Auditors' Report of

"1ST JANATA BANK MUTUAL FUND"

For The Year Ended 30 June 2024

Submitted By

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"1ST JANATA BANK MUTUAL FUND"

For The Year Ended 30 June 2024

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S.K.BARUA & CO.
CHARTERED ACCOUNTANTS

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registered in Berlin-Germany

INDEPENDENT AUDITORS' REPORT
To
The Trustee of 1ST JANATA BANK MUTUAL FUND

Report on the Audit of the Financial Statements

Qualified Opinion:
We have audited the financial statements of **1ST JANATA BANK MUTUAL FUND**, which comprise the statement of financial position as at June 30, 2024 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at June 30, 2024 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Qualified Opinion:

a) Investment in equity of Padma Bank PLC carried since 2013 which is a non-listed public limited banking company. The cost of investment was BDT 63,888,890 against 5,000,000 shares (Average cost per share BDT 12.78) and fair value shown as same price which is described in note no. 4.2(iii) & 6.02 of notes to the financial statements. No dividend was received from this investment since 2021 even we did not get the audit report of Padma Bank PLC. Management has not maintained any provision to reflect its fair value which could reduce the NAV and EPU (Earnings Per Unit) of this fund.

b) The fund has an equity investment in Multi Securities and Services Limited (Broker House) which has been carried since 2016. The cost of investment was BDT 91,980,502 against 5,444,244 shares (Average cost per share BDT 16.90) and fair value shown as same price which is described in note no. 4.2(iii) & 6.02 of notes to the financial statements. Multi Securities and Services Limited (MSSL) incurred a significant loss during the year 2023 compared to the previous year and no dividend was declared for the year 2023. NAV of MSSL as per the audit report for the year ended 2023 was BDT 14.37. Moreover, we did not get the audit report of Multi Securities and Services Limited (Broker House) for the year ended 2024. Fair value reported of this investment is not justified.

c) i) As per Rule 40 & 41 of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001, Mutual Funds Assets should be kept under the custody of the Fund's Custodian. But we found Best Holding's 3,815,385 share certificate (share certificate regarding 748,073 shares were not found) at the office of the custodian while physical verification of certificates and other original documents on 18 August 2024.

ii) We obtained direct confirmation from Best Holding Ltd. regarding the holding position on 30 June 2023 & 30 June 2024 where the number of shares stated 4,563,458. But 3,815,385 shares were shown in last year's audit report.

iii) Additionally, as per BSEC letter BSEC/CI/BB-24/2022/1524 dated November 29, 2023 and resolution of the Trustee Meeting, Best Holding's shares shall be converted as per issue price under book building method. Accordingly, the total number of shares were supposed to be received 7,085,714 but only 4,563,458 shares were received by the fund.

d) The income of the Fund is exempted from Income Tax under Act No. 12 of 2023, as published in the Bangladesh Gazette and approved by the President of the People's Republic of Bangladesh on June 22, 2023. But BDT 19,924,516 has been reported as AIT in the financial statements.

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We conducted our audit in accordance with the International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matters

We draw attention to the following facts without modifying our opinion:

a. The fund has investment in Regent Spinning Mills Corporate Bond-2015 Accrued interest which was charged in earlier years has been carried forward during the year. Provision for impairment has been maintained from previous year @ 20% per year against this investment. Management has disclosed it in note no. 4.2 (iv) & 6.03 of notes to the financial statements. Management of the fund and trustee of the bond has been working to recover accrued interest and principal amount.

b. We draw attention to the note 3.2 regarding the trial balance. Financial statements have been prepared based on the ledgers and other supporting documents.

c. In some cases, the investment parameter was not followed while making investment in particular share & sector. Which is a non-compliance of trust deed and Rule 56 of Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001. Please see note no. 4.1 of notes to the financial statements.

d. As per Rule 69 & 72 of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001, Annual Report shall be prepared, published and submitted to the commission but it was not complied.

e. Best holdings share was found at Multi Securities and Services DP's on 30 June 2024 instead of custodian's DP. Though subsequently transferred this share to custodian's DP.

f. Bangladesh Securities and Exchange Commission has issued some letters regarding matters and Bangladesh Financial Intelligence Unit (BFIU) of Bangladesh Bank has issued a letter for freezing bank account of the company and its managed funds (Ref. BFIU/(monitoring 2)/CMI/04/2024-1009 dated June 10, 2024). Trading of securities was suspended, and bank accounts were frozen for some irregularities as per the said letters. However, the Honorable High Court has stayed the above orders on 19 August 2024 for six months.

g. The financial statements have been authorized for issue on 12 September 2024 which was signed by us on 21 October 2024. We could not know whether any subsequent events occurred during the period from 13 September 2024 to 21 October 2024.

h. Some cheques were issued for expenses which were not provided to the respective parties as the bank account was frozen. As a result, we could not cheque bank reconciliation items in the subsequent period.

Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matters provided in that context.

Risk	Our response to the risk
Valuation and existence of investments	
Investment is the most financially significant item in the statement of financial position. The Fund has presented the fair value of investment in marketable securities amounting to BDT 1,747,916,905 which represents 78.84% of total assets BDT 2,217,123,518. On the other hand, investment in non-listed securities reported BDT 303,495,842 as fair value which is 13.69% of total assets. The fair value of listed securities (except mutual fund) that are traded in an active market is determined as per closing price on 30 June 2024.	➢ Obtained an understanding of the valuation procedures/technique used in determining the fair value of financial instruments; ➢ Obtained CDBL report (DPA6) directly from CDBL and portfolio report from AMC and checked against each other to confirm the closing balance of financial instruments. Reconciliation for difference between them received and verified with supporting documents the reason of any difference; ➢ Collected broker's client ledger from brokerage house and checked transactions; ➢ Obtained year-end share holding positions from the management of the fund and checked with DPA 6 of Custodian;

2024. As the investment, due to the significance of the balance and valuation requirements, we consider this as a key audit matter. See note no. 5 and 4.2(i) to the financial statements.	➢ Physically reviewed original certificates and other documents related to non-listed securities at the office of custodian's vault; ➢ Reviewed disclosure requirement according to IASs, IFRSs, Securities and Exchange Rules 1987, Bangladesh Securities Exchange Commission (Mutual Fund) Rules 2001 and other applicable laws and regulations; ➢ Obtained direct confirmation to confirm the existence of securities where required; ➢ Evaluate management's assessment and procedures relating to provision maintained to reflect fair value of bond. Besides, obtained current status, action plan to recover outstanding interest and principal of bond from trustee of the bond; ➢ Checked whether Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001 was followed to make investment.
Dividend from investments	
During the financial year the fund has reported BDT 58,854,377 as dividend income from investments. It represents 86.18% of total income. Therefore, it has been considered a key audit area.	We obtained an understanding, evaluated the recognition procedures and tested the operational effectiveness of the dividend reported by the Fund. Our audit procedures included, among others, the followings: ➢ Understanding and reviewing the nature of dividends; ➢ Checked PSI, DSE website to confirm the rate of dividend along with DPA 6 to confirm the holding at the record date; ➢ Finally, assessing the appropriateness and presentation of disclosures against relevant accounting standards.
Other Receivables	
Other receivables comprise receivable from Broker house, dividend receivable and interest receivable. Other receivable increased significantly compared to the previous year. So, it is considered as a key audit matter.	➢ Obtained stock wise breakdown of dividend receivable and checked with ledger, voucher, PSI, DSE & respective company's website etc; ➢ Collected direct confirmation from broker house to confirm the outstanding balance; ➢ Checked dividend recognition procedures, DPA 6 for quantity and verified with books of accounts. ➢ Reviewed presentation and disclosures made in the financial statements.
Profit on sale of investment	
The fund has incurred net profit on sale of trading securities amounting to BDT 5,532,944 for the year ended 30 June 2024.	➢ Obtained detailed client ledger from broker house; ➢ Collected trade confirmation and checked with ledger, voucher & related supporting documents; ➢ Checked recognition and presentation in the financial statements.
Management fee	
BDT 29,526,516 has been reported as management fee which represents 71.97% of total expenses for the year ended 30 June 2024.	➢ Obtain an understanding on calculation procedures of management fee, verified with trust deed and prospectus; ➢ Management fee has been calculated @ 1.125% as per

	annum on the weekly average NAV laid down in the Trust deed and prospectus. ➢ Checked DSE website, quarterly report and detailed calculation of weekly NAV. ➢ Checked recording process and payment process of management fee presented in the financial statements.

Other Information:
The Asset Management Company (AMC) is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditor's report. The directors are responsible for the other information.
Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appeared to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls
The Asset Management Company (AMC) is responsible for the preparation and fair presentation of the financial statements in accordance with IASs, IFRSs, Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the Management to ensure effective internal audit, internal control and risk management functions of the Fund.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that

may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001, we also report the following:

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

S.K. BARUA & CO. Dhaka Estd.-1985 Chartered Accountants

Pear Ali FCA
Engagement Partner
Enrollment No. 0249
S.K. Barua & Co.
Chartered Accountants
DVC: 2410210249AS271494

Dated; Dhaka
21 OCT 2024

1ST JANATA BANK MUTUAL FUND
Statement of Financial Position
As at June 30, 2024

	Particulers	Note	Amount in Taka	
			30-Jun-24	30-Jun-23
A	**Asset**			
	Investment in marketable securites-at Fair Value	05	1,747,916,905	2,227,762,320
	Investment in non-listed securites-at Fair Value	06	303,495,842	531,749,880
	Cash & cash equivalents	07	67,625,857	82,971,555
	Preliminary & Issue Expenses	08	7,461,329	8,663,286
	Others Receivable	09	65,590,976	15,018,971
	Advance, Deposit & Prepayments	10	25,032,610	24,931,067
	Total assets		**2,217,123,518**	**2,891,097,078**
B	**Liabilities**			
	Liabilities for expenses	11	14,612,040	41,862,478
	Unclaimed Dividend	7.01	10,558,141	10,160,243
	Other liabilities	12	6,667,267	3,561,379
	Total liabilities		**31,837,448**	**55,584,100**
C	**Net assets (A-B)**		**2,185,286,070**	**2,835,512,978**
D	**Equity**			
	Capital Fund	13	2,899,233,480	2,899,233,480
	Dividend Equalization Reserve		28,829,310	28,829,310
	Retained Earnings		(742,776,719)	(92,549,811)
			2,185,286,070	**2,835,512,978**
	Net Assets Value (NAV)-at Cost	14	3,263,046,074	3,240,958,677
	No. of unit		289,923,348	289,923,348
			11.25	**11.18**
	Net Assets Value (NAV)-at Fair Value	14	2,185,286,070	2,835,512,978
	No. of unit		289,923,348	289,923,348
			7.54	**9.78**

The annexed notes form an integral part of these financial statements.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

Signed in terms of our separate report of even date annexed.

Pear Ali FCA
Partner
Enrollment No:-249
S.K Barua & Co.
Chartered Accountants

DVC:2410210249AS274494

Dated; Dhaka
12 SEP 2024

S.K. BARUA & CO. Dhaka Estd.-1985 Chartered Accountants

1ST JANATA BANK MUTUAL FUND

Statement of Profit or Loss and Other Comprehensive Income
For the year ended June 30, 2024

	Particulars	Note	Amount in Taka	
			30-Jun-24	30-Jun-23
A	**INCOME**			
	Net profit on sale of investment	15	5,532,944	26,781,218
	Dividend from investment	16	58,854,377	82,157,346
	Financial income	17	3,901,718	11,253,209
	Total income		**68,289,039**	**120,191,772**
B	**EXPENDITURE**			
	Management fees	18	29,526,516	32,182,824
	Amortization of preliminary & issue exp.	08	1,201,957	1,198,673
	Trustee fees	19	3,074,261	2,957,039
	BSEC annual fee	20	2,899,233	2,899,233
	CDBL charges	21	267,272	310,333
	Custodian fees	22	2,476,306	2,714,333
	CSE annual fee		600,000	600,000
	DSE annual fee		600,000	600,000
	Bank charges		72,583	247,713
	Audit fee		62,100	57,500
	Expenses for Capital Market Stabilization Fund	23	-	299,184
	Printing publication & IPO expenses		246,700	359,971
	Total expenditure		**41,026,928**	**44,426,802**
	Profit before Provision (A-B)		**27,262,111**	**75,764,970**
	(Total Provision for VAT, Tax and writeoff)/ write back against erosion of fair value	24	(677,489,019)	(168,314,781)
	Net Profit after Provision transferred to retained earnings		**(650,226,908)**	**(92,549,811)**
	Other Comprehensive Income:			
	Unrealized gain/(loss)		-	-
	Total Profit or Loss and Other Comprehensive Income		**(650,226,908)**	**(92,549,811)**
	Earnings per unit (EPU) for the year	25	**(2.24)**	**(0.32)**

The annexed notes form an integral part of these financial statements.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

Signed in terms of our separate report of even date annexed.

Pear Ali FCA
Partner
Enrollment No:-249
S.K Barua & Co.
Chartered Accountants

Dated; Dhaka
12 SEP 2024

S.K. BARUA & CO. Dhaka Estd.-1985 Chartered Accountants

DVC: 2410210249AS271494

1ST JANATA BANK MUTUAL FUND

Statement of Changes in Equity
For the year ended June 30, 2024

Amount in Taka

Particulars	Capital Fund	Dividend Equalization Reserve	Retained Earnings	Total Equity
Balance as at July 01, 2023	2,899,233,480	28,829,310	(92,549,811)	2,835,512,978
Net profit for the year	-	-	(650,226,908)	(650,226,908)
Balance at June 30, 2024	**2,899,233,480**	**28,829,310**	**(742,776,719)**	**2,185,286,070**

Statement of Changes in Equity
For the year ended June 30, 2023

Particulars	Capital Fund	Dividend Equalization Reserve	Retained Earnings	Total Equity
Balance as at July 01, 2022	2,899,233,480	160,770,843	71,004,810	3,131,009,132
Dividend for 2021-2022 (Cash)	-	-	(202,946,344)	(202,946,344)
Dividend Equalization Reserve	-	(131,941,533)	131,941,533	-
Net profit for the year	-	-	(92,549,811)	(92,549,811)
Balance at June 30, 2023	**2,899,233,480**	**28,829,310**	**(92,549,811)**	**2,835,512,978**

The annexed notes form an integral part of these financial statements.

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DVC: 2410210249AS271494

Dated; Dhaka
12 SEP 2024

S.K. BARUA & CO. Dhaka Estd.-1985 Chartered Accountants

1ST JANATA BANK MUTUAL FUND
Statement of Cash Flows
For the year ended June 30, 2024

	Particulars	Amount in Taka	
		30-Jun-24	30-Jun-23
A.	**Cash flows from operating activities**		
	Dividend income	36,652,105	86,691,074
	Financial income	3,471,046	10,472,095
	Net profit on sale of investment	5,532,944	26,781,218
	Other operating expenses	(39,893,793)	(42,147,980)
	Net cash from operating activities	**5,762,301**	**81,796,407**
B.	**Cash flows from investing Activities**		
	Net investment in securities	(21,505,897)	(49,763,910)
	Net cash from investing Activities	**(21,505,897)**	**(49,763,910)**
C.	**Cash flows from financing activities**		
	Dividend for 2022-2023	-	(202,946,344)
	Unclaimed Dividend	397,898	2,388,248
	Net cash from financing activities	**397,898**	**(200,558,096)**
D	**Net increase/(decrease) in cash and cash equivalents (A+B+C)**	**(15,345,698)**	**(168,525,598)**
E	**Opening Cash & Cash Equivalents**	82,971,555	251,497,153
F	**Closing Cash & Cash Equivalents (D+E)**	**67,625,857**	**82,971,555**
	Net Operating Cash Flow Per Unit (NOCFPU)	**0.02**	**0.28**

The annexed notes form an integral part of these financial statements.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

Signed in terms of our separate report of even date annexed.

Pear Ali FCA
Partner
Enrollment No:-249
S.K Barua & Co.
Chartered Accountants

DVC: 2410210249AS271494

Dated; Dhaka
12 SEP 2024

S.K. BARUA & CO. Dhaka Estd.-1985 Chartered Accountants

1ST JANATA BANK MUTUAL FUND
Notes to the Accounts
For the year ended 30th June 2024

1. The fund and legal status

1ST JANATA BANK MUTUAL FUND (hereinafter called as "Fund") was established under a Trust Deed signed on 28 January 2010 between 1ST JANATA BANK MUTUAL FUND (JBL) as a 'Sponsor' and the Investment Corporation of Bangladesh (ICB) as a "Trustee" under the Trust Act 1882 and Registration Act 1908.The Fund was registered with the Bangladesh Securities and Exchange Commission (BSEC) on 09 February 2010 vide registration code no. SEC/Mutual Fund/2010/19 under the Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001. The operations of the Fund was commenced on 20 September 2010 by listing with Dhaka and Chittagong Stock Exchanges.

As provided in Trust Deed, Bangladesh RACE Management PCL, an asset management company, is the Fund Manager. Bangladesh RACE Management PCL was incorporated as a private limited company under Companies Act 1994 on March 2008.

1ST JANATA BANK MUTUAL FUND is a close-end Mutual Fund of twenty years' tenure. The objectives of the Fund are to provide regular dividend to the investors by investing the Fund both in capital and money market instruments. The Fund consists of 289,923,348 units of BDT 10 each. The units of the Fund are transferable.

2. Objectives

The objective of 1ST JANATA BANK MUTUAL FUND is to provide attractive dividends to its unit-holders by earning superior risk adjusted return from a diversified investment portfolio.

3. Basis of preparation

3.1 Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS) and as per requirements of the Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001, Trust Deed and other applicable laws and regulations.

3.2 Component of Financial Statements

The Fund has been prepared the mendatory components of Financial Statements from the ledgers, those are 01. Statement of Financial Position 02. Statement of Profit or Loss and Other comprehensive Income 03. Statement of Changes in Equity 04. Statements of Cash Flows 05. Notes to the accounts. Therefore, no trail balance has been prepared for that ledgers as it is additional.

3.3 Basis of measurement

These financial statements have been prepared on a going concern and accrual basis under historical cost convention and initial fair value for identical asset using trade date accounting in accordance with generally accepted accounting principles.

3.4 Functional and presentational currency

These financial statements are presented in BDT, which is also the Fund's functional and presentational currency.

3.5 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 recognized 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.

3.6 Reporting period

These financial statements are prepared for the period from 01 July 2023 to 30 June 2024.

3.7 Taxation

The income of the Fund is exempted from Income Tax as per Bangladesh Gadget, Act no. 12 of the year 2023 approved by The President of The Peoples Republic of Bangladesh dated June 22, 2023

4. Significant accounting policies

The accounting policies set out below have been applied throughout the period presented in these financial statements.

4.1 Investment policy

The investment policy of the Fund as summarized below has set in accordance with Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001 including amendments if any:

(i) as per Rule 55 (02) of Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001 as amended, 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) as per fifth schedule, no term loan and advance shall be given from the mutual fund.

(iii) as per fifth schedule not more than 10% of total assets of one scheme of a mutual fund shall be invested in one company's share.

(iv) as per fifth schedule not more than 15% of paid-up capital of a company's share shall be invested from all schemes of a mutual fund.

(v) as per fifth schedule not more than 20% of one or group of companies' share, debenture or other securities shall be invested from all schemes of a mutual fund.

(vi) as per fifth schedule not more than 25% in one sector/industry's share, debenture or other securities shall be invested from all scheme of a mutual fund.

(vii) as per fifth schedule investment or loan from one scheme to another scheme shall not be made under one asset management company

(viii) as per fifth schedule a mutual fund shall not make any loan for investment purpose

(ix) as per fifth schedule, no expenses shall be charged in year more than 4% of weekly average NAV annually.

4.2 Valuation of Investment at Fair Value:

Fair Value is a market-based measurement. It is to estimate the price at which an orderly transection to sell the assets or to transfer the liability would take place between market participants at the measurement date under current market condition. As per IFRS-13, 1st Janata Mutual Fund (the fund) adopts the assumption the market participants would use when pricing the assets, including assumptions about risk (a) the risk inherent in a particular valuation technique used to measure fair value (such as pricing model); and (b) the risk inherent in quoted price/input to the valuation technique.



(i) For Capital Market Securities-Listed:
The Capital Market Security-Listed states that 83.93% in cost value and 78.84% in fair value of total assets of the Fund. According to Mutual Fund Bidhimala 2001, all the dematerialised shares of the investment in listed securities are kept in custodian DP account. The Capital Market Securities-Listed are valued at the closing quoted market price consedering the portfolio as portfolio through other comprehensive income as per 4.1.2A of IFRS-9 only on the Dhaka Stock Exchange on the date of Valuation i.e., on June 30, 2024 as per IFRS-13 Fair Value Measurement, Capital Market Securities-Listed (Mutual Fund) are valued the quoted market price and last disclosed NAV on June 30, 2024 by the methodology provided by BSEC vide directive no. SEC/CMRRCD/2009/193/172 dated June 30, 2015.

(ii) For Capital Market Securities-Non listed:
Capital Market Securities-Non listed (Unit Fund) are valued at the repurchase price which is enforceable on June 30, 2024 declared by respective AMC and this is also a quoted price as per IFRS-13. Capital Market Securities-Non listed (Bond) are valued at fair value by applying the methodology as per IFRS-13 using Present Value technique under Income approach and in compliance with Rules 58 of Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001.

(iii) For Non-Listed Private Equity -BSEC approved:
The Fund has invested in the equity of two non-listed companies. Both of which are regulated, one of them is regulated by Bangladesh Bank and other is regulated by Bangladesh Securities and Exchange Commission.
The investment in shares of Padma Bank Limited has been approved by BSEC vide letter no. SEC/MF & SPV/MF-02/2009/467 dated May 31, 2012. It's a Bangladesh Bank Regulated entity and going concern. Moreover, Padma Bank Ltd. has investment from Govt. Banks and financial institutions which owns 65% of the total equity of the banks. Therefore, Padma Bank Ltd. is considered a going concern and investment is held at cost. And the investment in Multi Securities and Services Limited has been approved by BSEC vide letter no. SEC/MF & SOV/MF-02/2009/783 dated November 04, 2015. Using prudence and conservative principal of accounting this investment is also held at cost.

(iv) Regent Spinning Mills Corporate Bond-2015:
As per Section 5.5 (para 5.5.2 and 5.5.8) of IFRS-9 on reporting date The Board of Investment Committee of 1st Janata Bank Mutual Fund shall take it in to account, the approximate risks on initial recognition of Regent Cor. Bond-15 by considering all reasonable and supportable information that is available without undue cost and effort. In order to determine provision for impairment loss at market price The Board of Investment Committee of 1st Janata Bank Mutual Fund consider internal and external information including portfolio information which was held as collateral of that bond. As conservative way The Board of Investment Committee of 1st Janata Bank Mutual Fund decided to make those impairment loss provision @ 20% as on june 30, 2023. The Board of Investment Committee of 1st Janata Bank Mutual Fund has been working with Investment Corporation of Bangladesh (ICB),The Trustee of the said bond, to recover investment from the Issuer and from the underlying collateral.

4.3 Dividend Policy

As per Rule 66 of Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001 as amended, the Fund is required to distribute its profit in the form of dividend either in cash to its unit holders an amount which shall not be less than 70% of annual profit during the year, net provisions. net of provisions and net of negative retained earning brought forward balance.

4.4 Cash & cash equivalents

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

4.5 Net asset value calculation

NAV per unit is being calculated using the following formula:
Total NAV = VA - LT
NAV per unit = Total NAV / No. of units outstanding.

VA: Value of all securities in vault + Value of all securities placed in lien + Cash in hand and bank balances + Value of all securities receivables + receivables of proceeds of sale of investments + Dividend receivable, net tax + Interest receivable, net of tax + Issue expenses amortized on that date + Printing, publication and stationery expenses amortized on date.

LT: Value of all securities payable + Payable against purchase of investments + Payable as brokerage and custodial charges + Payable as trustee fee + 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.

4.6 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. Provision for market unrealised loss shall be made in accordance with the rule 3(d) of 6th schedule of Mutual Fund Bidhimala 2001 and incase of provision write back.

4.7 Revenue recognition

Gains/losses arising on sale of investment are included in the Profit and Loss Statement on the date at which the transaction takes place. Dividend and interest income are recognized as per IAS-18 and Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001.

4.8 Statement of cash flows

Cash flows from operating activities have been presented under direct method.

4.9 Issue & Preliminery Expenses

Issue & Preliminery Expenses are amortized among the remaining life of the fund calcluting on day basis.



1ST JANATA BANK MUTUAL FUND
Notes to the Financial Statements
For the year ended June 30, 2024

		Amount in Taka	
		30-Jun-24	**30-Jun-23**

05.00 Investment in marketable securities-at Fair Value

Capital Market Securities-Listed: (Annex - 1)	05.01	1,747,916,905	2,227,762,320
		1,747,916,905	**2,227,762,320**

05.01 Capital Market Securities-Listed:

Sector/Category	Number of Shares	Amount in Taka			
		Cost Values As on June 30, 2024	Fair Values As on June 30, 2024	Req. Provision /Excess Gain	Fair Values As on June 30, 2023
Bank	45,082,207	754,992,326	544,488,743	(210,503,582)	732,774,627
Cement	28,902	10,685,069	7,014,515	(3,670,554)	7,702,383
Corporate Bond	20,849	20,632,406	19,816,793	(815,614)	893,997
Engineering	9,097	1,611,261	1,196,256	(415,005)	1,381,834
Food and Allied	382,888	225,111,342	123,596,246	(101,515,095)	198,604,006
Fuel and Power	2,114,615	191,440,848	115,990,081	(75,450,767)	146,788,587
Insurance	1,686,270	139,670,569	62,392,778	(77,277,790)	102,345,101
Miscellaneous	294,328	43,701,821	34,024,317	(9,677,505)	67,638,415
Mutual Funds	11,681,336	131,505,049	93,148,253	(38,356,796)	96,504,053
NBFI	2,517,121	204,011,261	91,293,728	(112,717,534)	137,125,821
Pharma	1,436,615	612,972,921	408,734,589	(204,238,333)	599,486,745
Telecommunication	476,332	176,519,113	117,987,436	(58,531,676)	136,516,751
Travel & Leisure	4,563,458	252,449,372	128,233,170	(124,216,202)	-
Total	**70,294,018**	**2,765,303,358**	**1,747,916,905**	**(1,017,386,453)**	**2,227,762,320**

06.00 Investment in non-listed securities

BSEC approved Non-listed Unit Fund (Category A)	06.01	3,626,450	3,431,116
BSEC approved investment in private equity of non-listed company (Category B)	06.02	155,869,392	408,318,764
BSEC approved Bond (Category C)	06.03	144,000,000	120,000,000
		303,495,842	**531,749,880**

06.01 BSEC approved Non-listed Unit Fund (Category A):

Particulars	No of Quantity	Amount in Taka			
		Cost Values As on June 30, 2024	Fair Values As on June 30, 2024	Req. Provision /Excess Gain	Fair Values As on June 30, 2023
CWT Community Bank Shariah Fund	100,000	1,000,000	997,000	(3,000)	-
HFAML Unit Fund	356,294	3,000,000	2,629,450	(370,550)	3,431,116
Total of BSEC approved Non-listed Unit Fund (Category A)	**456,294**	**4,000,000**	**3,626,450**	**(373,550)**	**3,431,116**

06.02 BSEC approved investment in private equity of non-listed company (Category B):

Particulars	No of Quantity	Amount in Taka			
		Cost Values As on June 30, 2024	Fair Values As on June 30, 2024	Req. Provision /Excess Gain	Fair Values As on June 30, 2023
Best Holding Ltd	-	-	-	-	252,449,372
Padma Bank Limited	5,000,000	63,888,890	63,888,890	-	63,888,890
Multi Securities & Services Ltd.	5,444,244	91,980,502	91,980,502	-	91,980,502
Total of BSEC approved investment in private equity of non-listed company (Category B)	**10,444,244**	**155,869,392**	**155,869,392**	**-**	**408,318,764**

06.03 BSEC approved Bond (Category C)

Particulars	No of Quantity	Amount in Taka			
		Cost Values As on June 30, 2024	Fair Values As on June 30, 2024	Req. Provision /Excess Gain	Fair Values As on June 30, 2023
Regent Spinning Mills Corporate Bond-2015	15	150,000,000	90,000,000	(60,000,000)	120,000,000
Premier Bank Ltd. Corporate Bonds	9	54,000,000	54,000,000	-	-
Total of BSEC approved Bond (Category C)	**24**	**204,000,000**	**144,000,000**	**(60,000,000)**	**120,000,000**
Net Provision Taken (5.01+6.01+6.02+6.03)				**(1,077,760,004)**	**(405,445,699)**

***** 6.04 Investment in non-listed securities**

As on June 30, 2024 the Fund held a total of Tk 303,495,842 in non-listed securities which is 11.04% in cost value and 13.69% in fair value of total assets of the Fund. According to Mutual Fund Bidhimala 2001, all the scripts of share certificates of the investment in non listed securities are kept in custodian vault. Each of these investments have been made by the Fund post regulatory (BSEC) approval. There are three categories of such investments (A) BSEC approved Non-listed Unit Fund; (B) BSEC approved investment in private equity of non-listed company; (C) BSEC approved Bond. The Category (A) investments are valued at the repurchase price which is enforceable on June 30, 2024 declared by respective AMC and this is also a quoted price as per IFRS-13. The investments in Category (B) are held at cost price as the underlying companies are going concerns. The valuation of Category (C) investments are valued at fair value by applying the methodology as per IFRS-13 using Present Value technique under Income approach and in compliance with Rules 58 of Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001.

Category A for BSEC approved non-listed unit fund:

Investments are valued at the repurchase price which is enforceable on June 30, 2024 declared by respective AMC.

Category B. For Non-Listed Private Equity -BSEC approved (Padma Bank limited and Multi Securities & Services Limited):

The Fund has invested in the equity of three non-listed private companies (private equity investments), namely the (i) Padma Bank Limited and (ii) Multi Securities & Services Limited, both of which are regulated; the Padma Bank Limited is regulated by Bangladesh Bank and the Multi Securities & Services Limited is regulated by Bangladesh Securities and Exchange Commission, and the quasi-regulators the Dhaka Stock Exchange and the Chittagong Stock Exchange. We comment in more detail on each of these two investments below:

(i) Padma Bank Limited: The Fund has investment in equity of private company Padma Bank Limited (the "PBL") which has been approved by BSEC vide letter no. SEC/MF & SPV/MF-02/2009/467 dated May 31, 2012. The PBL is a Bangladesh Bank Regulated entity and going concern. Moreover, PBL private equity is owned by Govt. Banks and financial institutions which owns 65% or a majority of the total equity of the banks. Therefore, Padma Bank Ltd. is considered a going concern and the investment is held at cost by the Fund for a total investment amount of Tk. 63,888,890 Fair Value of the similar category of listed banks is above cost.

The investment of the Fund in the Padma Bank Limited (the "Bank") is held at cost and without provision for the following reasons : the Bank is majority owned by 4 government owned banks Sonali Bank Limited , Agrani Bank Limited, Janata Bank Limited , Rupali Bank Limited and one fovernment owned NBFI the Investment Corporation of Bangladesh. As such the risk of outright bankruptcy is remote . This was agreed to for FY 2023 in a joint meeting of Bangladesh Securities Exchange Commission and Trustee and AMC representatives . Secondly, the Bangladesh Bank announced in 2024 that the Padma Bank Limited would be merged with the Exim Bank , which is a going concern and a listed bank, and to the best of information available publicly this deal has not been abrogated by the government . Thirdly, the investment of the fund in the Bank equity is backed by an equivalent investment by the Bank in a special purpose bankruptcy remote vechicle which will be combined (সমন্বনীত) in the event of bankruptcy.

(ii) Multi Securities and Services Limited: The Fund has investment in equity of private company Multi Securities and Services Limited (MSSL) which has been approved by BSEC vide letter no. SEC/MF & SOV/MF-02/2009/783 dated November 04, 2015. The company is regulated by BSEC and is going concern and has been paying dividend regularly. Using prudence and conservative principal of accounting this investment is also held at cost by the Fund for a total investment amount of Tk. 91,980,502.

C. For Non-Listed Bond (Regent Corporate Bond-2015):

(i) Regent Spinning Mills Corporate Bond-2015: The Fund has investments in Regent Corporate Bond 2015 (the "Regent Bond"), which has been issued by Regent Spinning Mills Limited (the "Issuer") and was approved as a capital market security by Bangladesh Securities Exchange Commission approved vide BSEC letter, BSEC/CI/DS/23/2015/195, dated May 19, 2015. As on June 30, 2024 the Mutual Fund held 15 units of the Bond with Face Value of Taka 1.0 crore per unit for a total amount of Tk 90,000,000. The Regent Bond has not paid any coupon since the onset of Covid-19 pandemic in FY 2019-20, a development that has been disclosed in the financial statements of the Fund for FY 2020-21 and FY2021-22. The concern authority has conducted an initial assessment of the Regent Bond which included physical inspection of the premises, upon which it has assessed the Issuer business is a going-concern. Moreover, the assessment of assets of the Issuer, the corporate guarantor Regent Spinning Mills Limited and its group Directors as personal guarantor are held to cover the outstanding principal and interest against the Regent Bond. The Trustee and Bondholders are actively pursuing recovery efforts. Out of conservative principal the measurement of the fund decided to create a provision @ 20% each year.

07.00	**Cash and cash equivalents :**			
	Operational Accounts			
	One Bank Ltd.-Kawaran Bazar Branch(0123000000686)		666,560	638,075
	One Bank Ltd.-Banani Branch(0182100000068)		5,064,103	11,744,469
	BRAC Bank Ltd.-Head Office (Anik Tower)(1501202032682001)		28,240,080	37,042,005
	City Bank Ltd.-Principal Office (Dilkusha)(3101163392001)		6,332	7,069
	Dhaka Bank Ltd.-Local Office (Motijheel)(2011520000059)		2,621,100	2,585,792
	Eastern Bank Ltd.-Principal Office (Dilkusha)(1011220139894)		89	87
	Janata Bank Ltd.- Janata Bhaban Corp Branch (004001375)		5,642	6,595
	Premier Bank Ltd.-Banani Branch(010413600000003)		-	-
	Padma Bank Ltd.-Gulshan Corporate Branch(0113000164456/0047130000028)		39,121	39,294
	Padma Bank Ltd.-Gulshan Corporate Branch(0113000082173/0002130000209)		19,567,429	19,931,246
	Southeast Bank Ltd.-Banasree Branch(0013100000005)		857,261	816,678
	Dividend & IPO Accounts			
	City Bank Ltd.-Principal Office (Dilkusha)(3101163393001)		13,856	13,856
	City Bank Ltd.-(5121163393001) GBP		-	-
	City Bank Ltd.-(5121163393002) EURO		-	-
	City Bank Ltd.-(5121163393003) DOLLAR		104,769	104,769
	Bank Asia Ltd.-Paltan Branch(04936000131)(2017-2018)		7,493	7,925
	Bank Asia Ltd.-Paltan Branch-04936000139 (2018-19)		33,656	34,194
	Bank Asia Ltd.-Paltan Branch-04936000154 (2020-21)		6,315,903	6,205,981
	One Bank Ltd.-Banani Branch-(0183000001467)(2021-2022)		4,082,464	3,793,518
			67,625,857	**82,971,555**
07.01	**Unclaimed Cash Dividend:**			
	Year 2022-2023		-	-
	Year 2021-2022		4,082,464	3,793,518
	Year 2020-2021		6,315,903	6,205,981
	Year 2018-2019		33,656	34,194
	Year 2017-2018		7,493	7,925
	IPO Accounts		118,625	118,625
			10,558,141	**10,160,243**
08.00	**Preliminary and issue expenses :**			
	Opening balance		8,663,286	9,861,959
	Less: amortization during the period		1,201,957	1,198,673
			7,461,329	**8,663,286**
09.00	**Other receivables :**			
	Receivable from Broker House	09.01	27,948,558	9,498
	Dividend Receivable	09.02	27,211,746	5,009,473
	Interest Receivable	09.03	10,430,672	10,000,000
			65,590,976	**15,018,971**



09.01	Receivable from Broker House:			
	ICB Securities Trading Company Ltd.		1,131	1,131
	Multi Securities & Services Ltd.		27,939,060	-
	PHP Securities Ltd		2,452	2,452
	Trust Bank Securities Limited		5,914	5,914
			27,948,558	**9,498**
09.02	**Dividend Receivable:**			
	Bank Asia Ltd.		10,553,303	-
	Berger Paint BD Ltd		5,476	5,476
	City Bank Ltd		196,500	-
	Dutch-Bangla Bank Ltd.		3,704,874	-
	First Security Bank Ltd.		49,082	-
	HEIDELBERG CEMENT BD		-	28,902
	IBBL Bond Ltd		-	58,496
	IBBL Bond Ltd.		63,166	-
	Lanka Bangla Finance ltd		-	1,138,582
	Multi Securities & Serivices Ltd		-	1,905,485
	NCC BANK		361,213	361,213
	Premier Bank Ltd.		11,417,970	-
	Shahjalal Islami Bank Ltd.		17,506	-
	Southeast Bank Ltd		278,421	278,421
	Standard Bank Ltd		-	577,753
	Union Bank Limited		-	117,777
	United Commerical Bank Ltd		564,236	537,368
			27,211,746	**5,009,473**
09.03	**Interest Receivables:**			
	Regent Spinning Mills Ltd. Corporate Bond		10,000,000	10,000,000
	The Premier Bank Ltd. Subordinated Bond		430,672	-
			10,430,672	**10,000,000**
10.00	**Advance, deposit and prepayments :**			
	Advance Income Tax (AIT)		19,924,516	19,243,921
	Security Deposit- CDBL		500,000	500,000
	Prepayments	10.01	4,608,094	5,187,146
			25,032,610	**24,931,067**

The Mutual Fund was tax exempted from inception, therefore during the year 2022-2023 National Board of Revenue (NBR) issued a letter for deduction of tax from dividend income upon query of some clients. Some clients deducted AIT from Fund's dividend income. Presently The income of the Fund is exempted from Income Tax as per Bangladesh Gadget, Act no. 12 of the year 2023 approved by The President of The Peoples Republic of Bangladesh dated June 22, 2023. RACE management PCL took the activities to collect the deducted Tax from clients. Now it is under process.

10.01	**Prepayments :**		
	Bangladesh Securities and Exchange Commission (annual fee)	2,899,233	2,899,233
	Investment Corporation of Bangladesh (trustee fee)	1,080,471	1,659,459
	Dhaka Stock Exchange Limited (annual fee)	302,465	302,465
	Chittagong Stock Exchange Limited (annual fee)	302,465	302,465
	Central Depository Bangladesh Limited (annual fee)	23,459	23,523
		4,608,094	**5,187,146**
11.00	**Liabilities for expenses**		
	Audit Fee	48,600	45,000
	Management Fee	12,182,655	14,965,684
	Custodian Fee	1,640,844	1,866,783
	CDBL charges and other payable	207,100	274,900
	Payable to Brokerhouse	-	24,177,271
	Preliminary expenses	207,741	207,741
	Printing Publication Expenses	325,100	325,100
		14,612,040	**41,862,478**
12.00	**Other Liabilities**		
	Liabilities for Tax	1,641,768	800,308
	Liabilities for VAT	5,025,499	2,761,070
		6,667,267	**3,561,379**

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13.00	**Capital Fund**			
	Size of capital fund			
	289,923,348 units of Taka 10 each		2,899,233,480	2,899,233,480
			2,899,233,480	**2,899,233,480**
14.00	**Net Asset Value (NAV)**			
	Total Net Assets Value at Cost		3,263,046,074	3,240,958,677
	Number of unit		289,923,348	289,923,348
	Per Unit NAV at Cost		**11.25**	**11.18**
	a.Total Net Assets Value at Cost		3,263,046,074	3,240,958,677
	b. (Unrealized loss) or Unrealized Gain		(1,077,760,004)	(405,445,699)
	Total Net Assets Value at Fair Value (a+b)		**2,185,286,070**	**2,835,512,978**
	Number of unit		289,923,348	289,923,348
	Per Unit NAV at Fair Value		**7.54**	**9.78**
15.00	**Net profit on sale of investment**			
	Net Profit on sale of Investment		5,532,944	26,781,218
			5,532,944	**26,781,218**
16.00	**Dividend from investment**			
	Listed securities	16.01	58,676,230	75,402,247
	Non-Listed securities	16.02	178,147	6,755,098
			58,854,377	**82,157,346**
16.01	**Listed securities:**			
	1STPRIMEMF		634,000	697,400
	ACI Ltd		1,178,048	1,402,440
	Bank Asia Ltd		10,553,303	12,124,553
	BATBC		3,828,880	7,135,561
	BEXIMCO Pharma Ltd		1,683,024	1,683,024
	BGIC		1,425,880	-
	BRAC Bank Ltd		-	136,378
	Berger Paint BD Ltd		749,520	-
	BEXIMCO Ltd		294,328	882,984
	City Bank Ltd		196,500	-
	Dutch-Bangla Bank Ltd		3,704,895	3,091,512
	Eastern Bank Ltd		-	3,027,673
	First Security Bank Ltd		49,088	42,500
	Fraction Dividend		85	38
	Grameenphone Ltd		5,954,150	9,586,182
	HEIDELBERG CEMENT BD		72,255	28,902
	IBBL Bond Ltd		63,166	58,496
	ICB		271,804	517,721
	ICB AMCL 2nd MF		197,550	358,090
	IDLC		396,218	396,218
	LankaBangla Finance ltd		-	1,138,582
	Linde Bd Ltd		-	2,306,556
	Mutual Trust Bank Ltd		1,529,252	-
	NCC BANK		782,647	-
	NCCBL MUTUAL FUND-1		2,758,525	3,678,034
	PF 1st Mutual fund		390,750	588,625
	Premier Bank Ltd		11,417,970	12,785,805
	Prime 1st ICBA MF		471,750	710,125
	Prime Bank Ltd		949,788	1,046,047
	Renata Ltd		1,817,781	3,711,904
	Shahjalal Islami Bank Ltd		17,506	14,572
	Singer BD Ltd		31,840	9,097
	Southeast Bank Ltd		947,500	-
	Square Pharmaceuticals Ltd		3,684,293	3,508,850
	Standard Bank Ltd		-	577,753
	Summit Power Ltd		2,059,704	3,501,485
	Union Bank Limited		-	117,777
	United Commerical Bank Ltd(UCBL)		564,236	537,368
			58,676,230	**75,402,247**



16.02	**Non-Listed securities**		
	Best Holding Ltd	-	3,819,200
	HFAML UNIT FUND	178,147	213,776
	Multi Securities & Serivices Ltd	-	2,722,122
		178,147	**6,755,098**
17.00	**Financial Income**		
	Padma Bank (0113000164456/0047130000028)	-	1,334
	BRAC Bank (1501202032682001)	757,294	452,616
	City Bank (3101163392001)	67	81
	EBL (1011220139894)	2	2
	Janata Bank (004001375)	231	175
	One Bank (0123000000686)	32,750	509,909
	Padma Bank (0113000082173/0002130000209)	1,357,932	1,482,039
	Southeast Bank (8313100000005)	42,002	958,695
	Dhaka Bank (2011520000059)	72,690	496,571
	One Bank-Banani Br. (0182100000068)	1,208,077	1,180,360
	Interest Income from Bank Accounts	**3,471,046**	**5,081,783**
	The Premier Bank Ltd. Subordinated Bond	430,672	6,171,426
	Interest Income from Corporate Bonds:	**430,672**	**6,171,426**
		3,901,718	**11,253,209**
18.00	**Management fees**	29,526,516	32,182,824
		29,526,516	**32,182,824**

Asset management company shall charge the fund as annual management fee for investment management @1.125%p.a of the weekly average net asset value of the fund as per Trust deed 4.3.14.

19.00	**Trustee fees**	3,074,261	2,957,039
		3,074,261	**2,957,039**

Investment Corporation of Bangladesh (ICB) the trustee of the fund is entitled to get an annual trusteeship fee @ 0.10% of the net asset value per annum, payable semi-annually in advance basis during the entire life of the Fund as per Trust Deed.

20.00	**BSEC annual Fee**	2,899,233	2,899,233
		2,899,233	**2,899,233**

Annual fee paid to BSEC as per Rules 11(1) of Bangladesh Securities and Exchange Commission (Mutual Fund)

21.00	**CDBL Charges**	267,272	310,333
		267,272	**310,333**

CDBL charge paid to Central Depository Bangladesh Limited (CDBL) as per Annex A 1 of CDBL Bye Laws (3.7).

22.00	**Custodian fees**	2,476,306	2,714,333
		2,476,306	**2,714,333**

Investment Corporation of Bangladesh (ICB), the custodian of the fund is entitled to receive a safekeeping fee @ 0.10% on the balance of securities calculated on average month end value per annum as per Trust Deed.

23.00	**Expenses for Capital Market Stabilization Fund:**	-	299,184
		-	**299,184**

In compliance with BSEC Rule-SEC/SRMIC/165-2020/part-1/166 unpaid/ unclaimed dividend with accrued interest has been transferred to BSEC Capital Market Stabilization Fund.

24.00 (Total Provision for VAT and write off)/ write back against erosion of fair value

Provision for previous year B/F		(405,445,699)	(242,791,869)
Capital Market Securities-Listed	05.01	(1,017,386,453)	(375,876,815)
BSEC approved Non-listed Unit Fund (Category A)	06.01	(373,550)	431,116
BSEC approved investment in private equity of non-listed company	06.02	-	-
BSEC approved Bond (Category C)	06.03	(60,000,000)	(30,000,000)
Required Provision		**(672,314,305)**	**(162,653,830)**
Provision for VAT		(5,174,714)	(5,660,951)
		(677,489,019)	**(168,314,781)**

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25.00 Earnings per unit for the year

Net profit for the year (numerator)	(650,226,908)	(92,549,811)
Number of units (denominator)	289,923,348	289,923,348
Earnings per unit	**(2.24)**	**(0.32)**

26.00 Events after the reporting period

The Trustee of the Fund has approved dividend at the rate of 0.00% on the capital fund of Taka 2,899,233,480 in the form of cash before the record date for the year ended June 30, 2024 at the meeting held on September 12, 2024.

27.00 Related party transections

The Multi Securities and Services Ltd is related party of the Fund and all trades of securities have been executed by the Multi Securities and Services Ltd as it is the fund saling agent. Therefore, the trade commission has been charged within the rage as per BSEC rule up to 1%.

28.00 Contingent Asset related to Best Holdings Limited:

A difference developed between (1) the holding cost of the Best Holdings Limited non-listed equity determined during the bond-to-equity conversion at the behest of the Financial Instituition Department (FID) of the Ministry of Finance [Ref: 53.00.0000.420.17.001.20 dated 14 July 2021 and 53.00.0000.331.37.002.20.375 dated 12 August 2021] post Covid-19 force majeure and at a comparable price set by and for banks and financial institutions and approved by Bangladesh Bank Department of Off-site Supervision (DOS) in accordance with Bangladesh Bank DOS circular 03 dated 16 th May 2019; AND (2)the price of listing of BHL shares through book building process approved by Bangladesh Securities Exchange Commission [ref: BSEC/CI/BB-24/2022/1478 on 31 October 2023.] under a different set of rules and approximately 4 years hence.

Recognizing the difference in methods set by different regulators and circumstances prevailing at different times, the Bangladesh Securities Exchange Commission issued a letter to equalize the price differential ref: BSEC/CI/BB-24/2022/1524, dated November 29, 2023, with Subject: "An additional condition has been incorporated into the Consent Letter issued to Best Holdings Limited on October 31, 2023, for raising BDT 3,500 million capital through an IPO using the Book Building Method." In this letter the following instructions were issued to the execution parties including Issuer: Best Holdings Limited, Managers to the Issue: ICB Capital Management ltd and Shanta Equity ltd, and Registrar to the Issue: Prime Finance Capital Management Limited:

"Reference is made to the BSEC letter reference no. BSEC/CI/BB-24/2022/1478 on 31 October 2023.The following condition has been appended to the prevailing terms and conditions outlined in the consent letter issued to Best Holdings Limited on October 31, 2023, pertaining to the capital raise of BDT 3,500 million through an IPO utilizing the Book Building Method:

[Quote "Best Holdings Ltd. কর্তৃক ইস্যুকৃত বন্ডে মিউচুয়াল ফান্ড হতে বিনিয়োগকৃত অর্থ ও পুঞ্জীভূত অপরিশোধিত সুদ শেয়ারে রুপান্তরেরক্ষেত্রে বুক বিল্ডিং পদ্ধতিতে নির্ধারিত ইস্যু মূল্যে তা রুপান্তর করতে হবে" You are instructed to take necessary steps in this regard . By order of the Bangladesh Securities and Exchange Commission " Unquote] The above is now under process with the appropriate authorities and relvant parties . Depending on the resolution of this matter there is a contingent asset in 1st Janata Bank Mutual Fund in terms of additional shares of Best Holdings limited which may be received and added in future.

29.00 Others

(i) These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction

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

(iii) Figures of previous year have been rearranged wherever considered necessary, to conform with the current year's presentation. IPO BDT accounts and IPO USD accounts were reported as off balancesheet items in previous year, in present year these are reported as balancesheet items.

(iv) To convert the reporting currency of foreign currency accounts the fund consider US Dollar conversion rate is 118.00 Tk., Euro conversion rate is 126.4606 Tk., GBP conversion rate is 149.2228 Tk. As per Bangladesh Bank web site date on 30 June 2024.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

S.K. BARUA & CO. Dhaka Chartered Accountants

First Janata Bnak 1st Mutual Fund
Portfolio Report as on June 30, 2024

Annex - 1

Stock	Inventory Size	Inventory@Cost	Cost per Unit	Inventory@Mkt	Mkt per Unit
ABBANK	865,892	23,588,266	27.24	5,801,736	6.70
BANKASIA	7,035,535	139,663,812	19.85	128,752,436	18.30
CITYBANK	144,100	3,027,720	21.01	2,665,882	18.50
DUTCHBANGL	2,487,558	143,559,957	57.71	117,910,747	47.40
FIRSTSBANK	103,083	1,144,345	11.10	639,135	6.20
MTB	1,529,246	28,017,622	18.32	19,268,500	12.60
NBL	6,081,919	50,730,503	8.34	37,099,706	6.10
NCCBANK	1,643,557	23,389,788	14.23	16,106,859	9.80
ONEBANKPLC	8,985,901	105,415,402	11.73	63,799,897	7.10
PREMIERBAN	9,134,376	131,637,319	14.41	84,036,259	9.20
PRIMEBANK	542,736	13,069,734	24.08	11,397,456	21.00
RUPALIBANK	378,927	18,658,820	49.24	9,094,248	24.00
SHAHJABANK	12,504	259,473	20.75	223,822	17.90
SOUTHEASTB	2,288,420	29,042,796	12.69	21,053,464	9.20
STANDBANKL	2,428,006	24,598,614	10.13	15,296,438	6.30
UCB	1,184,894	16,945,406	14.30	9,834,620	8.30
UNIONBANK	235,553	2,242,747	9.52	1,507,539	6.40
HEIDELBCEM	28,902	10,685,069	369.70	7,014,515	242.70
ABBLPBOND	20,000	19,735,200	986.76	19,110,000	955.50
IBBLPBOND	849	897,206	1,056.78	706,793	832.50
SINGERBD	9,097	1,611,261	177.12	1,196,256	131.50
BATBC	382,888	225,111,342	587.93	123,596,246	322.80
LINDEBD	54,918	93,749,419	1,707.08	70,470,778	1,283.20
SUMITPOWER	2,059,697	97,691,429	47.43	45,519,304	22.10
BGIC	1,188,233	83,188,192	70.01	45,509,324	38.30
FAREASTLIF	498,037	56,482,376	113.41	16,883,454	33.90
BEXIMCO	294,328	43,701,821	148.48	34,024,317	115.60
1STPRIMFMF	67,780	2,774,263	40.93	2,318,104	34.20
ICBAMCL2ND	658,500	11,425,439	17.35	4,609,964	7.00
ICBSONALI1	1,950,000	20,381,400	10.45	19,308,900	9.90
NCCBLMF1	6,130,056	54,234,042	8.85	47,392,256	7.73
PF1STMF	1,302,500	20,389,494	15.65	9,253,119	7.10
PRIME1ICBA	1,572,500	22,300,410	14.18	10,265,909	6.53
ICB	1,114,394	137,538,507	123.42	66,195,004	59.40
IDLC	264,145	17,354,327	65.70	7,792,278	29.50
LANKABAFIN	1,138,582	49,118,427	43.14	17,306,446	15.20
ACI	294,512	81,382,501	276.33	38,934,486	132.20
BXPHARMA	480,864	90,455,327	188.11	56,790,038	118.10
RENATA	310,354	358,849,052	1,156.26	239,008,417	770.12
SQURPHARMA	350,885	82,286,041	234.51	74,001,647	210.90
GP	476,332	176,519,113	370.58	117,987,436	247.70
BESTHLDNG	4,563,458	252,449,372	55.32	128,233,170	28.10
Total	**70,294,018**	**2,765,303,358**		**1,747,916,905**	

