4,725,945	(1,507,660)
Cement	Heidelberg Cement Bangladesh Ltd	21,960	539.95	11,857,317	360.60	7,918,776	(3,938,541)
Cement	Premier Cement Mills Ltd	32,729	90.94	2,976,233	77.50	2,536,498	(439,736)
Industry Total				14,833,551		10,455,274	(4,378,277)
Corporate Bond	IBBL Mudaraba Perpetual Bond	3,500	869.82	3,044,363	962.00	3,367,000	322,637
Industry Total				3,044,363		3,367,000	322,637
Engineering	BSRM Steels Ltd	1,400	100.17	140,241	72.10	100,940	(39,301)
Engineering	Singer Bangladesh Ltd	5,565	184.69	1,027,826	181.60	1,010,604	(17,222)
Industry Total				1,168,067		1,111,544	(56,523)
Financial Institutions	Investment Corporation Of Bangladesh	6,000	170.08	1,020,478	151.80	910,800	(109,678)
Financial Institutions	IDLC Finance Ltd	89,452	66.88	5,982,184	66.30	5,930,668	(51,517)
Financial Institutions	LankaBangla Finance Ltd	106,674	42.60	4,544,124	26.80	2,858,863	(1,685,260)
Financial Institutions	Peoples Leasing and Financial Services Ltd	31,906	53.57	1,709,279	9.90	315,869	(1,393,410)
Industry Total				13,256,065		10,016,200	(3,239,865)
Food and Allied	British American Tobacco Bangladesh Company Ltd	2,903	3,174.36	9,215,173	3,456.70	10,034,800	819,627
Food and Allied	Olympic Industries Ltd	31,216	1.00	9,203,690	224.40	7,004,870	(2,198,819)
Industry Total				18,418,863		17,039,671	(1,379,192)



Rupali Life Insurance First Mutual Fund

Details of investment in listed securities
As at 30 June 2018

Annex A
---/2

Sector	Company name	Holding units	Average cost BDT	Total acquisition cost BDT	Market price BDT	Total market price BDT	Unrealised gains/(losses) BDT
Fuel and Power	Baraka Power Ltd	93,600	38.52	3,605,236	27.10	2,536,560	(1,068,676)
Fuel and Power	Dhaka Electric Supply Company Ltd	53,351	61.83	3,298,792	42.10	2,246,077	(1,052,715)
Fuel and Power	Intraco Refueling Station Ltd	26,316	10.00	263,160	44.10	1,160,536	897,376
Fuel and Power	Jamuna Oil Company Ltd	32,822	209.31	6,870,070	186.10	6,108,174	(761,896)
Fuel and Power	Linde Bangladesh Ltd	7,185	1,333.76	9,583,078	1,257.10	9,032,264	(550,814)
Fuel and Power	MJL Bangladesh Ltd	76,123	120.71	9,188,811	101.90	7,756,934	(1,431,877)
Fuel and Power	Padma Oil Co Ltd	11,291	285.92	3,228,280	229.60	2,592,414	(635,866)
Fuel and Power	Shahjibazar Power Co Ltd	29,070	127.03	3,692,907	82.20	2,389,554	(1,303,353)
Fuel and Power	Summit Power Ltd	55,544	40.27	2,236,868	37.90	2,105,118	(131,750)
Industry Total				41,967,202		35,927,629	(6,039,573)
Insurance	Phoenix Insurance Company Ltd	3,000	47.47	142,414	21.40	64,200	(78,214)
Industry Total				142,414		64,200	(78,214)
IT Sector	IT Consultants Ltd	38,480	50.84	1,956,475	42.40	1,631,552	(324,923)
Industry Total				1,956,475		1,631,552	(324,923)
Miscellaneous	Berger Paints Bangladesh Ltd	230	1,062.52	3,678,449	1,363.30	4,719,745	1,041,295
Industry Total				3,678,449		4,719,745	1,041,295
Mutual Funds	Grameen One : Scheme Two	200,874	14.68	2,949,445	17.10	3,434,945	485,500
Mutual Funds	IFIC Bank 1st Mutual Fund	891,157	6.07	5,413,337	5.70	5,079,595	-
Mutual Funds	NLI First Mutual Fund	842,455	10.80	9,097,458	14.40	12,131,352	3,033,894
Mutual Funds	"Reliance One" the first scheme of Reliance Insurance Mutual Fund	662,079	8.68	5,743,910	10.60	7,018,037	1,274,127
Mutual Funds	Southeast Bank 1st Mutual Fund	537,032	9.92	5,329,035	13.80	7,411,042	2,082,007
Industry Total				28,533,186		35,074,971	6,875,527



Rupali Life Insurance First Mutual Fund

Details of investment in listed securities
As at 30 June 2018

Annex A

---/3

Sector	Company name	Holding units	Average cost BDT	Total acquisition cost BDT	Market price BDT	Total market price BDT	Unrealised gains/(losses) BDT
Pharmaceuticals and Chemicals	Active Fine Chemicals Ltd	221,425	38.90	8,614,094	28.80	6,377,040	(2,237,054)
Pharmaceuticals and Chemicals	Advent Pharma Ltd	16,667	10.00	166,670	34.20	570,011	403,341
Pharmaceuticals and Chemicals	Beximco Pharmaceuticals Ltd	40,865	105.64	4,317,004	93.90	3,837,224	(479,781)
Pharmaceuticals and Chemicals	The IBN SINA Pharmaceutical Industry Ltd	2,000	259.50	1,816,530	257.40	1,801,800	(14,730)
Pharmaceuticals and Chemicals	Reckitt Benckiser (BD) Ltd	2,759	1,731.59	4,777,457	1,801.30	4,969,787	192,330
Pharmaceuticals and Chemicals	Renata Ltd	8,672	967.73	8,392,146	1,296.50	11,243,248	2,851,102
Pharmaceuticals and Chemicals	Square Pharmaceuticals Ltd	119,075	214.91	25,590,960	293.10	34,900,883	9,309,922
Industry Total				53,674,861		63,699,992	10,025,131
Tannery Industries	Bata Shoe Company (Bangladesh) Ltd	14,229	1,230.26	17,505,408	1,137.20	16,181,219	(1,324,190)
Industry Total				17,505,408		16,181,219	(1,324,190)
Telecommunication	Bangladesh Submarine Cable Company Ltd	31,086	119.64	3,719,257	102.90	3,198,749	(520,508)
Industry Total				3,719,257		3,198,749	(520,508)
Textile	Argon Denims Ltd	9,400	26.35	247,658	26.10	245,340	(2,318)
Textile	Evince Textiles Ltd	104,500	20.75	2,168,098	14.30	1,494,350	(673,748)
Textile	Familytex (BD) Ltd	134,184	19.58	2,627,025	5.80	778,267	(1,848,757)
Textile	Queen South Textile Mills Ltd	6,843	10.00	68,430	62.30	426,319	357,889
Textile	Square Textile Ltd	40,103	68.98	2,766,293	50.70	2,033,222	(733,070)
Industry Total				7,877,503		4,977,498	(2,900,005)
	Grand Total			216,009,270		212,191,189	(3,484,339)



Rupali Life Insurance First Mutual Fund

Details of investment in non-listed mutual fund
As at 30 June 2018

Annex B
---/1

Sector	Name of fund	no. of units	Average cost price BDT	Total cost BDT	Repurchase price/surrender value BDT	Unrealised gains/(losses) (based on MP) BDT	95% of net asset value (NAV) (per unit) BDT	Provision BDT	Unrealised gain (based on NAV) BDT
Mutual Fund	UFS-Popular Life Unit Fund	1,785,000	11.20	19,992,000	10.54	(1,178,100)	10.33	(1,178,100)	-
				<u>19,992,000</u>		<u>(1,178,100)</u>			<u>-</u>

*As per Bangladesh Securities and Exchange Commission circular ref. no. SEC/CMRRCD/2009-193/172 dated 30 June 2015 Mutual Funds need not to maintain any provision when the average cost price (CP) of a mutual fund is lower than or equal to the latest repurchase price (RP)/surrender value (SV) of the open ended funds. However, mutual funds will maintain provision when the average cost price (CP) of a mutual fund is greater than the latest repurchase price (RP)/surrender value (SV) of the open funds thus, Required provision (RP) = Average cost price (CP) - Latest surrender value (SV) (i.e. Not over 5% discount of NAVCmp).



Rupali Life Insurance First Mutual Fund

Details of investment in non-listed securities
As at 30 June 2018

Annex B
----/2

Sector	Name of company	no. of share	Average cost BDT	Total acquisition cost BDT	Market price BDT	Total market price BDT	Unrealised gains/(losses) BDT
Paper and Printing	Basundhara Paper Mills Ltd	201,197	80.00	16,095,760	-	16,095,760	-
Miscellaneous	SK Trims and Industries Ltd	48,387	10.00	483,870	-	483,870	-
	Total			16,579,630	-	16,579,630	-



Rupali Life Insurance First Mutual Fund

Annex C

Details of capital gains/(losses) on sale of securities
For the year ended 30 June 2018

-----/1

Sector	Sl. no.	Name of Companies	2018 BDT
Bank	1	The City Bank Ltd	306,206
	2	Islami Bank Bangladesh Ltd	(61,765)
	3	Al-Arafah Islami Bank Ltd	144,905
	4	Prime Bank Ltd	74,512
	5	Southeast Bank Ltd	14,473
	6	Standard Bank Ltd	(184,115)
	7	Bank Asia Ltd	203,709
	8	BRAC Bank Ltd	202,801
	9	Trust Bank Ltd	632,216
			1,332,941
Cement	1	Confidence Cement	1,144,022
	2	Premier Cement	31,488
			1,175,510
Engineering	1	Olympic Industries Ltd	(161,211)
	2	Singer Bangladesh Ltd	68,362
	3	IFAD Autos Ltd	58,400
	4	BBS Cables Ltd	3,135,820
	5	Oimex Electrode Ltd	2,797,190
	6	Nahee Aluminum Composite Panel Ltd	2,210,444
			8,109,005
Financial Institutions	1	IDLC Finance Ltd	1,060,077
	2	Lankabangla Finance Ltd	529,326
	3	Investment Corporation of Bangladesh	(55,647)
			1,533,756
Food and Allied	1	British American Tobacco Bangladesh Company Ltd	343,035
			343,035
Fuel and Power	1	Baraka Power Ltd	8,797
	2	MJL Bangladesh Ltd	41,514
	3	Shahjibazar Power Company Ltd	204,457
	4	Summit Power Ltd	113,147
	5	Jamuna Oil Company Ltd	66,395
	6	Khulna Power Company Ltd	36,365
	7	Intraco Refueling Station Ltd	1,021,638
			1,492,313
Insurance	1	Sunlife Insurance Company Ltd	(1,208,820)
	2	Delta Life Insurance Company Ltd	(250,345)
	3	Fareast Islami Life Insurance Company Ltd	(88,858)
	4	Meghna Life Insurance Company Ltd	(1,348,654)
	5	Rupali Life Insurance Company Ltd	(731,464)
			(3,628,140)
Miscellaneous	1	Berger Paints Bangladesh Ltd	1,172,329
			1,172,329
Mutual Funds	1	Southeast Bank 1st Mutual Fund	706,454
	2	Grameen One:Scheme Two	595,234
	3	Reliance Insurance Mutual Fund - Scheme1	403,820
	4	NLI First Mutual Fund	613,592
	5	IFIC Bank 1ST Mutual Fund	11,421
			2,330,521



Rupali Life Insurance First Mutual Fund

Annex C

Details of capital gains/(losses) on sale of securities
For the year ended 30 June 2018

-----/2

Sector	Sl. No.	Name of Companies	2018 BDT
Pharmaceuticals and Chemicals	1	Beximco Pharmaceuticals Ltd	125,359
	2	Renata Ltd	424,507
	3	Square Pharmaceuticals Ltd	1,807,802
	4	Reckitt Benckiser Bangladesh Ltd	790,431
	5	Active Fine Chemicals Ltd	25,813
	6	Advent Pharma Ltd	701,044
			3,874,955
Services and Real Estate	1	Summit Alliance Port Ltd	52,892
			52,892
Telecommunications	1	GrameenPhone Ltd	1,279,782
	2	Bangladesh Submarine Cable Company Ltd	79,396
			1,359,178
Textile	1	Metro Spinning Ltd	(145,390)
	2	Envoy Textiles Ltd	(90,455)
	3	Pacific Denims Ltd	292,165
	4	Shepherd Industries Ltd	200,475
	5	Nurani Dyeing and Sweater Ltd	193,040
	6	Queen South Textile Mills Ltd	595,359
			1,045,193
		Grand Total	20,193,489



Rupali Life Insurance First Mutual Fund

Annex D

-----/1

Details of dividend income
For the year ended 30 June 2018

Sector	Sl. No.	Name of companies	Dividend received BDT
Bank	1	Southeast Bank Ltd	76,414
	2	The City Bank Ltd	238,302
	3	Bank Asia Ltd	2
	4	Prime Bank Ltd	43,695
	5	Trust Bank Ltd	9,422
	6	Islami Bank Bangladesh Ltd	55,874
			423,709
Cement	1	Heidelberg Cement Bangladesh Ltd	941,520
	2	Premier Cement Ltd	53,918
	3	Confidence Cement Ltd	5,423
			1,000,861
Engineering	1	BSRM Steel Ltd	2,100
	2	Nahee Aluminum Ltd	14,462
	3	Olympic Industries Ltd	119,401
	4	Singer BD Ltd	38,000
			173,963
Financial Institution	1	Investment Corporation of Bangladesh	22,620
	2	IDLC Finance Ltd	268,356
	3	LankaBangla Finance Ltd	74,437
			365,413
Food and Allied	1	British American Tobacco Bangladesh Company Ltd	158,760
			158,760
Fuel and Power	1	Linde BD Ltd	138,700
	2	Summit Power Ltd	166,632
	3	Baraka Power Ltd	40,724
	4	MJL Bangladesh Ltd	320,054
	5	DESCO Ltd	53,351
	6	Jamuna Oil Ltd	361,042
	7	Shahji Bazar Power Ltd	40,800
	8	Padma Oil Ltd	99,361
	9	Linde BD Ltd	100,590
			1,321,254
General Insurance	1	Phoenix Insurance Ltd	9,300
			9,300
IT	1	ITC Ltd	22,200
			22,200
Life Insurance	1	Rupali Life Insurance Company Ltd	63,935
	2	Meghna Life Insurance Company Ltd	27,186
			91,121
Miscellaneous	1	Berger Paint Bangladesh Ltd	114,153
			114,153
Mutual Funds	1	Southeast Bank 1st Mutual Fund	868,748
	2	NLI First Mutual Fund	1,272,416
	3	IFIC First Mutual Fund	153,372
	4	Grameen One Mutual Fund	217,811
	5	Reliance Insurance Mutual Fund	787,579
	6	UFS Popular Life Unit Fund	2,320,500
			5,620,426



Rupali Life Insurance First Mutual Fund

Annex D

Details of dividend income
For the year ended 30 June 2018

-----/2

Sector	Sl. No.	Name of companies	Dividend received BDT	
Pharmaceuticals	1	Reckitt Benckiser (BD) Ltd	315,082	
	2	Square Pharmaceuticals Ltd	436,545	
	3	Renata Ltd	76,423	
	4	Beximco Pharmaceuticals Ltd	49,375	
		877,425		
Tannery	1	Bata Shoe Company (Bangladesh) Ltd	622,307	
			622,307	
Telecommunication	1	GrameenPhone Ltd	84,000	
	2	Bangladesh Submarine Cables Company Ltd	29,843	
			113,843	
Textile	1	Square Textile Ltd	76,433	
	2	Metro Spinning Ltd	12,442	
			88,875	
		Grand Total	11,003,606	

