Auditors' Report of

"TRUST BANK 1ST MUTUAL FUND"

For The Year Ended 30 June 2024

Submitted By

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Auditors' Report of

"TRUST 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

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CHARTERED ACCOUNTANTS

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

Report on the Audit of the Financial Statements

Qualified Opinion:
We have audited the financial statements of **TRUST 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) Investment in equity of Padma Bank PLC carried since 2013 which is a non-listed public limited banking company. The cost of investment was BDT 99,444,443 against 8,000,000 shares (Average cost per share BDT 12.43) and fair value shown as same price which is described in note no. 4.2(iii) & 6.02 of notes to the financial statements. No dividend was received from this investment since 2021 even we did not get the audit report of Padma Bank PLC. Management has not maintained any provision to reflect its fair value which could reduce the NAV and EPU (Earnings Per Unit) of this fund.

b) The fund has an equity investment in Multi Securities and Services Limited (Broker House) which has been carried since 2016. The cost of investment was BDT 68,860,185 against 4,075,773 shares (Average cost per share BDT 16.90) and fair value shown as same price which is described in note no. 4.2(iii) & 6.02 of notes to the financial statements. Multi Securities and Services Limited (MSSL) incurred a significant loss during the year 2023 compared to the previous year and no dividend was declared for the year 2023. NAV of MSSL as per the audit report for the year ended 2023 was BDT 14.37. Moreover, we did not get the audit report of Multi Securities and Services Limited (Broker House) for the year ended 2024. Fair value reported of this investment is not justified.

c) i) As per Rule 40 & 41 of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001, Mutual Funds Assets should be kept under the custody of the Fund's Custodian. But we found Best Holding's 2,215,385 share certificate (share certificate regarding 434,365 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 2,649,750. But 2,215,385 shares were shown in last year's audit report.

iii) Additionally, as per BSEC letter BSEC/CI/BB-24/2022/1524 dated November 29, 2023 and resolution of the Trustee Meeting, Best Holding's shares shall be converted as per issue price under book building method. Accordingly, the total number of shares were supposed to be received 4,114,286 but only 2,649,750 shares were received by the fund.

d) The income of the Fund is exempted from Income Tax under Act No. 12 of 2023, as published in the Bangladesh Gazette and approved by the President of the People's Republic of Bangladesh on June 22, 2023. But BDT 19,565,190 has been reported as AIT in the financial statements.

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

Emphasis of Matters

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

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

b. 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.

c. 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.

d. 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.

e. 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.

f. 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.

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 21 October 2024. We could not know whether any subsequent events occurred during the period from 13 September 2024 to 21 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 1,923,476,596 which represents 76.94% of total assets BDT 2,499,833,386. On the other hand, investment in non-listed securities reported BDT 399,931,078 at fair value which is 16.00% of total assets.	➢ 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

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 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.	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, 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 82,687,786 as dividend income from investments. It represents 100.02% 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.
Loss on sale of investments	
The fund has incurred net loss on sale of trading securities amounting to BDT 9,287,892for 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.

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Management fee	
BDT 30,520,908 has been reported as management fee which represents 72.68% 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 @ 1.05% as per annum on the weekly average NAV laid down in the Trust deed and prospectus. ➢ Checked DSE website, quarterly report and detailed calculation of weekly NAV. ➢ Checked recording process and payment process of management fee presented in the financial statements.

Other Information:

The Asset Management Company (AMC) is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditor's report. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appeared to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.

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- 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) Bidhimala (Rules) 2001, we also report the following:

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

Mohammad Anwarul Hoque FCA
Engagement Partner
Enrollment No. 1458
S.K. Barua & Co.
Chartered Accountants
DVC: 2410211458AS303482

Dated; Dhaka
21 OCT 2024

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

TRUST 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	**5.00**	1,923,476,596	2,621,477,079
	Investment in non-listed securities-at fair value	**6.00**	399,931,078	454,319,250
	Cash & Cash Equivalents	**7.00**	91,261,526	124,044,869
	Preliminary & Issue Expenses	**8.00**	3,890,726	4,590,139
	Other Receivables	**9.00**	53,149,356	27,624,780
	Advance, Deposit & Prepayments	**10.00**	28,978,906	24,027,290
	Total Asset		**2,500,688,188**	**3,256,083,407**
B	**Liabilities**			
	Liabilities for Expenses	**11.00**	1,582,300	17,367,307
	Unclaimed Dividend	**7.01**	15,318,698	11,896,910
	Other Liabilities	**12.00**	6,404,930	3,885,137
	Total Liabilities		**23,305,928**	**33,149,353**
C	**Net Asset (A-B)**		**2,477,382,260**	**3,222,934,054**
D	**Equity**			
	Capital Fund	**13.00**	3,035,866,750	3,035,866,750
	Dividend Equlization Reserve		35,273,966	189,620,353
	Retained Earnings		(593,758,456)	(2,553,049)
	Total Equity		**2,477,382,260**	**3,222,934,054**
	Net Asset Value (NAV)-At Cost	**14.00**	3,444,906,617	3,561,465,732
	No. of Units		303,586,675	303,586,675
			11.35	**11.73**
	Net Asset Value (NAV)-at Fair Value	**14.00**	2,477,382,260	3,222,934,054
	No. of Units		303,586,675	303,586,675
			8.16	**10.62**

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.

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

Date; Dhaka
12 SEP 2024

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

DVC: 2410211458AS303482

TRUST BANK 1ST MUTUAL FUND

Statement of Profit or Loss & other Comprehensive Income

For the period from 01 July 2023 to 30 June 2024

	Particulars	Notes	Amount in Taka	
			30/Jun/24	30/Jun/23
A	**Income**			
	Net Profit on sale of Investment	15.00	(9,287,893)	138,126,166
	Dividend from Investment	16.00	82,687,786	97,100,011
	Financial Income	17.00	9,271,956	12,893,361
	Total Income		**82,671,849**	**248,119,538**
B	**Expenditure**			
	Management Fee	18.00	30,520,908	33,489,988
	Amortization of Preliminary & Issue Exp.	8.00	699,413	697,502
	Trustee Fee	19.00	3,035,868	3,263,558
	BSEC Annual Fee	20.00	3,035,867	3,035,867
	CDBL Charge	21.00	286,172	437,449
	Custodian Fee	22.00	2,742,955	2,923,797
	CSE Annual Fee		600,000	600,000
	DSE Annual Fee		600,000	600,000
	Bank Charge		122,732	248,646
	Audit Fee		62,100	57,500
	Expense for Capital Market Stabilization Fund	23.00	-	524,049
	Printing Publication & IPO expenses		286,652	257,893
	Total Expenditure		**41,992,667**	**46,136,250**
C	**Net Profit before Provision (A-B)**		**40,679,182**	**201,983,288**
	(Total Provision for VAT,Tax & write off)/ write back against erosion of fair value	24.00	(634,437,639)	(231,389,765)
D	**Net Profit after Provision transferred to retained earnings**		**(593,758,456)**	**(29,406,476)**
E	**Earnings Per Unit (EPU) for the year**	25.00	**(1.96)**	**(0.10)**

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.

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

DVC:2410211458AS303482

Date; Dhaka

12 SEP 2024

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TRUST BANK 1ST MUTUAL FUND

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

Amount in Taka

Particulars	Capital Fund	Dividend Equlization Reserve	Retained Earnings	Total Equity
Balance at July 01, 2023	3,035,866,750	189,620,353	(2,553,049)	3,222,934,054
Dividend Equlization Reserve	-	(154,346,387)	154,346,387	-
Dividend Paid (2022-2023)	-	-	(151,793,338)	(151,793,338)
Net profit for the year	-	-	(593,758,456)	(593,758,456)
Balance at June 30, 2024	**3,035,866,750**	**35,273,966**	**(593,758,456)**	**2,477,382,260**

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

Particulars	Capital Fund	Dividend Equlization Reserve	Retained Earnings	Total Equity
Balance at July 01, 2022	3,035,866,750	189,620,353	239,364,100	3,464,851,203
Dividend Paid (2021-2022)	-	-	(212,510,673)	(212,510,673)
Net profit for the year	-	-	(29,406,476)	(29,406,476)
Balance at June 30, 2023	**3,035,866,750**	**189,620,353**	**(2,553,049)**	**3,222,934,054**

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

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Partner
Enrollment no: 1458
S.K. Barua & Co.
Chartered Accountants
DVC: 2410211458AS203482

Date; Dhaka
12 SEP 2024

TRUST 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	(9,287,893)	138,126,166
Dividend Income	60,389,184	93,417,019
Financial Income	8,501,592	10,348,621
Other Operating Expenses	(59,510,084)	(42,537,397)
Net Cash Flow from Operating Activities	**92,799**	**199,354,409**
B. Cash Flows from Investing Activities:		
Net Investment in Securities	115,495,407	(204,118,773)
Net Cash used in Investing Activities	**115,495,407**	**(204,118,773)**
C. Cash Flows from Financing Activities:		
Dividend Paid 2022-2023	(151,793,338)	(212,510,673)
Unclaimed Dividend	3,421,788	3,429,749
Net Cash from Financing Activities	**(148,371,549)**	**(209,080,923)**
D. Net Increase/(Decrease) in cash & cash equivalents (A+B+C)	**(32,783,343)**	**(213,845,287)**
E. Opening Cash and Cash Equivalents	124,044,869	337,890,156
F. Closing Cash and Cash Equivalents (D+E)	**91,261,526**	**124,044,869**
Net Operating Cash Flow Per Unit (NOCFPU)	**0.00**	**0.66**

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Signed interms of our separate report of even date annexed.

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Chartered Accountants

DVC: 2410211458AS303482

Date; Dhaka
12 SEP 2024

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

1. The fund and legal status

Trust Bank 1st Mutual Fund (hereinafter called as "Fund") was established under a Trust Deed signed on 03 September 2009 between Trust 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 07 September 2009 vide registration code no. BSEC/Mutual Fund/2009/14 under the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001. The operations of the Fund was commenced on 27 January 2011 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.

Trust 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 303,586,675 units of BDT 10 each. The units of the Fund are transferable.

2. Objectives

The objective of Trust 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.

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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. SignTrustant 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.

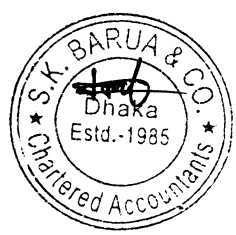
(vii) as per fifth schedule investment or loan from one scheme to another scheme shall not be made under one asset management company.

(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, Trust 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 81.41% in cost value and 76.94% in fair value of total assets of the Fund. According to Mutual Fund Bidhimala 2001, all the dematerialised shares of the investment in listed securities are kept in custodian DP account. The Capital Market Securities-Listed are valued at the closing quoted market price consedering the portfolio as portfolio through other comprehensive income as per 4.1.2A of IFRS-9 only on the Dhaka Stock Exchange on the date of Valuation i.e., on June 30, 2024 as per IFRS-13 Fair Value Measurement, Capital Market Securities-Listed (Mutual Fund) are valued the quoted market price and last disclosed NAV on June 30, 2024 by the methodology provided by BSEC vide directive no. SEC/CMRRCD/2009/193/172 dated June 30, 2015.

(ii) For Capital Market Securities-Non listed:

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

(iii) For Non-Listed Private Equity -BSEC approved:

The Fund has invested in the equity of two non-listed companies. Both of which are regulated, one of them is regulated by Bangladesh Bank and other is regulated by Bangladesh Securities and Exchange Commission.
The investment in shares of Padma Bank Limited has been approved by BSEC vide letter no. SEC/MF & SPV/MF-02/2009/467 dated May 31, 2012. 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 Trust 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 Trust 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 Trust Bank 1st Mutual Fund decided to make those impairment loss provision @ 20% as on june 30, 2024. The Board of Investment Committee of Trust 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.

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

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

4.6 Provisions

A provision is recognised if, as a result of a past event, the Fund has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting period. Provision for market unrealised loss shall be made in accordance with the rule 3(d) of 6th schedule of Mutual Fund Bidhimala 2001 and incase of provision write back.

4.7 Revenue recognition

Gains/losses arising on sale of investment are included in the Profit and Loss Statement on the date at which the transaction takes place. Dividend and interest income are recognized as per 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.

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TRUST 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 (Annex - 1)	5.01	1,923,476,596	2,621,477,079
			1,923,476,596	**2,621,477,079**

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	48,987,779	909,794,721	715,920,292	(193,874,429)	909,649,740
Corporate Bond	23,083	23,011,288	21,676,598	(1,334,691)	136,890
Food and Allied	323,212	182,714,976	104,332,834	(78,382,142)	168,130,672
Fuel and Power	2,011,038	89,511,301	44,443,940	(45,067,362)	68,375,292
Insurance	2,651,477	177,503,758	105,749,087	(71,754,672)	152,113,534
Miscellaneous	150	295,772	276,705	(19,067)	679,888
Mutual Funds	13,034,707	134,682,267	94,470,701	(40,211,565)	115,877,591
NBFI	2,685,798	106,924,703	40,490,424	(66,434,280)	71,835,134
Pharma	2,335,983	902,096,563	624,200,256	(277,896,307)	987,200,194
Tannery	3,360	3,487,042	3,283,392	(203,650)	35,515,807
Telecommunication	1,273,465	146,021,505	94,174,393	(51,847,113)	111,962,337
Travel & Leisure	2,649,750	146,583,506	74,457,975	(72,125,531)	-
Total	**75,979,802**	**2,822,627,403**	**1,923,476,596**	**(899,150,807)**	**2,621,477,079**

6.00	**Investment in non-listed securities**			
	BSEC approved Non-listed Unit Fund (Category A)	6.01	3,626,450	3,431,116
	BSEC approved investment in private equity of non-listed company (Category B)	6.02	168,304,628	314,888,134
	BSEC approved Bond (Category C)	6.03	228,000,000	136,000,000
			399,931,078	**454,319,250**

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	100,000	1,000,000	997,000	(3,000)	-
Total of BSEC approved Non-listed Unit Fund (Category A)	**456,294**	**4,000,000**	**3,626,450**	**(373,550)**	**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	-	-	-	-	146,583,506
Padma Bank Limited	8,000,000	99,444,443	99,444,443	-	99,444,443
Multi Securities & Services Limited	4,075,773	68,860,185	68,860,185	-	68,860,185
Total of BSEC approved investment in private equity of non-listed company (Category B)	**12,075,773**	**168,304,628**	**168,304,628**	**-**	**314,888,134**

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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	17	170,000,000	102,000,000	(68,000,000)	136,000,000
Premier Bank Ltd. Corporate Bonds	21	126,000,000	126,000,000	-	-
BSEC approved Bond (Category C)	**38**	**296,000,000**	**228,000,000**	**(68,000,000)**	**136,000,000**

Net Provision Taken (5.01+6.01+6.02+6.03)	**(967,524,357)**	**(338,531,678)**

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

As on June 30, 2024 the Fund held a total of Tk 399,931,078 in non-listed securities which is 13.50% in cost value and 16.00% in fair value of total assets of the Fund. According to Mutual Fund Bidhimala 2001, all the scripts of share certificates of the investment in non listed securities are kept in custodian vault. Each of these investments have been made by the Fund post regulatory (BSEC) approval. There are three categories of such investments (A) BSEC approved Non-listed Unit Fund; (B) BSEC approved investment in private equity of non-listed company; (C) BSEC approved Bond. The Category (A) investments are valued at the repurchase price which is enforceable on June 30, 2024 declared by respective AMC and this is also a quoted price as per IFRS-13. The investments in Category (B) are held at cost price as the underlying companies are going concerns. The valuation of Category (C) investments are valued at fair value by applying the methodology as per IFRS-13 using Present Value technique under Income approach and in compliance with Rules 58 of Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001.

Category A for BSEC approved non-listed unit fund:
Investments are valued at the repurchase price which is enforceable on June 30, 2024 declared by respective AMC.

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

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

(I) Padma Bank Limited: The Fund has investment in equity of private company Padma Bank Limited (the "PBL") which has been approved by BSEC vide letter no. SEC/MF & SPV/MF-02/2009/467 dated May 31, 2012. The PBL is a Bangladesh Bank Regulated entity and going concern. Moreover, PBL private equity is owned by Govt. Banks and financial institutions which owns 65% or a majority of the total equity of the banks. Therefore, Padma Bank Ltd. is considered a going concern and the investment is held at cost by the Fund for a total investment amount of Tk. 99,444,443 Fair Value of the similar category of listed banks is above cost.

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

(ii) Multi Securities and Services Limited: The Fund has investment in equity of private company Multi Securities and Services Limited (MSSL) which has been approved by BSEC vide letter no. SEC/MF & SOV/MF-02/2009/783 dated November 04, 2015. The company is regulated by BSEC and is going concern and has been paying dividend regularly. Using prudence and conservative principal of accounting this investment is also held at cost by the Fund for a total investment amount of Tk. 68,860,185

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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 17 units of the Bond with Face Value of Taka 1.0 crore per unit for a total amount of Tk 102,000,000. 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 affiliates, 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." 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:		
Trust Bank-Dilkusha Corporate Branch (A/C-0017-0320000647)	22,414,177	47,767,871
Eastern Bank Limited-Principal Branch (A/C-1011360223297)	3,297	3,234
Premier Bank-Banani Branch (A/C-10413600000002)	7,947,315	7,950,890
Dhaka Bank-Local Office Motijheel Branch (A/C-2011520000117)	15,492,136	15,208,443
Southeast Bank Limited-Banasree Branch (A/C-008313100000003)	688,284	655,974
One Bank Limited-Kawran Bazar Branch (A/C-01230000664)	131,589	1,524,774
One Bank Limited-Banani Branch (A/C-0182100000013)	10,797,259	19,003,934
Padma Bank Limited-Mirpur Branch (A/C- 0113000268542)	18,468,772	20,032,839
Sub-Total	**75,942,829**	**112,147,959**
Restricted Cash (IPO & Dividend Accounts):		
One Bank Limited-Banani Branch (A/C-0183000001966) (2022-2023)	3,163,628	-
One Bank Limited-Banani Branch (A/C-0183000001423 (2021-2022)	5,068,627	4,921,288
Bank Asia Limited-Paltan Branch (A/C-04936000152) (2020-2021)	6,437,067	6,324,748
Bank Asia Limited-Paltan Branch (A/C- 4936000137) (2018-2019)	24,336	25,037
Bank Asia Limited-Paltan Branch (A/C- 4936000128) (2017-2018)	9,994	10,382
Eastern Bank Limited-Shantinagar Branch (A/C-101141360096314) (2011-2012)	2,357	2,313
Trust Bank Limited-Dilkusha Corporate Branch (A/C-0017-0320000941) (2010-2011)	1,047	1,031
Trust Bank Limited-Dilkusha Corporate Branch (A/C -0017-0320000665) IPO -BDT	6,185	6,657
Trust Bank Limited-Dilkusha Corporate Branch (A/C-0017-5025000102) IPO-USD	565,372	565,372
Trust Bank Limited-Dilkusha Corporate Branch (A/C-0017-5026000011) IPO-GBP	33,369	33,369
Trust Bank Limited-Dilkusha Corporate Branch (A/C-0017-5027000019) IPO-EURO	6,715	6,715
Sub-Total	**15,318,698**	**11,896,910**
	91,261,526	**124,044,869**

7.01 Unclaimed Dividend:

Year 2022-2023	3,163,628	-
Year 2021-2022	5,068,627	4,921,288
Year 2020-2021	6,437,067	6,324,748
Year 2018-2019	24,336	25,037
Year 2017-2018	9,994	10,382
Year 2011-2012	2,357	2,313
Year 2010-2011	1,047	1,031
IPO	611,641	612,113
	15,318,698	**11,896,910**

8.00 Preliminary and Issue Expenses :

Opening balance	4,590,139	5,287,642
Less: Amortization during the year	699,413	697,502
	3,890,726	**4,590,139**

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9.00	**Other Receivables :**			
	Interest Receivable	9.01	10,770,364	10,000,000
	Dividend Receivable	9.02	37,857,834	15,559,232
	Receivable from Brokerage House	9.03	4,521,158	2,065,548
			53,149,356	**27,624,780**
9.01	**Interest Receivable**			
	Regent Spinning Mills Ltd. Corporate Bond		10,000,000	10,000,000
	The Premier Bank Ltd. Subordinated Bond		770,364	-
			10,770,364	**10,000,000**
9.02	**Dividend Receivable :**			
	Phoenix Finance & Investments Ltd.		379,232	379,232
	Standard Bank Ltd		-	455,684
	City Bank Ltd.		177,000	-
	Dutch Bangla Bank Ltd.		4,761,362	-
	Premier Bank Ltd.		12,826,754	-
	Bank Asia Ltd.		7,560,044	-
	First Security Islami Bank Ltd.		150,728	-
	Exim Bank Ltd.		8,576,226	8,576,226
	Lanka Bangla Finance.		-	1,494,733
	Islami Bank Ltd.		2,247,264	2,247,264
	IBBL MP Bond		229,375	8,957
	UCB Ltd		895,482	852,840
	Union Bank Limited		-	117,777
	Social Islami Bank Ltd		54,369	-
	Multi Securities & Servicess Ltd.		-	1,426,521
			37,857,834	**15,559,232**
9.03	**Receivable from Brokerage House**			
	ICB Securities Trading Company		747	747
	Multi Securities & Services Ltd.		4,517,584	2,061,974
	PHP Securities Ltd		2,827	2,827
			4,521,158	**2,065,548**
10.00	**Advances, Deposits and Prepayments :**			
	Advance Income Tax		19,565,190	18,312,502
	Advance Security deposit		500,000	500,000
	Prepayments	10.01	8,913,717	5,214,787
			28,978,906	**24,027,290**

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. Bangladesh RACE management PCL took the activities to collect the deducted Tax from clients. Now it is under process.

10.01	**Prepayments :**		
	Annual fee-BSEC	3,035,867	3,035,867
	Trustee fee- ICB	1,517,934	1,517,934
	Management Fee	2,844,127	-
	Annual fee - DSE	300,000	300,000
	Annual fee - CSE	300,000	300,000
	RJSC Fee	854,802	-
	CDBL Annual Fee	60,986	60,986
		8,913,717	**5,214,787**
11.00	**Liabilities for expenses:**		
	Audit Fee	48,600	45,000
	Management Fee	-	15,598,856
	Custodian Fee	1,208,600	1,398,351
	Printing & Publication & IPO Expenses	325,100	325,100
		1,582,300	**17,367,307**

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12.00	**Other Liabilities:**		
	Liabilities for Tax	1,538,948	802,242
	Liabilities for VAT	4,788,482	2,890,734
	Payable for Otheres	77,500	192,160
		6,404,930	**3,885,137**
13.00	**Capital Fund:**		
	Size of Fund Capital		
	303,586,675 Units of Taka 10 each	3,035,866,750	3,035,866,750
		3,035,866,750	**3,035,866,750**
14.00	**Net Asset Value (NAV):**		
	Total Net Assets Value at Cost	3,444,906,617	3,561,465,732
	Number of unit	303,586,675	303,586,675
	Per Unit NAV at Cost	**11.35**	**11.73**
	a. Total Net Assets Value at Cost	3,444,906,617	3,561,465,732
	b. (Unrealized loss) or Unrealized Gain	(968,379,159)	(338,531,678)
	Total Net Assets Value at Fair Value (a+b)	**2,476,527,458**	**3,222,934,054**
	Number of unit	303,586,675	303,586,675
	Per Unit NAV at Fair Value	**8.16**	**10.62**
15.00	**Net profit on sale of investment:**		
	Net profit on sale of investment	(9,287,893)	138,126,166
	Total	**(9,287,893)**	**138,126,166**
16.00	**Dividend Income from investment:**		
	ACI Limited	729,348	868,275
	Bank Asia Ltd.	7,560,044	7,346,730
	Bata Shoe Company Ltd	341,300	570,154
	BATBC	3,232,120	5,979,422
	BERGER PAINT LTD.	15,160	-
	Bangladesh General Insurance Company.	2,811,403	-
	Best Holding Ltd.	-	2,217,600
	Beximco Pharma.	2,594,939	2,594,939
	City Bank Ltd.	177,000	-
	Dutch Bangla Bank Ltd.	4,761,395	4,363,067
	Eastern Bank Ltd.	3,575,945	4,886,735
	EXIM Bank Ltd.	8,576,226	8,576,226
	First Security Islami Bank Ltd.	150,728	130,500
	Fraction Dividend.	22	35
	Grameen Phone Ltd.	3,593,063	5,784,831
	HFAML UNIT FUND	178,147	213,776
	IBBL MP Bond	229,375	8,957
	ICB3RDNRB	379,800	572,200
	ICBEPMF1S1	394,350	594,025
	IDLC	673,397	673,397
	Islami Bank Ltd.	2,247,264	2,247,264
	Lanka Bangla Finance.	-	1,494,733
	LR Global1	1,311,285	2,232,935
	Multi Securities & Services Limited	-	2,037,887
	NCCBL MUTUAL FUND-1	2,487,263	3,316,350
	PF1STMF	88,648	135,472
	Mutual Trust Bank PLC.	2,734,067	-
	POPULAR LIFE INSURANCE CO.LTD.	1,172,836	1,234,564
	Premier Bank Ltd.	12,826,754	11,931,865
	Prime Bank Ltd.	2,584,918	3,787,445
	PRIME1ICBA	78,154	119,731
	Renata Ltd.	2,387,650	6,314,938
	ROBI Axiata Ltd.	986,020	690,214
	Shah Jalal Bank.	-	95,731
	Social Islami Bank Ltd	106,149	6
	Square Pharmaceuticals Ltd.	10,796,499	10,627,890
	STANDARD BANK LTD	-	455,684

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	SUMMIT POWER	2,011,038	4,022,076
	UCB Ltd	895,482	852,840
	Unilever Consumer Care Limited	-	3,744
	Union Bank Limited	-	117,777
		82,687,786	**97,100,011**
17.00	**Financial Income:**		
	The Premier Bank Ltd. Subordinated Bond	4,423,328	6,118,646
	Interest Income from Corporate Bonds :	**4,423,328**	**6,118,646**
	One Bank (0123000000664)	23,081	1,440,244
	Dhaka Bank-2011520000117	427,526	853,110
	EBL Bank-(1011360223297)	66	65
	One Bank-(0182100000013)	1,905,054	1,687,641
	Padma Bank (0113000268542)	1,496,426	1,709,265
	Southeast Bank-(008313100000003)	33,729	735,059
	Trust Bank (A/C-0017-0320000647)	962,746	349,331
	Interest Income from Bank Accounts :	**4,848,628**	**6,774,715**
		9,271,956	**12,893,361**
18.00	**Management fee:**	**30,520,908**	**33,489,988**

Asset management company shall charge the fund as annual management fee for investment management @1.05%p.a of the weekly average net asset value of the fund as per Trust Deed 4.3.14.

19.00	**Trustee fee:**	**3,035,868**	**3,263,558**

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:**	**3,035,867**	**3,035,867**

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

21.00	**CDBL Charge:**	**286,172**	**437,449**

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

22.00	**Custodian fee:**	**2,742,955**	**2,923,797**

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	**Payment to Capital Market Stabilization Fund**	**-**	**524,049**

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		(338,531,678)	(69,059,361)
	Capital Market Securities-Listed	5.01	(899,150,807)	(304,962,794)
	BSEC approved Non-listed Unit Fund (Category A)	6.01	(373,550)	431,116
	BSEC approved investment in private equity of non-listed company (Category B)	6.02	-	-
	BSEC approved Bond (Category C)	6.03	(68,000,000)	(34,000,000)
	Required Provision		**(628,992,679)**	**(269,472,317)**
	Provision for write back/write off of Regent Bond-2015		-	44,000,000
	Provision for VAT		(5,444,959)	(5,917,448)
			(634,437,639)	**(231,389,765)**

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25.00 Earnings Per Unit (EPU):

Net profit after (provision)/writeback of unrealize loss	(593,758,456)	(29,406,476)
Number of unit	303,586,675	303,586,675
EPU:	**(1.96)**	**(0.10)**

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 3,035,866,750.00 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%.

28.00 Contingent Asset related to Best Holdings Limited:

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

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

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

[Quote "Best Holdings Ltd . কর্তৃক ইস্যুকৃত বন্ডে মিউচুয়াল ফান্ড হতে বিনিয়োগকৃত অর্থ ও পুঞ্জীভূত অপরিশোধিত সুদ শেয়ারে রুপান্তরেরক্ষেত্রে বুক বিল্ডিং পদ্ধতিতে নির্ধারিত ইস্যু মুল্যে তা রুপান্তর করতে হবে" You are instructed to take necessary steps in this regard. By order of the Bangladesh Securities and Exchange Commission " Unquote] The above is now under process with the appropriate authorities and relvant parties . Depending on the resolution of this matter there is a contingent asset in Trust 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 (ICB)

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

Annex - 1

Stock	Inventory Size	Inventory@Cost	Cost per Unit	Inventory@Mkt	Mkt per Unit
BANKASIA	5,040,029	100,895,837	20.02	92,237,823	18.30
CITYBANK	129,800	2,726,968	21.01	2,401,431	18.50
DUTCHBANG	3,196,914	175,699,676	54.96	151,536,924	47.40
EBL	3,218,350	89,563,813	27.83	83,358,483	25.90
EXIMBANK	8,576,226	106,852,915	12.46	71,188,679	8.30
FIRSTSBANK	316,527	3,392,916	10.72	1,962,689	6.20
ISLAMIBANK	2,247,264	75,596,163	33.64	73,262,379	32.60
MTB	2,734,067	47,543,238	17.39	34,451,158	12.60
NBL	9,022,565	71,090,594	7.88	55,043,962	6.10
PREMIERBAN	10,261,403	152,886,696	14.90	94,412,091	9.20
PRIMEBANK	1,477,096	36,527,402	24.73	31,020,050	21.00
RUPALIBANK	154,990	7,358,801	47.48	3,719,868	24.00
SIBL	114,174	1,404,249	12.30	833,550	7.30
SOUTHEASTE	332,800	3,750,390	11.27	3,061,993	9.20
STANDBANK	49,509	427,223	8.63	311,941	6.30
UCB	1,880,512	31,835,564	16.93	15,609,566	8.30
UNIONBANK	235,553	2,242,276	9.52	1,507,704	6.40
ABBLPBOND	20,000	19,735,200	986.76	19,110,000	955.50
IBBLPBOND	3,083	3,276,088	1,062.63	2,566,598	832.50
BATBC	323,212	182,714,976	565.31	104,332,834	322.80
SUMITPOWER	2,011,038	89,511,301	44.51	44,443,940	22.10
BGIC	2,342,836	145,864,969	62.26	89,730,619	38.30
POPULARLIF	308,641	31,638,789	102.51	16,018,468	51.90
BERGERPBL	150	295,772	1,971.81	276,705	1,844.70
ICB3RDNRB	1,266,000	12,660,000	10.00	7,653,561	6.05
ICBEPMF1S1	1,314,500	26,125,202	19.87	8,247,961	6.27
LRGLOBMF1	4,370,951	39,753,244	9.09	32,014,243	7.32
NCCBLMF1	5,527,250	50,583,760	9.15	42,756,594	7.74
PF1STMF	295,493	2,954,930	10.00	2,098,000	7.10
PRIME1ICBA	260,513	2,605,130	10.00	1,700,342	6.53
IDLC	448,931	26,231,038	58.43	13,243,465	29.50
LANKABAFIN	1,494,733	59,565,110	39.85	22,719,942	15.20
PHOENIXFIN	742,134	21,128,555	28.47	4,527,017	6.10
ACI	182,337	50,049,683	274.49	24,104,951	132.20
BXPHARMA	741,411	159,996,494	215.80	87,560,639	118.10
RENATA	383,997	462,383,147	1,204.13	295,697,090	770.05
SQURPHARM	1,028,238	229,667,240	223.36	216,837,576	210.88
BATASHOE	3,360	3,487,042	1,037.81	3,283,392	977.20
GP	287,445	102,074,594	355.11	71,200,127	247.70
ROBI	986,020	43,946,911	44.57	22,974,266	23.30
BESTHLDNG	2,649,750	146,583,506	55.32	74,457,975	28.10
Total	**75,979,802**	**2,822,627,403**	**8,752.91**	**1,923,476,596**	**6,934.75**

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