Hoda Vasi
Chowdhury & Co

Blue-Wealth 1st Balanced Fund
Independent Auditor's Report and
Financial Statements
As at and for the year ended 31 December 2025

Hoda Vasi Chowdhury & Co
Chartered Accountants

Independent Auditor's Report to the Board of Trustee of Blue-Wealth 1st Balanced Fund
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Blue-Wealth 1st Balance Fund (the "Fund"), which comprise the statement of financial position as at 31 December 2025 and the statement of profit or loss and other comprehensive income, statement of cash flows, statement of changes in equity for the year ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the statement of financial position of the Fund as at 31 December 2025 and the statement of profit or loss and other comprehensive income, statement of cash flows and statement of changes in equity for the year ended in accordance with the Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2025 (the "Rules") and International Financial Reporting Standards (IFRS) as explained in note 3.

Basis for opinion

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

Other matter

The Rules issued on 12 November 2025 repealing the previous Mutual Fund Rules 2001 introduced certain new/amended requirements, and also given timeframe for its implementation. Accordingly, Management has initiated various steps to comply with the Rules within the timeframe, including creation of a dividend equalization fund through minimum transfer of 5% of the net profit.

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.

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Description of key audit matters	Our response to key audit matters
Valuation of investments	
The Fund has invested substantial portion of its total assets in capital market instruments, including tradable government securities. As per IFRS 9 Financial Instruments, such investment is considered as financial asset and require to be measured at fair value. Subsequently such investments shall be classified either as 'fair value through other comprehensive income' or 'fair through profit or losses' on the basis of the entity's business model for managing these financial assets and contractual cash flow characteristics. IFRS 9 further allow an entity to make an irrevocable election to present in other comprehensive income subsequent changes in fair value of an investment in equity instrument that is not held for trading with no subsequent recycle through profit or loss. Accordingly, because of the inherent nature of such investment we have considered valuation of investment and subsequent measurement basis as key audit matter.	The Fund determines fair value of its investment in listed equity shares as per the closing market price of Dhaka Stock Exchange on the date of valuation and the resultant net unrealized gain / (loss) is calculated on portfolio basis. As per BSEC regulation for Mutual Fund and relevant Trust deed, the Fund is obliged to distribute a minimum portion of its net profit to Unit holders as dividend and hence distribution of any profit from unrealized gain may create cash flow issue for the Fund. Accordingly, the Fund has adopted the policy not to treat such equity investment as 'held for trading' which require fair value change to be taken to profit or loss. Consistent with the requirement of rule 79 of the Rules, industry practice and considering the requirement to distribute certain portion of net profit as dividend, the Fund has adopted the policy that if there are any net unrealized loss on portfolio basis such loss is charged to profit or loss, but in case of any unrealized net gain on portfolio basis, such gain is taken directly to reserve through other comprehensive income instead of profit or loss. Upon selling of any such equity shares the Fund takes the realized gain / (loss) of that individual share to profit or loss.
See note 3 for further details	

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

The Asset Manager of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRSs) as explained in note 3, Securities and Exchange Commission (Mutual Fund) Rules 2025 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 and error.

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 statement 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, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

- 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 2025 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;

b) the Fund's statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows dealt with by this report are in agreement with the books of account of the Fund and prepared in accordance with International Financial Reporting Standards (IFRSs) and adequate provision has been kept on unrealized loss on investment in accordance with rule 79 of the Rules;

c) Investment in listed securities as disclosed in note 4 are stated at fair value and investment in unquoted preference shares and government securities are stated at cost; and

d) Annual expenses of the Fund for the year did not exceed the limits set by the Rules.

Sabbir Ahmed FCA, Partner
ICAB Enrolment no: 770
Hoda Vasi Chowdhury & Co
Chartered Accountants
Firm Enlistment No: CAF-001-057

Dhaka, 18 February 2026
DVC No: 2602180770AS902869

HODA VASI CHOWDHURY & CO DHAKA

Blue-Wealth 1st Balanced Fund
Statement of Financial Position
As at 31 December 2025

Particulars	Notes	31 Dec 2025 BDT	31 Dec 2024 BDT
Assets			
Non-current assets			
Investment in securities	4	112,466,983	61,156,270
Investment in treasury bill	5	-	18,468,291
Investment in treasury bond	6	98,840,918	125,406,440
Investment in preference share	7	1,998,800	-
Preliminary expenses	8	823,495	1,295,335
Total non-current assets		**214,130,196**	**206,326,335**
Current assets			
Advances, deposits and prepayments	9	294,553	336,147
Dividend receivables	10	1,694,004	1,430,070
Interest receivable	11	5,507,939	4,983,911
Cash and cash equivalents	12	39,662,036	52,684,206
Total current assets		**47,158,532**	**59,434,334**
Total assets		**261,288,728**	**265,760,669**
Equity and liabilities			
Equity			
Unit capital	13	240,167,360	247,762,650
Unit premium	14	287,565	903,450
Fair value reserve	15	-	-
Retained earnings	16	19,841,576	16,100,909
Total equity		**260,296,502**	**264,767,010**
Current liabilities			
Current liabilities	17	992,226	993,659
Total current liabilities		**992,226**	**993,659**
Total equity and liabilities		**261,288,728**	**265,760,669**
Net asset value (NAV) per unit			
At cost price	18	**11.02**	**10.82**
At market price	19	**10.84**	**10.69**

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

Trustee
Sandhani Life Insurance Company Limited

Managing Director
Blue-Wealth Assets Limited

Chief Operating Officer
Blue-Wealth Assets Limited

See the annexed report of even date

Sabbir Ahmed FCA, Partner
ICAB Enrolment No: 770
Hoda Vasi Chowdhury & Co.
Chartered Accountants

Dhaka, 18 February 2026
DVC No: 2602180770AS902869

Blue-Wealth 1st Balanced Fund
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2025

Particulars	Notes	2025	2024
Income			
Gain on sale of securities	20	238,001	2,283,457
Dividend income	21	2,423,008	3,067,060
Interest income	22	22,535,716	17,949,249
Total income		**25,196,725**	**23,299,765**
Expenses			
Management fees		2,591,994	2,518,104
Trustee fees		259,199	251,812
Custodian fees		238,263	238,442
BSEC annual fees		264,112	269,130
Printing and publication		232,300	239,300
Amortisation of preliminary expenses	8	471,840	474,427
CDBL charges		48,796	49,907
BO account maintenance charge		600	1,800
BP ID charge		500	500
Audit fees		69,000	69,000
Bidding/subscription charges		-	3,000
Transaction cost/bid participation		3,010	17,180
Bank charge and excises duty		140,200	125,765
Total expenses		**4,319,814**	**4,258,368**
Profit for the year before provision		**20,876,911**	**19,041,398**
Provision against diminution in value of investment		(1,287,693)	(3,192,847)
Profit for the year		**19,589,218**	**15,848,551**
Other comprehensive income			
Fair value reserve	15	-	-
Total comprehensive income for the year		**19,589,218**	**15,848,551**
Earnings per unit for the year	23	**0.82**	**0.64**

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

Trustee
Sandhani Life Insurance Company Limited

Managing Director
Blue-Wealth Assets Limited

Chief Operating Officer
Blue-Wealth Assets Limited

See the annexed report of even date

Sabbir Ahmed FCA, Partner
ICAB Enrolment No: 770
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Dhaka, 18 February 2026
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Blue-Wealth 1st Balanced Fund

Statement of Changes in Equity
For the year ended 31 December 2025

Particulars	Unit capital	Unit premium/ (discount)	Fair value reserve	Retained earnings	Total
	BDT	BDT	BDT	BDT	BDT
Balance as at 01 January 2025	247,762,650	903,450	-	16,100,910	264,767,010
Adjustment of unit capital	(7,595,290)	(615,885)	-	-	(8,211,175)
Fair value reserve	-	-	-	-	-
Dividend paid during the year	-	-	-	(15,848,551)	(15,848,551)
Profit for the year	-	-	-	19,589,218	19,589,218
Balance as at 31 December 2025	**240,167,360**	**287,565**	**-**	**19,841,577**	**260,296,502**

For the year ended 31 December 2024

Particulars	Unit capital	Unit premium/ (discount)	Fair value reserve	Retained earnings	Total
	BDT	BDT	BDT	BDT	BDT
Balance as at 01 January 2024	250,000,000	771,365	967,455	17,752,359	269,491,179
Adjustment of unit capital	(2,237,350)	132,085	(967,455)	-	(3,072,720)
Fair value reserve	-	-	-	-	-
Dividend paid during the year	-	-	-	(17,500,000)	(17,500,000)
Profit for the year	-	-	-	15,848,551	15,848,551
Balance as at 31 December 2024	**247,762,650**	**903,450**	**-**	**16,100,910**	**264,767,010**

Hoda Vasi Chowdhury & Co

Blue-Wealth 1st Balanced Fund
Statement of Cash Flows
For the year ended 31 December 2025

Particulars	01 Jan 2025 to 31 Dec 2025	01 Jan 2024 to 31 Dec 2024
A. Cash flows from operating activities		
Dividend from investment in securities	2,159,074	3,413,073
Interest income	22,011,688	17,666,508
Cash paid for operating expenses	(3,845,347)	(3,780,449)
Gain on sale of securities	238,001	2,283,457
Advances, deposits and prepayments	37,534	647,874
Net cash from/(used in) operating activities	**20,600,949**	**20,230,462**
B. Cash flows from investing activities		
Investment in capital market	(26,032,884)	(28,377,959)
Investment in money market	16,469,491	10,726,673
Net cash from/(used in) investing activities	**(9,563,393)**	**(17,651,287)**
C. Cash flows from financing activities		
Capital fund net	(7,595,290)	(2,237,350)
Unit premium/(discount)	(615,885)	132,085
Dividend paid during the year	(15,848,551)	(17,500,000)
Net cash from/(used in) financing activities	**(24,059,726)**	**(19,605,265)**
D. Net changes in cash and cash equivalents (D=A+B+C)	**(13,022,170)**	**(17,026,089)**
E. Opening cash and cash equivalents	52,684,206	69,710,295
F. Closing cash and cash equivalents (F=D+E)	**39,662,036**	**52,684,206**
Net operating cash flows per unit for the year	**0.86**	**0.82**

Blue-Wealth 1st Balanced Fund
Notes to the Financial Statements
For the year ended 31 December 2025

1.0 Legal status and nature of the Fund

1.1 Background of the Fund

Blue-Wealth 1st Balanced Fund ("BW1STBF" or the "Fund") is an Open End Mutual Fund constituted in the form of a trust created by virtue of Trust Deed in accordance with the provisions of Trust Act, 1882 (Act II of 1882) and under the provisions of the Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001 subsequently amended by thre Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2025. The Trust Deed was registered on April 19, 2022 between Blue-Wealth Assets Limited as the "Sponsor" and Sandhani Life Insurance Company Limited as the "Trustee". BW1STBF received Regulatory Approval and registered with the Bangladesh Securities and Exchange Commission on 11 May 2022 (Ref: BSEC/Mutual Fund/2022/131) under the Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001. BRAC Bank PLC. act as the Custodian of the Fund.

Blue-Wealth Assets Limited is the Manager of the Fund. As per Trust Deed the size of the Fund is BDT 250,000,000 (Taka Twenty-five Crore) only, out of which BDT 25,000,000 (Taka Two Crore Fifty Lac) as sponsor's contribution to the Fund and rest of the amount was subscribed by several individuals and institutions.

1.2 Nature of the Fund

Blue-Wealth 1st Balanced Fund is an open-ended mutual fund. The Fund's main objective is to generate long term capital appreciation along with current income by investing in a mix of Equity, Debt Instruments and money market instruments. These include listed equities, open end & closed end mutual funds, bonds, government securities, IPO & Pre-IPO placements. The fund also targets to achieve lower risk or standard deviation than the market by constructing a balanced portfolio.

2.0 Basis of accounting

2.1 Statement of compliance

The financial statements have been prepared on the accrual basis accounting, under historical cost convention and in compliance with the International Financial Reporting Standards (IFRSs), so far adopted and applicable to the Fund. The disclosures of information are made in accordance with the requirements of Trust Deed, Securities and Exchange Rules 2020 Bangladesh Securities and Exchange Commission (Mutual Fund) Rules (the "Rules") 2025, and other applicable laws and regulations. In case there are differences between IFRSs and local statutory requirements such as Mutual Fund Rules, the local regulations remain prevailed.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

The financial statements are presented in Bangladeshi Taka (BDT), which is also the functional currency of the Fund.

2.4 Reporting period

The financial statements are prepared for a year from 01 January 2025 to 31 December 2025.

2.5 Components of the financial statements

Following are the components of the financial statements:

(i) Statement of financial position;
(ii) Statement of profit or loss and other comprehensive income;
(iii) Statement of changes in equity;
(iv) Statement of cash flows;
(v) Explanatory notes to the above financial statements which also describe accounting policies

2.6 Date of authorization

This Financial Statement were authorized for issue by the Board of Trustees on 18 February 2026 for the financial year ended 31 December 2025.

3.0 Material accounting policies

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

Set out below is an index of the significant accounting policies, the details of which are available on the current and following pages:

A. Policy of investment in securities
B. Valuation policy
C. Net asset value calculation
D. Revenue recognition
E. Management fee
F. Trustee fee
G. Custodian fee
H. Annual BSEC fee
I. Taxation
J. Dividend policy
K. Cash and cash equivalents
L. Provisions
M. Statement of cash flows
N. Earnings per unit
O. Unit premium or discount
P. Pre-liminary expenses

A. Investment Policy & Restrictions

(i) The Fund shall invest, only in those securities, deposits and investments approved by the Bangladesh Securities and Exchange Commission and/or the Bangladesh Bank and/or the Insurance Development & Regulatory Authority (IDRA) of Bangladesh or any other competent authority in this regard.

(ii) Subject to other provisions of the Rules, the mutual fund may invest moneys collected under the Fund, or any of its schemes, only in—
(a) securities listed with a stock exchange;
(b) money market instruments including government securities;
(c) privately placed bonds, preference shares, debentures and Pre-IPO capital of entities with explicit plan to be listed with a stock exchange within two years from the date of the investments;
(d) securitized debt instruments, which are either asset backed or mortgage backed securities;
(e) open-end mutual funds approved by the Commission;

(iii) Not more than 70% of total assets of the Fund shall be invested in capital market instruments. Of this, at least 75% shall be invested in listed securities that are actively trading in stock exchanges. Investments in Government Securities shall not be considered as an exposure to capital market instruments.

(iv) Not less than 30% (thirty percent) of the total asset of the Fund shall be invested in fixed income securities including Government Securities.

(v) Non-listed securities that enjoy "investment grade" credit rating by a recognized credit rating agency are eligible for investments by a mutual fund. The fund can invest in unlisted corporate securities only after a prior approval of the Commission.

(vi) The Fund shall get the securities purchased or transferred in the name of the Fund.

(vii) Only the Asset Management Company shall make the investment decisions and place orders for securities to be purchased or sold for the Scheme's portfolio.

(viii) The fund shall not, under any circumstance, trade in units of mutual funds, schemes of mutual funds, under the control of the same Asset Management Company.

(ix) Not more than **10%** of the total assets of the fund shall be invested in **pre-IPO shares and units of other's Mutual Funds**. In case of investment in non-listed corporate bonds or pre-IPO capital, the asset manager shall obtain prior approval of the Commission.

(x) The Fund shall not invest more than 10% of paid-up capital (or other securities such as bond or debenture) issued by any company.

(xi) The Fund shall not invest more than 10% of its total assets in shares, debentures or other securities of a single company or a group of companies under the control of a parent company. This condition shall not be applicable in case of investments in Government Securities.

(xii) The Fund shall not invest in, or lend to, any scheme under the same Asset Management Company.

(xiii) The Fund shall not involve in option trading or short selling or carry forward transaction.

(xiv) The Fund shall not buy its own unit.

(xv) The Fund shall not acquire any asset out of the Trust property, which involves the assumption of any liability that is unlimited or shall result in encumbrance of the Trust property in any way.

(xvi) The Fund or the Asset Management Company on behalf of the Fund shall not give or guarantee term loans for any purpose or take up any activity in contravention of the Rules.

(xvii) The Fund shall buy and sell securities on the basis of deliveries and shall, in all cases of purchases, take delivery of securities and in all cases of sale, deliver the securities on the respective settlement dates as per the custom and practice of the stock exchanges.

B. Valuation policy

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

(ii) Investments in securities that are actively traded on a quoted market and securities that are not actively traded on the quoted market but their fair value can be measured those are designated at fair value (market price) through profit or loss (FVTPL) and fair value through other comprehensive income (FVTOCI). Gains arising from an increase in the fair value of such financial assets are recognised in other comprehensive income and losses arising from dimunition in the fair value of such financial assets are recognised as provision against fall in value of investment in the statement of profit or loss as per Rule 67 of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2025.

(iii) The market value of listed securities are valued at closing quoted market price on the Dhaka Stock Exchange on the date of valuation i.e., on 31 December 2025.

C. Net Asset Value (NAV) 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 off tax + Interest receivable, net off tax - Issue expenses amortised on that date - Printing, publication and stationery expenses amortised on date.

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

D. Revenue recognition

(i) Income arising from the sale of investments are included in the Statement of Profit or Loss and Other Comprehensive Income on the date at which the transaction takes place.

(ii) The cash dividend is recognised on an accrual basis. Dividends are recognised on AGM date, though as per IFRS-9 (Financial Instrument) dividends should be recognised when shareholders' right to receive dividends are established.

(iii) Interest income is recognised on an accrual basis.

(iv) Capital gain is recognised on being realised.

E. Management fee

As per Clause # 4.3.13 of registered Truste Deed, the Asset Management Company shall be entitled to asset management fees which will be calculated once a week on the basis of net asset value (NAV) at fair value of a mutual fund at the end of each quarter of a financial year and according to rates as mentioned below:

Details of fee calculation	Rate of Fees
Weekly Average NAV	1%

F. Trustee fee

As per Clause # 5.4(b) of registered Truste Deed, the Trustee shall be paid an annual Trusteeship fee @ 0.10% of the Net Asset value (NAV) at Fair Value of the Fund on a semi-annual basis, during the life of the Fund.

G. Custodian fee

As per Clause # 5.4(c) of registered Truste Deed, the fees for Custodian services will be 0.08% per annum of the fair value of securities (both listed and non-listed) held by the Fund, to be calculated and paid on a semiannual-annual basis.

H. Annual BSEC fee

As per Clause # 5.4(e) of registered Truste Deed and relevant section of Bangladesh Securities and Exchange Commission (Mutual Fund) Rules, 2025, Fund is required to pay an annual fee to BSEC an amount equal to 0.10% of the NAV of the Fund or BDT 100,000 whichever is higher.

I. Taxation

The income of the Fund is exempted from tax as per Clause 2(10)(a) of sixth schedule part 1 of Income Tax Act 2023. This is also further clarified in আয়কর পরিপত্র ২০২৩-২০২৪ page (68-69). Hence, no provision for tax has been made during the year in the books of statement of profit or loss and other comprehensive income.

J. Dividend policy

As per Clause # 3.7.2 of registered Truste Deed, the Fund shall distribute minimum 70% of the annual net income of the Fund as dividend at the end of each accounting period afte The dividend of the Fund shall be distributed in the form of cash. However, the Unit holders will have the option to request the Asset Manager to issue units under the cumulative investment plan (CIP) against the cash dividend.making provision for bad and doubtful investments.

K. Cash and cash equivalents

Cash and cash equivalents comprise bank balances and term deposits.

L. Provisions

(i) A provision is a liability of uncertain timing or amount. Where the Fund has a present obligation arising from past events, the settlement of which is expected to result in an outflow from the fund of resources embodying economic benefits. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting date under IAS-37 'Provisions, Contingent Liabilities and Contingent Assets.'

(ii) Provision is made against diminution in the market value of investment as per relevant of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2025.

M. Statement of cash flows

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

N. Earnings per unit

Earnings per unit have been calculated following IAS-33 'Earnings per Share' and shown on the face of the statement of profit or loss and other comprehensive income (revenue account).

O. Unit premium or discount

Income or expense generated form transaction of unit of the fund are shown in the statement of profit or loss and other comprehensive income (revenue account).

P. Preliminary expenses

Preliminary expenses are an integral part of establishing and launching a mutual fund. These costs are associated with the setup, registration, and initial promotional activities before a mutual fund becomes operational.Mutual funds typically amortize preliminary expenses over a specific period, often not exceeding 5 years.

As per Bangladesh Securities and Exchange Commission (Mutual Fund) Rules, 2025 preliminary and issue expenses are being written off over a period of 5 (five) years.

Q. Events after the reporting period

The Board of Trustees of the Fund has approved the financial statements for the year ended 31 December 2025, and has recommended cash dividend of 8% amounting to BDT 0.80 per unit for the year. Except for the facts stated above, no circumstances have arisen that require disclosure as a note to, or adjustment in, the financial statements.

		2025 BDT	2024 BDT
4.0 Investment in securities			
Listed securities		**112,466,983**	**61,156,270**
Details are in **Annex A.**			
5.0 Investment in treasury bill			
Instrument ID	**Tenure**		
BD0909118251	91-Days	-	5,831,904
BD0909121255	91-Days	-	3,886,240
BD0909125256	91-Days	-	1,457,762
BD0909128250	91-Days	-	7,292,385
		-	**18,468,291**
6.0 Investment in treasury bond			
Instrument ID	**Tenure**		
BD0927021057	5 Years	40,133,866	40,193,580
BD0923571058	5 Years	-	10,033,673
BD0925251052	5 Years	-	10,037,067
BD0925411029	2 Years	-	20,004,486
BD0925411029(1)	2 Years	-	10,017,677
BD0925011027	2 Years	-	5,003,218
BD0925091029	2 Years	-	5,003,565
BD0929431056	5 Years	10,083,920	10,102,209
BD0929151050	5 Years	15,009,262	15,010,965
BD0930321056	5 Years	25,070,473	-
BD0930481058	5 Years	5,808,559	-
BD0930481058(1)	5 Years	2,734,838	-
		98,840,918	**125,406,440**
7.0 Investment in preference share			
Name of Institutions			
Renata PLC.		1,998,800	-
		1,998,800	-

The Fund has acquired non-cumulative, non-participative and fully convertible 1052 number of preference shares of Reneta PLC. at BDT 1,998,900 of BDT 1900 each. The tenor is 6 years and dividend rate is 15%.

8.0 Preliminary expenses		
Opening balance (note 8.1)	1,295,335	1,769,762
Less: Amortise during the year	471,840	474,427
Closing balance	**823,495**	**1,295,335**

As per the rule 77.4.ka of the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala 2025, the preliminary and issue expenses are being amortised over a period of 5 (five) years.

8.1 Opening balance		
Formation fees	2,500,000	2,500,000
Application and registration fees paid to BSEC	600,115	600,115
CDBL charge	80,000	80,000
Trust deed registration fees	70,000	70,000
Printing and publication	143,791	143,791
Bank charge	1,642	1,642
	3,395,548	**3,395,548**
Less: Interest income from escrow account	(1,036,310)	(1,036,310)
	2,359,238	**2,359,238**
Less: amortisation balance	1,063,903	589,476
	1,295,335	**1,769,762**

	2025 BDT	2024 BDT
9.0 Advances, deposits and prepayments		
Central Depository Bangladesh Limited (CDBL)	34,501	34,501
Government treasury bond	-	37,534
Annual fee- BSEC	260,052	264,112
	294,553	**336,147**
10.0 Dividend receivables		
MJL Bangladesh PLC.	53,560	-
Renata PLC	275	-
Square Pharmaceuticals PLC.	1,205,988	1,105,489
United Power Generation & Distribution Company Ltd.	251,920	178,200
LafargeHolcim Bangladesh PLC.	3,240	-
Square Textiles PLC.	179,021	146,381
	1,694,004	**1,430,070**
11.0 Interest receivable		
Interest receivable on govt. bond	4,851,178	3,723,917
Interest receivable on treasury bill	-	211,991
Interest receivable on FDR	656,761	1,048,003
	5,507,939	**4,983,911**
12.0 Cash and cash equivalents		
Bank deposit (note 12.1)	977,295	1,540,589
Investment in FDR (note 12.2)	38,684,741	51,143,617
	39,662,036	**52,684,206**

The fixed deposit receipts for 3 months has been considered as part of cash and cash equivalents.

12.1 Bank deposit

Name of the bank	Account no.		
BRAC Bank PLC	1501205167951001	934,008	1,504,110
BRAC Bank PLC	15052019441510002	21,298	14,254
BRAC Bank PLC	15012051679510003	11,934	16,495
BRAC Bank PLC	15012051679510004	10,055	5,730
		977,295	**1,540,589**

12.2 Investment in FDR

Name of Institutions	Account no.		
IPDC Finance PLC	1001251000034199	-	30,000,000
IPDC Finance PLC	1001251000035831	5,000,000	5,000,000
IPDC Finance PLC	1001251000038523	5,000,000	5,000,000
IPDC Finance PLC	1001251000059961	5,000,000	-
IDLC Finance PLC	10552265292903	6,259,572	5,571,809
IDLC Finance PLC	10552265292904	6,259,572	5,571,809
IDLC Finance PLC	10552265292905	4,365,603	-
IDLC Finance PLC	10552265292906	5,299,994	-
IDLC Finance PLC	10552265292907	1,500,000	-
		38,684,741	**51,143,617**

13.0 Unit capital		
Opening balance	247,762,650	250,000,000
Add: Unit sold during the year	4,846,330	18,217,790
	252,608,980	268,217,790
Less: Unit surrendered by holder	(12,441,620)	(20,455,140)
Closing balance	**240,167,360**	**247,762,650**

	2025 BDT	2024 BDT
14.0 Unit premium		
Opening balance	903,450	771,365
Add: Increase/(decrease) during the year	(615,885)	132,085
Closing balance	**287,565**	**903,450**
15.0 Fair value reserve		
Opening balance	-	967,455
Add: Increase during the year	-	-
	-	967,455
Less: Decrease during the year	-	(967,455)
Closing balance	-	-
16.0 Retained earnings		
Opening balance	16,100,909	17,752,358
Add: Profit for the year	19,589,218	15,848,551
	35,690,127	33,600,909
Less: Dividend paid during the year	(15,848,551)	(17,500,000)
Closing balance	**19,841,576**	**16,100,909**
17.0 Current liabilities		
Accounts payable (note 17.1)	992,226	993,659
	992,226	**993,659**
17.1 Accounts payable		
Management fee	653,357	657,947
Custodian fees	121,606	116,653
CDBL fees	1,000	1,000
Trustee fees	131,688	129,284
The Financial Express	14,000	17,500
Audit fees	69,000	69,000
Blue -Wealth Assets Ltd.	1,575	2,275
	992,226	**993,659**
18.0 Net asset value per unit (at cost price)		
Total assets (Investment considered at cost price)	265,769,267	268,953,516
Less: Total liabilities	(992,226)	(993,659)
Net asset value (NAV)	**264,777,041**	**267,959,856**
Number of units	24,016,736	24,776,265
NAV per unit at cost	**11.02**	**10.82**
19.0 Net asset value per unit (at market value)		
Total assets	261,288,728	265,760,669
Less: Total liabilities	(992,226)	(993,659)
Net asset value (NAV)	**260,296,502**	**264,767,010**
Number of units	24,016,736	24,776,265
NAV per unit at market value	**10.84**	**10.69**
20.0 Gain on sale of securities		
City Bank PLC	118,084	-
Square Pharmaceuticals PLC	-	577,657
Agro Organica PLC	-	92,991
Sikder Insurance Company Ltd.	-	276,613
Web Coats PLC	-	59,893
Craftsman Footwear and Accessories Limited	-	70,703
British American Tobacco Bangladesh Company Limited	-	(156,438)
United Power Generation & Distribution Company Ltd.	(1,154,512)	(877,954)
LafargeHolcim Bangladesh PLC	-	46,114
Square Textiles PLC	-	49,550
Grameenphone Ltd.	1,045,441	2,092,899
Marico Bangladesh Limited	-	48,143
MJL Bangladesh PLC	228,988	3,284
	238,001	**2,283,457**

	2025 BDT	2024 BDT
21.0 Dividend income		
Square Pharmaceuticals PLC.	1,205,988	1,105,489
United Power Generation & Distribution Company Ltd.	251,920	178,200
British American Tobacco Bangladesh Company Limited	264,000	404,000
MJL Bangladesh PLC.	53,560	-
Renata PLC.	275	-
Grameenphone Ltd.	370,076	1,139,590
City Bank PLC.	81,968	-
Square Textiles PLC.	179,021	146,381
LafargeHolcim Bangladesh PLC	16,200	77,000
Marico Bangladesh Limited	-	16,400
	2,423,008	**3,067,060**
22.0 Interest income		
Interest on fixed deposit	4,528,631	6,074,213
Interest on govt. bond	17,368,137	9,583,679
Interest on treasury bill	362,685	1,884,995
Interest on bank deposit	276,263	406,362
	22,535,716	**17,949,249**
23.0 Earnings per unit for the year		
Profit for the year (numerator)	19,589,218	15,848,551
Number of units (denominator)	24,016,736	24,776,265
Earnings Per Unit	**0.82**	**0.64**
24.0 Reconciliation between net profit to operating cash flow		
Profit for the year	19,589,218	15,848,551
Add: Amortisation on initial expenses	471,840	474,427
Add: Provision against diminution in value of investment	1,287,693	3,192,847
Operating cash flow before changes in working capital	**21,348,751**	**19,515,825**
Changes in working capital:		
Decrease/ (Increase) of advance BSEC annual fees	4,060	5,018
Decrease/ (Increase) of advance Govt treasury Bond	37,534	(35,125)
Decrease/ (Increase) of advance for IPO	-	683,000
Decrease/ (Increase) of cash dividend receivables	(263,934)	346,013
Decrease/ (Increase) of interest receivables	(524,028)	(282,741)
(Decrease)/ Increase of accounts payable	(1,433)	(1,528)
	(747,802)	714,638
Net operating cash flows	**20,600,949**	**20,230,462**
25.0 Net operating cash flows per unit for the year		
Net cash inflow/(outflow) from operating activities (numerator)	20,600,949	20,230,462
Number of units (denominator)	24,016,736	24,776,265
Net operating cash flows per unit (NOCFPU)	**0.86**	**0.82**

** Net operating cash flow per share (NOCFPS) has been decreased due to payment of fees and expenses in

Blue-Wealth 1st Balanced Fund
Details of investment in listed securities

As at 31 December 2025

Annex A

SL no.	Sector	Company	Number of unit share	Number of sellable Unit	Average cost (BDT)	Total cost (BDT)	Market price per unit (BDT)	Total market price (BDT)	Unrealised Gain/ Loss (BDT)
1	Food & Allied	British American Tobacco Bangladesh Company Limited	17,600	17,600	457.72	8,055,860	248.60	4,375,360	(3,680,500)
2	Pharmaceuticals & Chemicals	Square Pharmaceuticals PLC.	100,499	100,499	210.16	21,121,290	198.60	19,959,101	(1,162,189)
		Renata PLC	50	50	498.65	24,932	391.80	19,590	(5,342)
3	Fuel & Power	United Power Generation & Distribution Company Ltd.	38,757	38,757	176.60	6,844,577	116.10	4,499,688	(2,344,889)
		MJL Bangladesh PLC.	11,800	11,800	93.48	1,103,091	90.50	1,067,900	(35,191)
4	Textile	Square Textiles PLC.	55,944	55,944	54.04	3,023,287	48.50	2,713,284	(310,003)
5	Cement	LafargeHolcim Bangladesh PLC.	19,800	19,800	50.40	997,878	46.70	924,660	(73,218)
6	G-SEC (T-Bond)	TB5Y0529	70,000	70,000	100.25	7,017,433	103.14	7,219,800	202,367
		TB5Y0430	480,000	480,000	102.30	49,103,480	107.52	51,609,600	2,506,120
		TB15Y1026	200,000	200,000	98.28	19,655,693	100.39	20,078,000	422,306
						116,947,522		**112,466,983**	**(4,480,539)**

As at 31 December 2024

SL. no.	Sector	Company	Number of unit share	Number of sellable Unit	Average cost (BDT)	Total cost (BDT)	Market price per unit (BDT)	Total market price (BDT)	Unrealised Gain/ Loss (BDT)
1	Food & Allied	British American Tobacco Bangladesh Company Limited	17,600	17,600	457.72	8,055,860	367.60	6,469,760	(1,586,100)
2	Telecommunication	Grameenphone Ltd.	22,195	22,195	272.10	6,039,245	323.10	7,171,205	1,131,959
3	Pharmaceuticals & Chemicals	Square Pharmaceuticals PLC	100,499	100,499	210.16	21,121,290	217.70	21,878,632	757,342
4	Fuel & Power	United Power Generation & Distribution Company Ltd.	29,700	29,700	234.15	6,954,391	123.60	3,670,920	(3,283,471)
5	Textile	Square Textiles PLC	45,744	45,744	55.15	2,522,637	49.40	2,259,754	(262,883)
6	G-SEC (T-Bond)	TB15Y1026	200,000	200,000	98.28	19,655,693	98.53	19,706,000	50,306
	Total					**64,349,117**		**61,156,270**	**(3,192,847)**

Hoda Vasi Chowdhury & Co