Auditors' Report of

"EXIM BANK 1ST MUTUAL FUND"

For The Year Ended 30 June 2024

Submitted By

S.K. BARUA & CO.
Chartered Accountants
House # 184, (Ground & 2nd Floor)
Road # 02, New DOHS
Mohakhali Dhaka-1206.
Phone: 02-222284390, Mobile: 01824-567996
E-mail: skbarua_123@yahoo.com
Web: skbarua.com

a member of
empacta
registered in Berlin-Germany

Thielallee 113, D 14195 Berlin,Germany
Phone: +355672066161

Auditors' Report of

"EXIM BANK 1ST MUTUAL FUND"

For The Year Ended 30 June 2024

C O N T E N T S

SL. No.	Particulars	Page No.
01	Independent Auditor's Report	1-5
02	Statement of Financial Position	6
03	Statement of Profit or Loss and Other Comprehensive Income	7
04	Statement of Changes in Equity	8
05	Statement of Cash Flows	9
06	Notes to the Financial Statements	10-20
07	Portfolio Report	21

Since-1985
S.K.BARUA & CO.
CHARTERED ACCOUNTANTS

a member of
empacta
registered in Berlin-Germany

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

Report on the Audit of the Financial Statements

Qualified Opinion:
We have audited the financial statements of **EXIM BANK 1ST 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. 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 77,265,363 against 4,573,268 shares (Average cost per share BDT 16.89) 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.

b. 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 861,538 share certificate (share certificate regarding 168,920 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 1,030,458. But 861,538 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 1,600,000 but only 1,030,458 shares were received by the fund.

c. 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 11,082,123 has been reported as AIT in the financial statements.

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.

House # 184 (Ground Floor); Road # 02; New DOHS, Mohakhali, Dhaka-1206. Telephone +88 02 22 22 84 390, Cell: +88 01824 567 996, E-mail: skb@skbarua.com, skbarua_123@yahoo.com. Website: skbarua.com

Thielallee 113, 14195 Berlin, Germany
Phone: +49 177 722 79 06
E-mail: sg@empacta.org

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.

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. As per BSEC directive No: -BSEC/CMRRCD/2021-386/03 In case of Mutual Fund, Dividend should be paid within 45 days of approval by the board of trustee. This was not complied by management of the fund. Even the amount of cash dividend was not deposited into a separate bank account within 10 days of its declaration by the Board of Directors or the Board of Trustees.

g. 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.

h. The financial statements have been authorized for issue on 12 September 2024 which was signed by us on 19 October 2024. We could not know whether any subsequent events occurred during the period from 13 September 2024 to 19 October 2024.

i. 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 960,303,151 which represents 81.20% of total assets BDT 1,158,200,471. On the other hand, investment in non-listed securities reported BDT 152,393,313 as fair value which is 12.89% 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. As the investment, due to the significance of	➢ 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; ➢ Physically reviewed original certificates and other documents related to non-listed securities at the office of custodian; ➢ Reviewed disclosure requirement according to IASs,

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.	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 36,591,675 as dividend income from investments. It represents 87.87% 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.
Net Profit on sale of Investment	
The fund has incurred net profit on sale of trading securities amounting to BDT 2,318,470 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 17,536,612 has been reported as management fee which represents 73.44% 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 @ 1.00% to 2.50% as per slab per annum on the weekly average

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

	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

S.K. BARUA & CO. Chartered Accountants Dhaka Estd. 1965

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 and cash flows 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) Rules 2001.

Mohammad Anwarul Hoque FCA
Engagement Partner
Enrollment No. 1458
S.K. Barua & Co.
Chartered Accountants
DVC: 2410191458AS860091

Dated; Dhaka
19 OCT 2024

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

Particulars	Notes	Amount in Taka	
		30-Jun-24	30-Jun-23
A Assets			
Investment in marketable securities-at fair value	5	960,303,151	1,215,873,123
Investment in non-listed securities-at fair value	6	152,393,313	201,701,176
Cash & Cash Equivalents	7	21,753,977	48,201,285
Preliminary & Issue Expenses	8	3,997,023	4,442,624
Other Receivables	9	29,860,485	15,058,221
Advance, Deposit & Prepayments	10	14,881,370	14,025,481
Total Asset		**1,183,189,318**	**1,499,301,909**
B Liabilities			
Liabilities for Expenses	11	8,327,579	9,753,015
Unclaimed Dividend	7.01	2,247,133	1,880,450
Other Liabilities	12	3,989,190	2,231,548
Total Liabilities		**14,563,902**	**13,865,013**
C Net Asset (A-B)		**1,168,625,417**	**1,485,436,897**
D Equity			
Capital Fund	13	1,432,563,430	1,432,563,430
Dividend Equalization		9,896,564	77,981,382
Retained Earnings		(273,834,577)	(25,107,915)
Total Equity		**1,168,625,417**	**1,485,436,897**
Net Asset Value (NAV)-At Cost	14	1,616,348,204	1,644,581,427
No. of Units		143,256,343	143,256,343
		11.28	**11.48**
Net Asset Value (NAV)-at Fair Value	14	1,168,625,417	1,485,436,897
No. of Units		143,256,343	143,256,343
		8.16	**10.37**

The annexed notes from an integral part of these financial statement.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

Signed interms of our separate report of even date annexed.

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

Mohammad Anwarul Hoque FCA
Partner
Enrollment no: 1458
S.K. Barua & Co.
Chartered Accountants
DVC: 2410191458AS860091

Place: Dhaka
12 SEP 2024

EXIM BANK 1ST MUTUAL FUND
Statement of Profit or Loss & other Comprehensive Income
For the year ended June 30, 2024

	Particulars	Notes	Amount in Taka	
			30/Jun/24	30/Jun/23
A	**Income**			
	Net Profit on sale of Investment	15	2,318,470	73,743,106
	Dividend from Investment	16	36,591,675	37,576,595
	Financial Income	17	2,730,530	5,810,797
	Total Income		**41,640,675**	**117,130,498**
B	**Expenditure**			
	Management Fee	18	17,536,612	18,742,832
	Amortization of Preliminary & Issue Exp.	8	445,602	444,384
	Trustee Fee	19	1,455,369	1,654,353
	BSEC Annual Fee	20	1,432,563	1,432,563
	CDBL Charge	21	274,749	244,131
	Custodian Fee	22	1,280,489	1,438,233
	CSE Annual Fee		587,321	586,512
	DSE Annual Fee		587,321	586,512
	Bank Charge		67,745	95,240
	Audit Fee		62,100	57,500
	Expenses for Capital Market Stabilization Fund	23	-	138,271
	Printing Publication & IPO expenses		149,813	185,773
	Total Expenditure		**23,879,686**	**25,606,303**
C	**Net Profit before Provision (A-B)**		**17,760,989**	**91,524,195**
	(Total Provision for VAT,Tax & write off)/ write back against erosion of fair value	24	(291,595,566)	(120,848,922)
D	**Net Profit after Provision transferred to retained earnings**		**(273,834,577)**	**(29,324,727)**
E	**Earnings Per Unit (EPU) for the year**	25	**(1.91)**	**(0.20)**

The annexed notes from an integral part of these financial statement.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

Signed interms of our separate report of even date annexed.

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

Mohammad Anwarul Hoque FCA
Partner
Enrollment no: 1458
S.K. Barua & Co.
Chartered Accountants

DVC:2410191458AS860091

Place: Dhaka
12 SEP 2024

EXIM BANK 1ST MUTUAL FUND
Statement of Changes in Equity
For the year ended June 30, 2024

Amount in Taka

Particulars	Capital Fund	Dividend Equalization	Retained Earnings	Total Equity
Balance at July 01, 2023	1,432,563,430	77,981,382	(25,107,915)	1,485,436,897
Dividend Equalization	-	(68,084,818)	68,084,818	-
Dividend Paid- (2022-2023)	-	-	(42,976,903)	(42,976,903)
Net profit for the year	-	-	(273,834,577)	(273,834,577)
Balance at June 30, 2024	**1,432,563,430**	**9,896,564**	**(273,834,577)**	**1,168,625,417**

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

Amount in Taka

Particulars	Capital Fund	Dividend Equalization	Retained Earnings	Total Equity
Balance at July 01, 2022	1,432,563,430	77,981,382	104,496,252	1,615,041,064
Dividend Paid- (2021-2022)	-	-	(100,279,440)	(100,279,440)
Net profit for the year	-	-	(29,324,727)	(29,324,727)
Balance at June 30, 2023	**1,432,563,430**	**77,981,382**	**(25,107,915)**	**1,485,436,897**

The annexed notes from an integral part of these financial statement.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

Signed interms of our separate report of even date annexed.

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

Mohammad Anwarul Hoque FCA
Partner
Enrollment no: 1458
S.K. Barua & Co.
Chartered Accountants
DVC: 2410191458AS860091

Place: Dhaka
12 SEP 2024

EXIM BANK 1ST MUTUAL FUND

Statement of Cash Flows

For the year ended June 30, 2024

Particular	Amount in Taka	
	30/Jun/24	30/Jun/23
A. Cash Flows from Operating Activities:		
Net Profit on sale of Investment	2,318,470	73,743,106
Dividend Income	25,897,467	40,188,575
Financial Income	2,539,120	12,109,863
Other Operating Expenses	(23,957,767)	(24,310,621)
Net Cash Flow from Operating Activities	**6,797,290**	**101,730,923**
B. Cash Flows from Investing Activities:		
Net Investment in Securities	9,365,622	(26,113,738)
Net Cash used in Investing Activities	**9,365,622**	**(26,113,738)**
C. Cash Flows from Financing Activities:		
Dividend Paid-(2022-2023)	(42,976,903)	(100,279,440)
Unclaimed Dividend	366,683	851,067
Net Cash from Financing Activities	**(42,610,220)**	**(99,428,373)**
D. Net Increase/(Decrease) in cash & cash equivalents (A+B+C)	**(26,447,307)**	**(23,811,188)**
E. Opening Cash and Cash Equivalents	48,201,285	72,012,472
F. Closing Cash and Cash Equivalents (D+E)	**21,753,977**	**48,201,285**
Net Operating Cash Flow Per Unit (NOCFPU)	**0.05**	**0.71**

The annexed notes from an integral part of these financial statement.

Asset Manager
Bangladesh RACE Management PCL

Trustee
Investment Corporation of Bangladesh

Signed interms of our separate report of even date annexed.

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

Mohammad Anwarul Hoque FCA
Partner
Enrollment no: 1458
S.K. Barua & Co.
Chartered Accountants

DVC:2410191458AS860091

Place: Dhaka

12 SEP 2024

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

1. The fund and legal status

EXIM Bank 1st Mutual Fund (hereinafter called as "Fund") was established under a Trust Deed signed on 29 November 2010 between EXIM Bank Limited as a 'Sponsor' and the Investment Corporation of Bangladesh (ICB) as a "Trustee". The Fund was registered under the Trust Act 1882 as well as under the Bangladesh Securities and Exchange Commission (BSEC) on 12 December 2010 vide registration code no. BSEC/Mutual Fund/2010/36 under the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001. The operations of the Fund was commenced on 16 July 2013 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.

EXIM Bank 1st Mutual Fund is a close-end Mutual Fund of ten 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 143,256,3434 units of BDT 10 each. The units of the Fund are transferable.

2. Objectives

The objective of EXIM Bank 1st 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 Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS) and as per requirements of the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (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.

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

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

3.6 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 summarised below has been set in accordance with Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala 2001 including amendments if any:

(i) as per Rule 55 (02) of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala 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 Policy

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, EXIM Bank 1st 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 84.38% in cost value and 81.20% 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.

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

(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. Padma Bank is 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. The investment in shares of Multi Securities and Services Limited 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 a going concern and has been paying dividends. 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 EXIM Bank 1st 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 EXIM Bank 1st 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 EXIM Bank 1st Mutual Fund decided to make those impairment loss provision @ 20% as on june 30, 2024. The Board of Investment Committee of EXIM Bank 1st 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) Bidhimala 2001 as amended, the Fund is required to distribute its profit in the form of dividend in cash to its unit holders an amount which shall not be less than 70% of annual profit during the year, net of provisions and net of negative ratained earnings brought forard 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 amortised on that date + Printing, publication and stationery expenses amortised on date.

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

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 recognised as per BAS-18 and Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (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.

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

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

		Amount in Taka	
		30-Jun-24	30-Jun-23
5.00 Investment in marketable securities-at fair value			
Capital Market Securities-Listed (Annx - 1)	5.01	960,303,151	1,215,873,123
		960,303,151	**1,215,873,123**

5.01 Capital Market Securities-Listed

Sector/Category	Amount in Taka				
	No. of Shares	Cost Value	Fair Value (30 June 2024)	Required (Provision)/ Excess	Fair Value (30 June 2023)
Bank	22,165,896	425,687,707	352,063,278	(73,624,430)	402,556,921
Cement	66,591	36,511,179	16,161,636	(20,349,544)	17,746,502
Corporate Bond	15,000	14,827,650	14,332,500	(495,150)	-
Food and Allied	197,500	111,512,450	63,753,000	(47,759,450)	102,443,250
Fuel and Power	221,688	9,069,256	4,899,305	(4,169,951)	7,537,392
Insurance	62,748	4,304,513	2,403,248	(1,901,264)	3,618,492
Miscellaneous	387,927	61,102,170	47,956,741	(13,145,429)	75,796,324
NBFI	842,581	70,739,739	34,055,826	(36,683,913)	50,961,495
Pharma	1,250,274	470,279,485	318,932,776	(151,346,709)	470,121,508
Tannery	6,685	7,866,173	6,532,582	(1,333,591)	9,390,148
Telecommunication	283,635	106,748,869	70,256,390	(36,492,479)	75,701,091
Travel & Leisure	1,030,458	57,004,697	28,955,870	(28,048,827)	-
Total	**26,530,983**	**1,375,653,887**	**960,303,151**	**(415,350,737)**	**1,215,873,123**

6.00 Investment in non-listed securities			
BSEC approved Non-listed Unit Fund (Category A)	6.01	3,127,950	3,431,116
BSEC approved investment in private equity of non-listed company (Category B)	6.02	77,265,363	134,270,060
BSEC approved Bond (Category C)	6.03	72,000,000	64,000,000
		152,393,313	**201,701,176**

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

Particulars	No of Quantity	Amount in Taka			
		Cost Value	Fair Value (30 June 2024)	Required (Provision)/ Excess	Fair Value (30 June 2023)
HFAML Unit Fund	356,294	3,000,000	2,629,450	(370,550)	3,431,116
CWT Community Bank Shariah Fund	50,000	500,000	498,500	(1,500)	-
Total of BSEC approved Non-listed Unit Fund (Category A)	**406,294**	**3,500,000**	**3,127,950**	**(372,050)**	**3,431,116**

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

Particulars	No of Quantity	Amount in Taka			
		Cost Value	Fair Value (30 June 2024)	Required (Provision)/ Excess	Fair Value (30 June 2023)
Best Holding Limited	-	-	-	-	57,004,697
Multi Securities & Services Limited	4,573,268	77,265,363	77,265,363	-	77,265,363
Total of BSEC approved investment in private equity of non-listed company (Category B)	**4,573,268**	**77,265,363**	**77,265,363**	-	**134,270,060**

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

6.03 **BSEC approved Bond (Category C):**

Particulars	No of Quantity	Amount in Taka			
		Cost Value	Fair Value (30 June 2024)	Required (Provision)/ Excess	Fair Value (30 June 2023)
Regent Spinning Mills Corporate Bond-2015	8	80,000,000	48,000,000	(32,000,000)	64,000,000
Premier Bank Ltd. Corporate Bonds	4	24,000,000	24,000,000	-	-
Total of BSEC approved Bond (Category C)	**12**	**104,000,000**	**72,000,000**	**(32,000,000)**	**64,000,000**

Net Provision Taken (5.01+6.01+6.02+6.03)	**(447,722,787)**	**(159,144,530)**

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

As on June 30, 2024 the Fund held a total of Tk 152,393,313 in non-listed securities which is 11.33% in cost value and 12.89% 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 (Multi Securities & Services Limited & The Best Holdings Limited):

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

(i) 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. 77,265,363

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

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 8 units of the Bond with Face Value of Taka 1.0 crore per unit for a total amount of Tk 48,000,000. 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. As this default has continued to the present the Trustee and Investment Committee of the Fund has decided to include the additional following disclosure on this investment: "The Bond Trustee, the Investment Corporation of Bangladesh (the "ICB"), a reputable statutory corporation of the Government, has conducted an independent assessment of the Regent Bond which included physical inspection of the premises, upon which the Trustee has assessed the Issuer business is a going-concern. Moreover, the present value of the pledged assets of the Issuer, the guarantor Habib Group, and its various affiiates, subsidiaries and Directors, is adequate to cover the outstanding principle and interest against the Regent Bond held by the Fund. The Trustee and Bondholders are actively pursuing recovery efforts." 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.

7.00 Cash and Cash Equivalents :

Bank balance with Operational Account:			
Eastern Bank Limited-Principal Branch (A/C-1011360230190)		3,429	3,363
EXIM Bank Limited-Head Office Corporate Branch (A/C-03913100024554)		4,110,721	17,573,101
Dhaka Bank Limited-Local Office Motijheel Branch (A/C-2011520000015)		49,118	48,734
One Bank Limited-Kawran Bazar Branch (A/C-0123000000733)		137,098	1,829,009
One Bank Limited-Banani Branch (A/C-0182100000046)		3,315,644	14,815,385
Padma Bank Limited-Gulshan Corporate Branch (A/C-0113000082177)		11,883,341	12,043,216
Southeast Bank Limited-Banasree Branch (A/C-0013100000010)		7,494	8,027
Premier Bank Limited-Banani Branch (A/C-010413600000011)		-	-
Sub-Total		**19,506,845**	**46,320,835**
Restricted Cash (IPO & Dividend Accounts):			
One Bank Limited-Banani Branch (A/C-0183000002029) (2022-2023)		295,745	-
One Bank Limited-Banani Branch (A/C-0183000001387 (2021-2022)		976,387	920,198
Bank Asia Limited-Paltan Branch (A/C-04936000160) (2020-2021)		973,462	957,481
Bank Asia Limited-Paltan Branch (A/C-04936000145 (2018-2019)		1,537	2,645
Bank Asia Limited-Paltan Branch (A/C-04936000126) (2017-2018)		2	126
BRAC Bank Limited-Gulshan Avenue Branch (A/C-1505202008828001) IPO-I		-	-
BRAC Bank Limited-Gulshan Avenue Branch (A/C-1505202008828002) IPO-I		-	-
BRAC Bank Limited-Gulshan Avenue Branch (A/C-1505202008828003) IPO-(		-	-
BRAC Bank Limited-Gulshan Avenue Branch (A/C-1505202008828004) IPO-I		-	-
Sub-Total	7.01	**2,247,133**	**1,880,450**
		21,753,977	**48,201,285**

7.01 Unclaimed Dividend:

Year 2022-2023	295,745	-
Year 2021-2022	976,387	920,198
Year 2020-2021	973,462	957,481
Year 2018-2019	1,537	2,645
Year 2017-2018	2	126
IPO	-	-
	2,247,133	**1,880,450**

8.00 Preliminary and Issue Expenses :

Opening balance	4,442,624	4,887,009
Less: Amortization during the year	445,602	444,384
	3,997,023	**4,442,624**

9.00 Other Receivables :

Interest Receivable	9.01	191,410	-
Dividend Receivable	9.02	15,881,887	5,187,680
Receivable from Brokerage House	9.03	13,787,188	9,870,541
		29,860,485	**15,058,221**

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

9.01	**Interest Receivable**			
	The Premier Bank Ltd. Subordinated Bond		191,410	-
			191,410	-
9.02	**Dividend Receivable :**			
	BANKASIA (Bank Asia Ltd.)		7,496,379	-
	BRAC Bank Ltd.		480,780	197,581
	Dutch Bangla Bank Limited		2,104,463	-
	EXIM Bank Limited		2,311,793	2,311,808
	First Security Islami Bank Ltd.		157,817	-
	Heidelbrug Cement Bangladesh Ltd.		-	66,591
	Lanka Bangla Finance Limited		-	110,898
	Multi Securities & Services Ltd.		-	1,600,644
	Shahjalal Islami Bank Limited		46,375	-
	Social Islami Bank Limited		5,221	-
	Standard Bank Limited		-	303,850
	The City Bank Limited		2,776,602	-
	Union Bank Limited		-	117,777
	United Commercial Bank Ltd.		502,458	478,532
			15,881,887	**5,187,680**
9.03	**Receivable from Brokerage House**			
	Multi Securities & Services Ltd.		13,779,307	9,862,642
	PHP Stocks & Securities Ltd.		4,928	4,928
	Trust Bank Securities Limited		2,970	2,970
			13,787,188	**9,870,541**
10.00	**Advances, Deposits and Prepayments :**			
	Advance Income Tax		11,082,123	10,654,625
	Advance Security deposit		500,000	500,000
	Prepayments	10.01	3,299,246	2,870,856
			14,881,370	**14,025,481**

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 quiry 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 :**		
	Annual fee-BSEC	1,432,563	1,432,563
	Trustee fee- ICB	579,529	736,604
	Annual fee - DSE	294,859	295,666
	Annual fee - CSE	294,859	295,666
	RJSC Fee	587,080	-
	CDBL Annual Fee	110,356	110,356
		3,299,246	**2,870,856**
11.00	**Liabilities for expenses:**		
	Audit Fee	48,600	45,000
	Management Fee	7,410,709	8,748,233
	Custodian Fee	543,170	634,682
	Printing & Publication & IPO Expenses	325,100	325,100
		8,327,579	**9,753,015**
12.00	**Other Liabilities:**		
	Liabilities for Tax	956,902	441,966
	Liabilities for VAT	2,954,788	1,597,406
	Payable for others	77,500	192,177
		3,989,190	**2,231,548**
13.00	**Capital Fund:**		
	Size of Fund Capital		
	143,256,343 Units of Taka 10 each	1,432,563,430	1,432,563,430
		1,432,563,430	**1,432,563,430**

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

14.00	**Net Asset Value (NAV):**		
	Total Net Assets Value at Cost	1,616,348,204	1,644,581,427
	Number of unit	143,256,343	143,256,343
	Per Unit NAV at Cost	**11.28**	**11.48**
	a. Total Net Assets Value at Cost	1,616,348,204	1,644,581,427
	b. (Unrealized loss) or Unrealized Gain	(447,722,787)	(159,144,530)
	Total Net Assets Value at Fair Value (a+b)	**1,168,625,417**	**1,485,436,897**
	Number of unit	143,256,343	143,256,343
	Per Unit NAV at Fair Value	**8.16**	**10.37**
15.00	**Net profit on sale of investment:**		
	Net profit on sale of investment	2,318,470	73,743,106
	Total	**2,318,470**	**73,743,106**
16.00	**Dividend Income from investment:**		
	ACI Limited	251,624	599,110
	BANKASIA (Bank Asia Ltd.)	7,496,379	4,485,903
	Bata Shoe Company (Bangladesh) Limited	317,573	204,094
	BATBC	1,975,000	3,653,750
	Berger Paints Bangladesh Limited	694,800	-
	Best Holding Ltd.	-	862,400
	BEXIMCO	386,127	1,158,381
	Beximco Pharmaceuticals Ltd.	2,352,035	2,352,035
	Bangladesh General Insurance Company Ltd.	75,298	-
	BRACBANK (BRAC Bank Ltd.)	283,199	197,581
	Dutch Bangla Bank Limited	2,104,464	1,998,337
	EBL (Eastern Bank Ltd.)	2,511,445	2,691,041
	EXIM Bank Limited	2,311,793	2,311,793
	First Security Islami Bank Ltd.	157,817	136,647
	Fractional Dividend	28	68
	GP	3,301,688	5,315,717
	Heidelbrug Cement Bangladesh Ltd.	166,478	66,591
	HFAML UNIT FUND	178,147	213,776
	ICB	87,981	167,582
	IDLC Finance Limited	556,445	556,445
	Lanka Bangla Finance Limited	-	110,898
	Multi Securities & Services Limited	-	2,286,634
	National Credit and Commerce Bank Limited	1,162,785	-
	RENATA (Renata Ltd.)	1,369,850	821,464
	Shahjalal Islami Bank Limited	46,375	38,593
	Social Islami Bank Limited	10,195	7
	Southeast Bank Ltd.	439,421	-
	Mutual Trust Bank Ltd.	397,208	-
	Square Pharmaceuticals Ltd.	2,808,666	2,944,920
	Standard Bank Limited	-	303,850
	Summit Power Ltd.	221,688	376,870
	The City Bank Limited	4,424,711	-
	The Premier Bank Ltd.	-	3,125,801
	Union Bank Limited	-	117,777
	United Commercial Bank Ltd.	502,458	478,532
		36,591,675	**37,576,595**
17.00	**Financial Income:**		
	The Premier Bank Ltd. Subordinated Bond	191,410	3,860,132
	Interest Income from Corporate Bonds	**191,410**	**3,860,132**
	EXIM Bank (03913100024554)	256,711	268,555
	One Bank (0123000000733)	24,354	482,425
	Padma Bank (0113000082177)	823,704	890,980
	Dhaka Bank-2011520000015	1,370	47,239
	EBL Bank (1011360230190)	69	67
	One Bank (0182100000046)	1,432,525	237,187
	Southeast Bank(008313100000010)	386	24,210
	Interest Income from Bank Accounts	**2,539,120**	**1,950,664**
		2,730,530	**5,810,797**

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

18.00	**Management fee:**	**17,536,612**	**18,742,832**

The Asset Management Company shall be paid annual management fee @ 2.50% per annum of the weekly average NAV up to Tk. 5 crore and @ 2.00% per annum for additional amount of the weekly average NAV above Tk 5 crore up to Tk. 25 crore and @ 1.50% per annum for additional amount of the weekly average NAV above Tk 25 crore upto to Tk 50 crore and @ 1.00% per annum for addition amount of the weekly average NAV over TK 50 crore as per Trust Deed 4.3.14.

19.00	**Trustee fee:**	**1,455,369**	**1,654,353**

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:**	**1,432,563**	**1,432,563**

Annual fee paid to BSEC as per Rules 11 (1) of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001.

21.00	**CDBL Charge:**	**274,749**	**244,131**

CDBL charge paid to Central Depository Bangladesh Limited (CDBL) as per Annexure A-1 of CDBL By Laws (3.7).

22.00	**Custodian fee:**	**1,280,489**	**1,438,233**

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**	**-**	**138,271**

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. This figure had been accrued as income in previous period but balance was not transferred to operation accounts, now full amount of unclaimed dividend and accrued interest tranferred to CMSF fund as per new circular.

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

Provision for previous year B/F		(159,144,530)	(21,542,126)
Capital Market Securities-Listed	5.01	(415,350,737)	(143,575,647)
BSEC approved Non-listed Unit Fund (Category A)	6.01	(372,050)	431,116
BSEC approved investment in private equity of non-listed	6.02	-	-
BSEC approved Bond (Category C)	6.03	(32,000,000)	(16,000,000)
Required Provision		**(288,578,257)**	**(137,602,404)**
Provision for write back/write off of Regent Bond-2015		-	20,000,000
Provision for VAT		(3,017,309)	(3,246,518)
		(291,595,566)	**(120,848,922)**

25.00 Earnings Per Unit (EPU):

Net profit after (provision)/writeback of unrealize loss	(273,834,577)	(29,324,727)
Number of unit	143,256,343	143,256,343
	(1.91)	**(0.20)**

26.00 Events after the Reporting Period:

The Trustee of the Fund has approved dividend for the year ended June 30, 2024 at the rate of 0.00% on the capital fund of Taka 1,432,563,430.00 in the form of cash and the record date will be on October 06, 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%.

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

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 রূপান্তরেরক্ষেত্রে বুক বিল্ডিং পদ্ধতিতে নির্ধারিত ইস্যু মূল্যে তা রূপান্তর 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 EXIM Bank 1st Mutual Fund in terms of additional shares of Best Holdings limited which may be received and added in future.

29.00 Others:

a. These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.

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

c. 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.

d. To convert the reporting currency of foreign currency accounts the fund consider US Dollar conversion rate is 118.0000 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 Estd.-1985 Chartered Accountants

EXIM Bank 1st Mutual Fund
Portfolio Report as on June 30, 2024

Annex - 1

Stock	InventorySize	Inventory@Cost	Cost per Unit	Inventory@Mkt	Mkt per Unit
ABBANK	545,494	11,045,545	20.25	3,655,355	6.70
BANKASIA	4,997,586	100,095,301	20.03	91,458,847	18.30
BRACBANK	311,518	13,092,697	42.03	10,685,257	34.30
CITYBANK	2,036,174	43,510,399	21.37	37,670,441	18.50
DUTCHBANGL	1,412,996	71,990,309	50.95	66,976,858	47.40
EBL	2,260,300	62,810,799	27.79	58,543,126	25.90
EXIMBANK	2,311,793	27,830,982	12.04	19,189,269	8.30
FIRSTSBANK	331,415	3,045,273	9.19	2,054,972	6.20
MTB	397,208	8,706,283	21.92	5,005,059	12.60
NBL	2,429,594	20,016,696	8.24	14,821,981	6.10
NCCBANK	1,095,096	15,921,272	14.54	10,732,598	9.80
ONEBANKPLC	393,248	3,405,016	8.66	2,792,297	7.10
SHAHJABANK	33,125	680,013	20.53	592,957	17.90
SIBL	10,963	245,447	22.39	80,036	7.30
SOUTHEASTB	1,031,743	13,318,461	12.91	9,492,655	9.20
STANDBANKL	1,276,929	13,329,479	10.44	8,045,419	6.30
UCB	1,055,161	14,401,576	13.65	8,758,469	8.30
UNIONBANK	235,553	2,242,158	9.52	1,507,681	6.40
HEIDELBCEM	66,591	36,511,179	548.29	16,161,636	242.70
ABBLPBOND	15,000	14,827,650	988.51	14,332,500	955.50
BATBC	197,500	111,512,450	564.62	63,753,000	322.80
SUMITPOWER	221,688	9,069,256	40.91	4,899,305	22.10
BGIC	62,748	4,304,513	68.60	2,403,248	38.30
BERGERPBL	1,800	3,565,386	1,980.77	3,320,460	1,844.70
BEXIMCO	386,127	57,536,784	149.01	44,636,281	115.60
ICB	360,720	43,621,870	120.93	21,426,768	59.40
IDLC	370,963	22,306,005	60.13	10,943,409	29.50
LANKABAFIN	110,898	4,811,864	43.39	1,685,650	15.20
ACI	62,906	17,820,012	283.28	8,316,173	132.20
BXPHARMA	672,010	115,673,081	172.13	79,364,381	118.10
RENATA	219,176	268,303,190	1,224.14	168,787,438	770.10
SQURPHARMA	296,182	68,483,202	231.22	62,464,784	210.90
BATASHOE	6,685	7,866,173	1,176.69	6,532,582	977.20
GP	283,635	106,748,869	376.36	70,256,390	247.70
BESTHLDNG	1,030,458	57,004,697	55.32	28,955,870	28.10
Total	**26,530,983**	**1,375,653,887**	**8,430.73**	**960,303,151**	**6,386.71**

S.K. BARUA & CO. Dhaka Estd.-19 Chartered Accountants