

**SOUTHEAST BANK 1<sup>ST</sup> MUTUAL FUND  
INDEPENDENT AUDITORS' REPORT  
AND  
FINANCIAL STATEMENTS  
FOR THE PERIOD JULY 01, 2020 TO MAY 16, 2021**



জোহা জামান কবির রশীদ এ্যান্ড কোং  
চার্টার্ড একাউন্টেন্টস  
**Zoha Zaman Kabir Rashid & Co.**  
*Chartered Accountants*

INDEPENDENT AUDITORS' REPORT  
TO THE BOARD OF TRUSTEES  
OF  
SOUTHEAST BANK 1<sup>ST</sup> MUTUAL FUND

**Opinion**

We have audited the financial statements of Southeast Bank 1<sup>st</sup> Mutual Fund, which comprise the statement of financial position as at 16 May 2021, and the statement of profit or loss, 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, the accompanying financial statements present fairly in all material respects of the statement of financial position of Southeast Bank 1<sup>st</sup> Mutual Fund as at 16 May 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

**Basis for Opinion**

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

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, 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.

Risk	Our response to the risk
Valuation of Investments: The Fund's investment portfolio presented in the Statement of Financial Position at market value Tk. 1,161,416,539 represents 80.94% of the total assets Tk. 1,434,944,099 and at cost value Tk. 1,021,775,358 represents 78.88% of the total assets Tk. 1,295,302,918 as at 16 May 2021. Unrealized Gain in Securities Tk. 139,641,181. This is considered to be the key driver of the Fund's capital and revenue Performance.  The market value of financial instruments that are traded in an active market is determined based on quoted market prices.	We have tested the design and operating effectiveness of key controls focusing on the following <ul style="list-style-type: none"><li>➤ Testing the key controls over identification, Measurement and management of valuation risk as well as evaluating the methodologies and input parameters used by the Fund in determining fair market values.</li><li>➤ Obtained the CDBL report and share portfolio and cross checked against each other to confirm status of financial instruments;</li><li>➤ Assessing the adequacy of the disclosures in the financial statements against International</li></ul>



Due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.	Financial Reporting Standards-13, security exchange commission (Mutual Fund) Rules 2001 and other applicable laws and regulations.  ➤ Finally assessed the appropriateness and presentation of this investment
Note no. 3.00 to the financial statements	
<b>Dividend Income</b>	
Dividend income Tk. 38,137,138 represents (22.51%) of the total income Tk. 169,393,705 for the Period from 1 July 2020 to 16 May 2021.	 ➤ Comparing observable inputs against independent sources and externally available market data. ➤ Re-performing the calculations used to check Accuracy and correctness of information. ➤ Assessing the adequacy revenue recognition, measurement and disclosures made in relation to the income in the financial statements
Note no. 17.00 of the financial statements	

#### **Other Information**

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report 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 appears to be materially misstated.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, Bangladesh Securities & 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.

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, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the (consolidated) 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.

#### **Report on other Legal and Regulatory Requirements**

In accordance with the Companies Act, 1994 and Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001, we also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Fund so far as it appeared from our examination of those books;



- c) the statement of financial position and statement of profit or loss dealt with by the report are in agreement with the books of account.
- d) the investment was made as per Rule 56 of Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001; and
- e) the expenditure incurred and payments made were for the purpose of the Fund Business,
- f) the information and explanation required by us have been received and fund satisfactory.

Place: Dhaka,  
Dated: June 09, 2021

**Md. Iqbal Hossain FCA**  
Partner, Enrolment No. 596 (ICAB)  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants

DVC: 2106100596AS842394



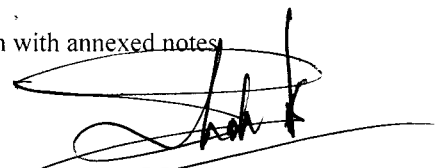
**SOUTHEAST BANK 1ST MUTUAL FUND**  
**Statement of Financial Position**  
As at May 16, 2021

Particulars	Notes	Amount in Taka	
		May 16, 2021	June 30, 2020
<b>ASSETS</b>			
Investments - at market price	3	1,161,416,539	924,770,762
Accounts receivables	4	14,507,274	8,220,981
Advance, deposit and prepayments	5	500,000	2,916,208
Cash and cash equivalents	6	36,888,286	54,514,404
Preliminary and issue expenses	7	-	1,525,423
Fixed income instruments	8	221,632,000	70,000,000
<b>Total Assets</b>		<b>1,434,944,099</b>	<b>1,061,947,778</b>
<b>EQUITY AND LIABILITIES</b>			
<b><u>Shareholders' Equity</u></b>			
Unit capital	9	997,843,000	997,843,000
Unit premium		17,779,748	17,779,748
Unrealized gain		139,641,181	-
Retained earnings		273,611,148	32,427,372
<b>Total</b>		<b>1,428,875,077</b>	<b>1,048,050,120</b>
<b><u>Current Liabilities</u></b>			
Accounts payable	11	6,069,022	13,897,658
<b>Total</b>		<b>6,069,022</b>	<b>13,897,658</b>
<b>Total Equity and Liabilities</b>		<b>1,434,944,099</b>	<b>1,061,947,778</b>
<b>Net asset value (NAV)</b>		<b>1,428,875,077</b>	<b>1,048,050,120</b>
<b>Net asset value (NAV) per unit:</b>			
At cost	12	12.92	11.77
At market price	13	14.32	10.50

These financial statements should be read in conjunction with annexed notes

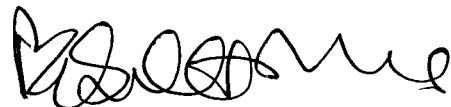
  
Trustee

Investment corporation of Bangladesh

  
Assets Manager

VIPB Asset Management Co. Ltd.

See the auditor's report of even date



Md. Iqbal Hossain FCA

Partner, Enrolment No. 596 (ICAB)

Zoha Zaman Kabir Rashid & Co.

Chartered Accountants

Place: Dhaka

Dated: June 09, 2021






**SOUTHEAST BANK 1ST MUTUAL FUND**

Statement of Profit or Loss

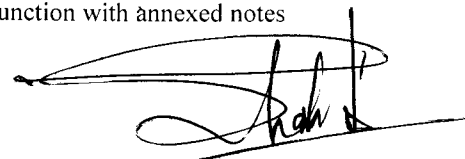
For the period from July 01, 2020 to May 16, 2021

Particulars	Notes	Amount in Taka	
		May 16, 2021	June 30, 2020
<b>INCOME</b>			
Interest income	15	7,720,148	11,595,893
Net gain on sale of marketable securities	16	123,324,349	16,511,195
Dividend income	17	38,137,138	45,748,610
Other income	18	212,069	-
<b>Total</b>		<b>169,393,705</b>	<b>73,855,698</b>
<b>EXPENSES</b>			
Management fees		14,619,757	15,858,019
BSEC annual fees		997,843	997,843
Amortization of preliminary and issue expenses		1,525,423	1,655,965
CDBL settlement and demat charges		137,824	59,785
CDBL annual fees		94,964	106,000
Annual listing fees		1,746,911	997,844
Trustee fees		1,011,035	1,339,092
Custodian fees		948,674	1,028,250
IPO application fees		39,000	6,000
Brokerage commission		2,396,638	1,020,229
Audit fees		40,000	40,000
Bank charges and excise duties		216,870	194,643
Newspaper publication expenses		28,900	21,500
Other operating expenses		89,247	75,490
<b>Total</b>		<b>23,893,086</b>	<b>23,400,661</b>
<b>Net profit before provision</b>		<b>145,500,619</b>	<b>50,455,038</b>
Reversal of provision for unrealized loss		126,034,808	(126,034,808)
<b>Net profit for the period</b>		<b>271,535,427</b>	<b>(75,579,770)</b>
<b>Earnings per unit</b>		<b>2.72</b>	<b>(0.76)</b>

These financial statements should be read in conjunction with annexed notes

  
Trustee

Investment corporation of Bangladesh

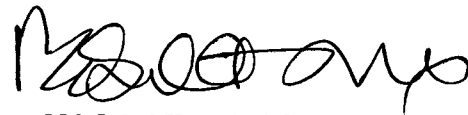
  
Assets Manager

VIPB Asset Management Co. Ltd.

See the auditor's report of even date

Place: Dhaka

Dated: June 09, 2021



Md. Iqbal Hossain FCA

Partner, Enrolment No. 596 (ICAB)

Zoha Zaman Kabir Rashid & Co.

Chartered Accountants






**SOUTHEAST BANK 1ST MUTUAL FUND**

Statement of Changes in Equity  
For the period from July 01, 2020 to May 16, 2021

Particulars	Figure in Taka				
	Share capital	Unit premium	Unrealized gain/(loss)	Retained earnings	Total equity
<b>Balance as at July 01, 2020</b>	997,843,000	17,779,748	-	32,427,372	1,048,050,120
Cash dividend for the period of 2019-20	-	-	-	(29,935,290)	(29,935,290)
Prior period adjustment (Note 14)	-	-	-	(416,361)	(416,361)
Net profit during the period	-	-	-	271,535,427	271,535,427
Unrealized gain/(loss)	-	-	139,641,181	-	139,641,181
<b>Balance at May 16, 2021</b>	<b>997,843,000</b>	<b>17,779,748</b>	<b>139,641,181</b>	<b>273,611,148</b>	<b>1,428,875,077</b>
<b>Balance as at July 01, 2019</b>	997,843,000	17,779,748	170,496,100	227,748,302	1,413,867,150
Cash dividend for the period of 2018-19	-	-	-	(119,741,160)	(119,741,160)
Net profit during the period	-	-	-	(75,579,770)	(75,579,770)
Unrealized gain/(loss)	-	-	(170,496,100)	-	(170,496,100)
<b>Balance at June 30, 2020</b>	<b>997,843,000</b>	<b>17,779,748</b>	<b>-</b>	<b>32,427,372</b>	<b>1,048,050,120</b>

  
Trustee

Investment corporation of Bangladesh

These financial statements should be read in conjunction with annexed notes



Assets Manager  
VIPB Asset Management Co. Ltd.

Place: Dhaka

Dated: June 09, 2021

See the auditor's report of even date



Md. Iqbal Hossain FCA  
Partner, Enrolment No. 596 (ICAB)  
Zoha Zaman Kabir Rashid & Co.  
Chartered Accountants



A member of



Independent legal & accounting firms





**SOUTHEAST BANK 1ST MUTUAL FUND**

**Statement of Cash Flows**

For the period from July 01, 2020 to May 16, 2021

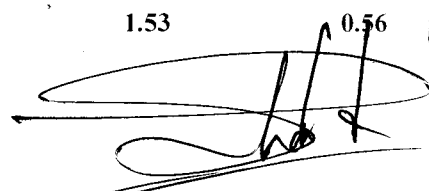
Particular	Amount in Taka	
	May 16, 2021	June 30, 2020
<b>Cash flows from operating activities</b>		
Interest income	1,235,093	3,622,250
Gain on sale of investments	145,950,625	31,979,594
Dividend income	33,179,011	43,036,054
Advance, deposit and prepayments	(2,011,748)	(2,645,547)
Management fee	(21,982,674)	(17,390,920)
Trustee fee	(463,701)	(1,185,802)
Other operating expenses	(2,892,933)	(1,448,683)
<b>Net cash from operating activities</b>	<b>153,013,674</b>	<b>55,966,946</b>
<b>Cash flows from investing activities</b>		
Net investment in shares and securities	8,372,865	(18,637,279)
Net investment in FDR	(149,000,938)	116,257,454
Proceeds from encashment of FDR	-	-
<b>Net cash from investing activities</b>	<b>(140,628,072)</b>	<b>97,620,175</b>
<b>Cash flows from financing activities</b>		
Dividend payment	(30,011,721)	(119,076,482)
<b>Net cash from financing activities</b>	<b>(30,011,721)</b>	<b>(119,076,482)</b>
<b>Net cash flows</b>	<b>(17,626,118)</b>	<b>34,510,639</b>
Cash and cash equivalents at the beginning of the period	54,514,404	20,003,765
<b>Cash and cash equivalents at the end of the period</b>	<b>36,888,286</b>	<b>54,514,404</b>

Net operating cash flows per unit

1.53 0.56

  
Trustee

Investment corporation of Bangladesh

  
Assets Manager

VIPB Asset Management Co. Ltd

Place: Dhaka

Dated: June 09, 2021

  
Md. Iqbal Hossain FCA

Partner, Enrolment No. 596 (ICAB)

Zoha Zaman Kabir Rashid & Co.

Chartered Accountants





**SOUTHEAST BANK 1ST MUTUAL FUND**  
**Notes to the Financial Statements**  
**For the period from July 01, 2020 to May 16, 2021**

**1.00 Legal status and nature of the Fund**

**1.01 About the Fund**

"Southeast Bank 1st Mutual Fund"(the Fund") was established as a Trust under the Trust Act 1882 and registered with Sub-Registrars Office under the Registration Act 1908, on August 19, 2015. The Fund received registration certificate from the Bangladesh Securities and Exchange Commission (BSEC) on September 19, 2010 under the Securities and Exchange Commission (Mutual Fund) Rules, 2001. The BSEC approved the Fund and provided consent on 6 February 2011. The unit size of the Fund is TK 997,843,000 divided into 99,784,300 units of Tk 10 each. Subsequently, the unit capital of the Fund now stands at Tk.997,843,000.

Southeast Bank Ltd (SEBL) is the sole Sponsor of the Fund. Investment Corporation of Bangladesh (ICB) is the Trustee and the Custodian of the Fund. VIPB Asset Management Company Limited (VIPB AMCL) is managing the operations of the Fund as the Asset Management Company.

**1.02 Objectives of the Fund**

The primary objective of the Fund is to achieve capital appreciation as well as earn dividend and interest income through investment in the capital market of Bangladesh. It mostly shall focus on generating cash earning and at the same time preservation of capital. The Fund shall strive to accumulate reserves over its life in order to reinvest and be able to distribute a lump sum at redemption.

**2.00 Summary of significant accounting policies and basis of preparation of the financial statements**

**2.01 Basis of preparation**

These financial statements are prepared on the accrual basis accounting, under historical cost convention as modified for investments, which are 'market-to-market' and in conformity with International Financial Reporting Standards (IFRS) and also in compliance with requirements of Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001 and other laws and regulations applicable in Bangladesh. In case there are differences between IFRS and local statutory requirements such as Mutual Fund Rules, the local regulation has been prevailed. However, such differences in current reporting period are mainly related to disclosure matters.





**2.02 Statements of cash flows**

IAS-1, Presentation of financial statements requires that a cash flow statement be prepared as it provides information about cash flows of the enterprise which is useful in providing users of financial statements with basis to assess the ability of the enterprise to generate cash and cash equivalents and needs of the enterprise to utilize those cash flows. statement of cash flows has been prepared under the direct method for the period, classified by operating, investing and financing activities as prescribed in paragraph 10 and 18(a) of IAS 7: Statements of Cash Flows. In accordance with Mutual Fund Rules 2001, proceeds from investments has been shown under investing activities. However, the amount of resultant gain on sale of investments has been shown in operating activities.

**2.03 Functional and presentation currency**

These financial statements are presented in Bangladesh Taka (Taka/Tk), which is the Fund's functional currency. All amounts are presented in Taka and have been rounded off to the nearest Taka.

**2.04 Statement of changes in equity**

The statement of Changes in Equity reflects information about the increase or decrease in net assets or wealth of the Fund.

**2.05 Reporting period**

This Financial Statement is presented for the period from 01 July 2020 to 16 May 2021.

**2.06 Preliminary and issue expenses**

As per Bangladesh Securities and Exchange Commission (Mutual Fund) Rules,2001 Preliminary and issue expenses are being written off over a period of 10(Ten) years.

**2.07 Valuation of investment**

The listed securities are valued at the closing quoted market price only on the Dhaka Stock Exchange on the date of valuation i.e. on 16 May 2021. Resultant unrealized gain/ (loss) is calculated on portfolio basis. If there are any unrealized losses on portfolio basis such loss is provided for through charging to income statements. However, if there is unrealized gain on portfolio basis such gain is taken direct to reserve under equity instead of income statement.

**2.08 Components of Financial Statements**

1. Statement of Financial Position
2. Statement of Profit or Loss
3. Statement of Changes in Equity
4. Statement of Cash Flows
5. Accounting policies and explanatory notes to the financial statements





**2.09 Investment policy**

i). The Fund shall invest subject to the Securities and Exchanges Commission (Mutual Fund) Rules 2001 and only in those securities, deposits and investments approved by the Bangladesh Securities and Exchange Commission and/or any other competent authority in this regard.

ii). Not less than 60 (sixty) percent of the total money collected under the Scheme of the Fund shall be invested in capital market instruments out of which at least 50 (fifty) percent shall be invested in listed securities.

iii). Not more than 25 (twenty-five) percent of the total assets of the Scheme of the Fund shall be invested in Fixed Income Securities (FIS).

iv). Not more than 15 (fifteen) percent of the total assets of the Scheme of the Fund shall be invested in pre-IPOs at one time.

v). All money collected under the Fund shall be invested only in encashable/transferable instruments, securities whether in money market or capital market or privately placed pre-IPO equity, preference shares, debentures or securitized debts.

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

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

**2.10 Dividend policy**

a) As per clause 8.7.1 of the Trust Deed of the Fund, the fund shall declare and pay dividend from the distributable profit.

**2.11 Trustee fees**

The Trustee is entitled to an annual Trusteeship fee of @ **0.10%** of the Net Asset Value (NAV) of the Fund only payable semi-annually during the life of the Fund.

**2.12 Management fees**

As per Securities and Exchange Commission (Mutual Fund) Regulation 2001. The Asset Management Company shall be entitled to charge the Fund an annual management fee for Investment Management at the following rate:

- i) @2.5% per annum of weekly average Net Asset Value (NAV) of the Fund up-to Tk. 50,000,000 (Taka five crore);
- ii) @2% per annum for additional amount of the weekly average NAV of the Fund over Tk.50,000,000 (Taka five crore) but up to Tk. 250,000,000 (Taka twenty five crore);





- iii) @1.5% per annum for additional amount of the weekly average NAV of the Fund over Tk. 250,000,000 (Taka twenty five crore) but up to Tk. 500,000,000 (Taka fifty crore);
- iv) @1% per annum for additional amount of the weekly average NAV of the Fund over Tk. 500,000,000 (Taka fifty crore).

The management fee is calculated on every closing day of the week on the previous week's NAV of the Fund and accumulated up to the date of the financial statements.

**2.13 Custodian fees**

The Custodian is entitled to receive a custodian fee @ 0.10% of balance securities calculated on the average month end value per annum.

**2.14 Registration and other Charges/Annual fee to BSEC**

The Fund is required to pay annual fee each year @ 0.10% of the fund size to the Bangladesh Securities and Exchange Commission (BSEC) as per the Bangladesh Securities and Exchange Commission (Mutual Fund) Rules 2001.

**2.15 Revenue recognition**

- a) Gains/ Losses arising on sale of investment are included in the Statement of Profit or Loss and Other Comprehensive Income on the date at which the transaction takes place.
- b) Cash Dividend is recognized on accrual basis. Dividends are recognized immediately after the record date as per industry practice, though as per IFRS-9 (Financial Instrument) dividends should be recognized when shareholders' right to receive dividend is established.
- c) Interest income is recognized on accrual basis.

**2.16 CDBL (Central Depository Bangladesh Limited) fee**

The CDBL is entitled to receive an amount of Tk. 300,000/- as security deposit during the whole life of the Fund. Annual fee for the Fund payable in advance, based on face value of total fund size is payable as follow:

-Up to Tk. 5 crore	Tk 25,000/-
-Above Tk 5 crore up to Tk 20 crore	Tk 50,000/-
-Above Tk 20 crore	Tk 100,000/-





**2.17 Taxation**

The income of the Fund is exempted from income tax under the SRO No. 333-Ain / IT / 2011 dated November 10, 2011; under section 44(4) clause(b) of income tax ordinance, 1984: hence no provision for tax has been made during the year in the books of the Statement of Profit or Loss and Other Comprehensive Income

**2.18 Net Asset Value (NAV) per unit**

The mutual fund calculates Net Asset Value per share using the cost and market value, which has been shown on the face of Statement of Financial Position, and the computation of NAV per unit is stated in Note 11 and 12.

**2.19 Earning per unit**

The mutual fund calculates Earning Per unit (EPU) in accordance with IAS 33. Earning Per Share, which has been shown on the face of statement of Profit or Loss and Other Comprehensive Income.

**2.20 COVID 19 Impact**

On 11 March 2020, World Health Organization (WHO) declared a global pandemic due to Corona Virus related respiratory disease commonly called as COVID-19. To contain the spread of this disease, along with many other countries of the world, Government of Bangladesh has also taken a number of measures such, as declaration of general holiday, enforcement of lock down, social distancing etc. As a result of these measures all business and economic activities are adversely affected which also impacted the Fund.

**2.21 Events after reporting period**

Southeast Bank 1st Mutual Fund (SEBLSTMF), a closed-end Mutual Fund managed by VIPB Asset Management Company Limited, launched in 2010-2011 and listed with the stock exchanges on May 16, 2011. The Fund has been de-listed from the bourses on May 15, 2021 upon completion of its tenure on May 16, 2021 as per Securities and Exchange Commission (Mutual Fund) Rules, 2001. Upon getting approval from BSEC on April 26, 2021, the Trustee held a unitholders' meeting on May 25, 2021 on an online platform where 78.85% unitholders' gave their valuable consent and 99.23% of the unitholders' present passed a resolution in favor of the conversion of the Fund into an open-ended Fund.



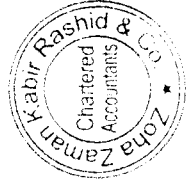


**SOUTHEAST BANK 1ST MUTUAL FUND**  
PORTFOLIO STATEMENT  
As on May 16, 2021

3.00. Marketable investment-at market value

Name of the securities	Number of share / unit	Average unit cost	Acquisition cost	% of Total Asset at Cost	Market rate	Market value	Figure in Taka	
							Unrealized gain/ loss	
APSCL Non-Convertible Coupon Bearing Bond	1,317	5,019.71	6,610,963	0.51%	5,192.00	6,837,864		226,901
BATA Shoe Limited	43,655	1,177.59	51,407,673	3.97%	693.20	30,261,646		(21,146,027)
Berger Paints Bangladesh Limited	42,087	1,434.70	60,382,186	4.66%	1,770.90	74,531,868		14,149,682
BRAC Bank Limited	2,782,036	38.35	106,700,867	8.24%	51.40	142,996,650		36,295,783
Eastern Bank Limited	1,126,074	29.96	33,740,436	2.60%	34.50	38,849,553		5,109,117
Grameen Phone Limited	403,383	305.40	123,193,244	9.51%	343.40	138,521,722		15,328,478
IDLC Finance Limited	696,984	58.35	40,666,335	3.14%	62.30	43,422,103		2,755,768
Linde Bangladesh Limited	52,798	1,323.37	69,871,056	5.39%	1,316.50	69,508,567		(362,489)
Marico Bangladesh Limited	67,330	1,814.50	122,170,565	9.43%	2,146.60	144,530,578		22,360,013
Reckitt Benckiser (Bd) Limited	560	4,350.00	2,436,000	0.19%	4,387.70	2,457,112		21,112
RENATA Limited	107,754	817.07	88,042,618	6.80%	1,289.30	138,927,232		50,884,614
Sea Pearl Beach Resort & Spa Limited (IPO Shares)	5,515	9.52	52,526	0.00%	79.10	436,237		383,710
Singer Bangladesh Limited	720,280	174.48	125,674,490	9.70%	179.70	129,434,316		3,759,826
Square Pharmaceuticals Limited	685,055	183.38	125,623,700	9.70%	214.70	147,081,309		21,457,608
The City Bank Limited	2,023,388	32.22	65,202,697	5.03%	26.50	53,619,782		(11,582,915)
<b>Total</b>			<b>1,021,775,358</b>	<b>78.88%</b>		<b>1,161,416,539</b>		<b>139,641,181</b>
<b>Total Asset at Cost Value =</b>	<b>1,295,302,918</b>							

Note: The Fund has invested 78.88% of the total net assets of the fund in the capital market instruments, the rest is held as bank deposits.





4.00 Accounts receivables

Interest receivables on FDR

Southeast Bank Limited

Sub-Total

Interest receivable

Southeast Bank Limited

Southeast Bank Limited

Sub-Total

Other Receivable

Southeast Bank Limited

Collateral for bidding

Sub-Total

Dividend receivable

BRAC Bank Limited

Dutch Bangla Bank Limited

Eastern Bank Limited

IDLC Finance Limited

Linde Bangladesh Limited

Marico Bangladesh Limited

The City Bank Limited

Sub-Total

Total

5.00 Advance & prepayments

Advance as security deposit

Deposit with Central Depository Bangladesh Limited (CDBL)

Receivable as security deposit

Sub-Total

Prepayments

Annual BSEC fees

Annual listing fees

CDBL annual fees

Trustee fees

Sub-Total

Total

Amount in Taka	
May 16, 2021	June 30, 2020

3,857,770	554,167
<b>3,857,770</b>	<b>554,167</b>

442,389	-
-	-
<b>442,389</b>	<b>-</b>

-	1,465
-	2,000,000
<b>-</b>	<b>2,001,465</b>

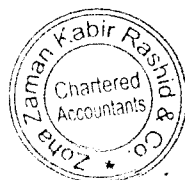
3,125,749	1,828,214
-	15,000
1,677,132	1,040,903
-	33,303
2,031,920	2,096,750
-	651,180
3,372,315	-
<b>10,207,116</b>	<b>5,665,349</b>

<b>14,507,274</b>	<b>8,220,981</b>
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500,000	500,000
-	27,000
<b>500,000</b>	<b>527,000</b>

-	997,843
-	749,067
-	94,964
-	547,334
<b>-</b>	<b>2,389,208</b>

<b>500,000</b>	<b>2,916,208</b>
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	Amount in Taka	
	May 16, 2021	June 30, 2020
<b>6.00 Cash and cash equivalents</b>		
Cash at banks		
Southeast Bank Limited, Corporate Branch	6,056,835	6,096,145
Southeast Bank Limited, Donia Branch	12,981,125	48,037,412
Sub-Total	<u>19,037,960</u>	<u>54,133,557</u>
Cash in brokerage accounts	<u>17,850,326</u>	<u>380,847</u>
Total	<u>36,888,286</u>	<u>54,514,404</u>
<b>7.00 Preliminary and issue expenses</b>		
Preliminary and issue expenses	1,525,423	3,181,388
Less: Written off during the period	(1,525,423)	(1,655,965)
Total	<u>-</u>	<u>1,525,423</u>
<p>Note: As per the clause 1 of section 5.5 of the prospectus, Preliminary &amp; Issue expenses are being written off over a period of 10 (ten) years</p>		
<b>8.00 Fixed Deposit Receipts (FDR)</b>		
Southeast Bank Limited	221,632,000	70,000,000
Total	<u>221,632,000</u>	<u>70,000,000</u>
<b>9.00 Capital fund</b>		
99,784,300 units @ Tk 10 each	997,843,000	997,843,000
Total	<u>997,843,000</u>	<u>997,843,000</u>
<b>10.00</b>	Retained earnings as of May 16, 2021 include reversal of provision for unrealized loss of <b>Tk. 126,034,808</b>	
<b>11.00 Accounts payable</b>		
Management fees	110,428	7,473,344
Custodian fees	411,610	113,224
Audit fees	40,000	40,000
Unclaimed refund warrants	-	30,000
Unclaimed dividend (2019-20)	217,590	-
Unclaimed dividend (2018-19)	511,135	672,967
Unclaimed dividend (2017-18)	286,551	343,149
Unclaimed dividend (2016-17)	1,867,735	1,885,731
Unclaimed dividend (2015-16)	720,342	737,151
Unclaimed dividend (2014-15)	1,125,606	1,142,331
Unclaimed dividend (2013-14)	382,025	397,085
Unclaimed dividend (2011-12)	396,000	396,000
Other operating expenses	-	666,675
Total	<u>6,069,022</u>	<u>13,897,658</u>





Amount in Taka	
May 16, 2021	June 30, 2020

**12.00 Net Asset Value (NAV) per unit at cost**

Net Asset Value (NAV) at market price	1,428,875,077	1,048,050,120
Less: Unrealized gain/Add: Unrealized loss	(139,641,181)	126,034,808
<b>Net Asset Value (NAV) at cost price</b>	<b>1,289,233,896</b>	<b>1,174,084,928</b>
No of units	99,784,300	99,784,300
<b>NAV per unit at cost</b>	<b>12.92</b>	<b>11.77</b>

**13.00 Net Asset Value per unit at market price**

Net Asset Value (NAV) at market price	1,428,875,077	1,048,050,120
No of units	99,784,300	99,784,300
<b>NAV per unit at market price</b>	<b>14.32</b>	<b>10.50</b>

**14.00 BDT 416,361** was subtracted as dividend declaration of Eastern Bank Limited was revised (from 25% cash dividend to 15% cash dividend) for the year ended December 31, 2019.

**15.00 Interest income**

Fixed Deposit Receipt (FDR)	6,042,665	7,973,644
Short Notice Deposit (SND)	1,677,482	3,622,250
<b>Total</b>	<b>7,720,148</b>	<b>11,595,893</b>

**16.00 Net gain / loss on sale of marketable securities**

**Gain on sale of marketable securities**

ADN Telecom Limited	-	540,842
Associated Oxygen Limited	495,508	-
Beximco Pharmaceuticals Limited	30,737,172	-
BRAC Bank Limited	13,415,262	2,100,723
British American Tobacco Bangladesh Co. Limited	59,466,235	102,227
Coppertech Industries Limited	66,531	465,618
Crystal Insurance Company Limited (IPO shares)	815,417	-
DBH First Mutual Fund	4,650,067	-
Desh General Insurance Company Limited	331,139	-
Dominage Steel Building Systems Limited	1,248,750	-
Dutch Bangla Bank Limited	18,850	-
eGeneration Limited	354,688	-
Express Insurance Limited	2,157,493	-
Genex Infosys Limited	-	331,564
Grameen Mutual Fund Scheme Two	5,501,152	-
Grameenphone Limited	1,099,912	900,212
Green Delta Mutual Fund	-	5,796,083





	Amount in Taka	
	May 16, 2021	June 30, 2020
IDLC Finance Limited	-	124,179
LR Global 1st Mutual Fund	-	499,439
Marico Bangladesh Limited	1,271,452	-
MBL 1st Mutual Fund	3,823,557	1,362,119
NCCBL Mutual Fund-I	-	8,540,787
New Line Clothings Limited	-	135,480
NRB Commercial Bank Limited	396,714	-
Olympic Industries Limited	1,875,469	-
Renata Limited	-	7,897,267
Ring Shine Textile Limited	-	1,274,892
Robi Axita Limited (IPO shares)	13,782,514	-
S.S. Steel Limited	-	132,045
Sea Pearl Beach Resort & spa Limited	-	408,259
Silco Pharma Limited	-	332,295
Square Pharmaceuticals Limited	2,077,520	161,302
Summit Power Limited	1,754,555	900,250
Taufika Food and Agro Industries Limited	420,656	-
The ACME Laboratories Limited	190,014	-
<b>Total</b>	<b>145,950,625</b>	<b>32,005,583</b>

**Loss on sale of marketable securities**

Bata Shoe Limited	21,436,842	2,085,363
Grameen Phone Limited	-	936,824
Heidelberg Cement Limited	469,434	489,443
LR Global BD Mutual Fund One	-	4,069,672
Ring Shine Textile Limited	154,155	64,153
Runner Automobiles Limited (IPO Shares)	122,983	-
Singer Bangladesh Limited	329,842	-
Square Pharmaceuticals Limited	-	161,780
The ACME Laboratories Limited	113,019	-
The City Bank Limited	-	7,687,154
<b>Total</b>	<b>22,626,276</b>	<b>15,494,388</b>

**Net gain on sale of marketable securities**

<b>123,324,349</b>	<b>16,511,195</b>
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**17.00 Dividend income**

APSCL Non-Convertible Coupon Bearing Bond	559,725	-
BATA Shoe Limited	-	1,098,988
Berger Paints Bangladesh Limited	172,162	-
Beximco Pharmaceuticals Limited	-	590,844
BRAC Bank Limited	3,125,762	1,828,214
British American Tobacco Bangladesh Co. Limited	3,222,060	2,417,240
Coppertech Industries Limited	-	8,339





	Amount in Taka	
	May 16, 2021	June 30, 2020
DBH First Mutual Fund	-	10,390,334
Dutch Bangla Bank Limited	-	15,000
Eastern Bank Limited	1,677,132	1,040,903
Grameen Phone Limited	9,708,433	4,861,379
Green Delta Mutual Fund	-	12,755,487
IDLC Finance Ltd	995,734	33,303
Linde Bangladesh Limited	2,031,920	2,096,750
Marico Bangladesh Limited	3,363,970	2,117,175
New Line Clothings Limited	-	5,855
RENATA Limited	1,019,258	679,094
Runner Auto Mobile	-	12,952
Sea Pearl Beach Resort & spa Limited	552	22
Silco Pharmaceuticals Limited	-	3,820
Singer Bangladesh Limited	2,289,840	1,569,999
Square Pharmaceuticals Limited	2,702,696	2,107,500
Summit Power Limited	824,600	1,750,000
The ACME Laboratories Limited	180,425	365,407
The City Bank Limited	6,262,870	6
<b>Total</b>	<b>38,137,138</b>	<b>45,748,610</b>

**18.00 Other income**

Miscellaneous Expenses reversal	212,069	-
<b>Total</b>	<b>212,069</b>	<b>-</b>

