

VIPB NLI 1st Unit Fund

Independent Auditor's Report and Financial  
Statements

As at and for the period from 07 February 2022 to  
30 June 2023

# **Hoda Vasi Chowdhury & Co**

## **Chartered Accountants**

### **Independent Auditor's Report to the unit holders of VIPB NLI 1st Unit Fund** **Report on the audit of the financial statements**

#### **Opinion**

We have audited the financial statements of VIPB NLI 1st Unit Fund (the "Fund"), which comprise the statement of financial position as at 30 June 2023 and the statement of profit or loss and statement of changes in equity and statement of cash flows for the period from 07 February 2022 to 30 June 2023 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, the financial position of the Fund as at 30 June 2023 and of its financial performance and its cash flows for the period from 07 February 2022 to 30 June 2023 in accordance with International Financial Reporting Standards (IFRS) as explained in note 2.

#### **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 Company in accordance with the International Ethics Standards 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 ethical requirements and IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Other matters**

This is the first set of financial statements of the Fund from the date of conversion from NLI First Mutual Fund to VIPB NLI 1<sup>st</sup> Unit Fund on 07 February 2022 to 30 June 2023. The erstwhile NLI First Mutual Fund was a close-ended mutual fund and as per Bangladesh Securities and Exchange Commission (BSEC) approval dated 27 July 2022 it was effectively dissolution of the previous Fund and creation of a new Fund. Accordingly, no opening balance or comparative information have been presented.

#### **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.



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

#### **Reporting on other information**

Management 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.

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 identified above when it becomes available 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.

If, based on the work we have performed, on the other information obtained prior to the date of this audit report, 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 Manager of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2, 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 and error.

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



**Report on other Legal and Regulatory Requirements**

In accordance with Securities and Exchange Rules 2020, Securities and Exchange Commission (Mutual Fund) Rules 2001 and other applicable laws and regulations, we also report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) the Fund's balance sheet and income statement along with the annexed notes thereto dealt with by this report are in agreement with books of account of the Fund; and
- c) 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.

Dhaka, 30 July 2023  
DVC No: 2308020770AS262046



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



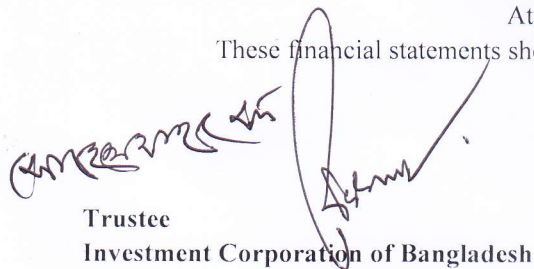


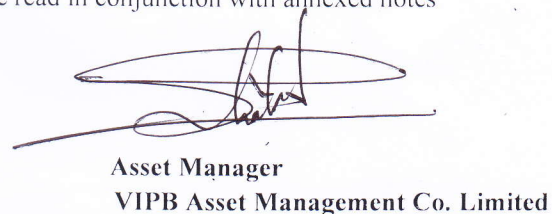
**VIPB NLI 1ST UNIT FUND**  
**Statement of Financial Position**  
**As at 30 June 2023**

Particulars	Notes	30 June 2023
		Taka
<b>Assets</b>		
Investments - at market price	3	510,347,557
Accounts receivables	4	2,254,216
Advances, deposits and prepayments	5	1,366,577
Fixed deposit receipt (FDR)	6	50,815,625
Cash and cash equivalents	7	48,531,039
Preliminary and issue expenses	8	5,259,010
<b>Total assets</b>		<b>618,574,025</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Unit capital	9	646,706,040
Unit premium reserve	10	7,478,880
Retained earnings/(accumulated losses)		(41,883,190)
<b>Total equity</b>		<b>612,301,730</b>
<b>Current liabilities</b>		
Accounts payable	11	573,279
Liability for expenses	12	5,699,016
<b>Total</b>		<b>6,272,295</b>
<b>Total equity and liabilities</b>		<b>618,574,025</b>
<b>Net asset value (NAV)</b>		<b>612,301,730</b>
<b>Net asset value (NAV) per unit:</b>		

At cost	13	10.22
At market price	14	9.47


These financial statements should be read in conjunction with annexed notes

  
Trustee  
Investment Corporation of Bangladesh

  
Asset Manager  
VIPB Asset Management Co. Limited

See the annexed report of even date

Dhaka, 30 July 2023  
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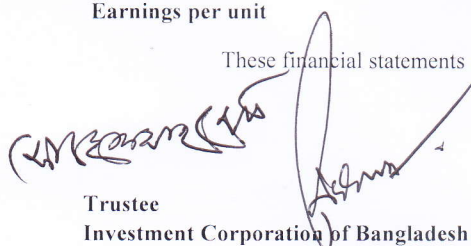
  
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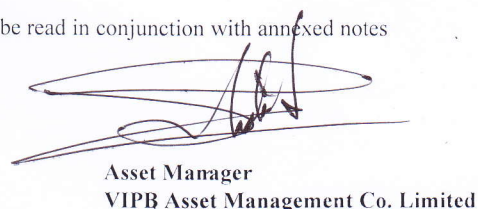


**VIPB NLI 1ST UNIT FUND**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the period from 07 February 2022 to 30 June 2023**

Particulars	Notes	07 February 2022 to 30 June 2023
		Taka
<b>Income</b>		
Net gain/(loss) on sale of marketable securities	15	(15,082,205)
Dividend income	16	25,149,103
Interest income	17	13,901,567
<b>Total</b>		<b>23,968,465</b>
<b>Expenses</b>		
Management fees		9,917,164
Amortization of preliminary and issue expenses		1,234,693
BSEC annual fees		715,293
CDBL annual fees		122,503
CDBL settlement and demat charges		173,712
Trustee fees		672,821
Custodian fees		471,088
IPO application fees		34,000
Brokerage commission		323,653
Audit fees		40,000
Newspaper publication expenses		800
Bank charges and excise duty		1,268,394
Other operating expenses		211,914
Tax deducted at source from dividend income		1,939,880
<b>Total</b>		<b>17,125,916</b>
<b>Net profit before provision</b>		<b>6,842,549</b>
Provision for unrealized loss on investments	18	(48,725,739)
<b>Net profit/(loss) for the period</b>		<b>(41,883,190)</b>
<b>Earnings per unit</b>	19	<b>(0.65)</b>

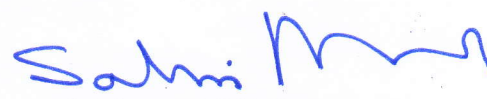
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Sabbir Ahmed FCA, Partner  
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**VIPB NLI 1ST UNIT FUND**  
**Statement of Changes in Equity**  
**For the period from 07 February 2022 to 30 June 2023**

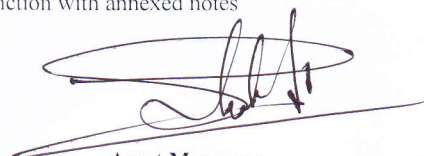
Figure in Taka

Particulars	Unit capital	Unit premium reserve	Retained earnings/ (Accumulated losses)	Total equity
Opening Balance as on 07 February 2022	752,486,080	-	-	752,486,080
Units issued during the period	2,953,880	7,678,741	-	10,632,621
Redemption during the period	(108,733,920)	(199,861)	-	(108,933,781)
Net profit/(loss) during the period	-	-	(41,883,190)	(41,883,190)
<b>Balance as on June 30, 2023</b>	<b>646,706,040</b>	<b>7,478,880</b>	<b>(41,883,190)</b>	<b>612,301,730</b>

These financial statements should be read in conjunction with annexed notes



Trustee  
Investment Corporation of Bangladesh



Asset Manager  
VIPB Asset Management Co. Limited


Dhaka, 30 July 2023

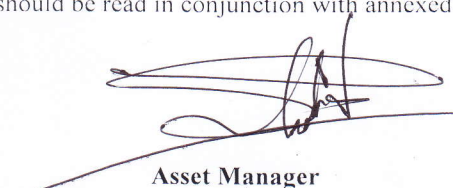


**VIPB NLI 1ST UNIT FUND  
STATEMENT OF CASH FLOWS  
For the period from 07 February 2022 to 30 June 2023**

Particulars	June 30, 2023
	Taka
<b>A. Cash flows from operating activities</b>	
Interest income from bank deposits	4,236,842
Interest income from BGTB	2,979,010
Gain on sale of investments	2,310,495
Dividend income	23,047,502
Management fees	(4,839,855)
Advance, deposit and prepayments	(1,838,828)
Bank charge and excise duties	(792,745)
CDBL settlement & demat charges	(167,874)
Brokerage commission	(323,653)
Custodian fee	(589,567)
Trustee fee	(330,635)
Preliminary & issue expenses	(6,415,500)
Other operating expenses	(49,335,401)
<b>Net cash from operating activities</b>	<b>(32,060,210)</b>
<b>B. Cash flows from investing activities</b>	
Net investment in shares and securities	163,158,483
Net investment in BGTB	(93,106,800)
Investment in FDR	53,711,376
<b>Net cash from investing activities</b>	<b>123,763,058</b>
<b>C. Cash flows from financing activities</b>	
Proceeds from issuance of units	2,754,019
Payment for redemption of units	(51,948,652)
Dividend payment	(871,038)
<b>Net cash from financing activities</b>	<b>(50,065,671)</b>
<b>Net cash flows for the period</b>	<b>41,637,178</b>
Cash and cash equivalents at the beginning of the period	6,893,861
<b>Cash and cash equivalents at the end of the period</b>	<b>48,531,039</b>
<b>Net operating cash flows per unit</b>	<b>(0.50)</b>

These financial statements should be read in conjunction with annexed notes

  
Trustee  
Investment Corporation of Bangladesh

  
Asset Manager  
VIPB Asset Management Co. Limited



Dhaka, 30 July 2023



**VIPB NLI 1<sup>st</sup> Unit Fund**  
**Notes to the financial statements**  
**As at and for the period from 07 February 2022 to 30 June 2023**

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

**1.01 Background of the Fund and its objectives**

VIPB NLI 1<sup>st</sup> Unit Fund (the “Fund”) was created upon conversion of NLI First Mutual Fund (NLI1STMF), a closed-end Mutual Fund. NLI1STMF was a closed-end Mutual Fund managed by VIPB Asset Management Company Limited, launched in 2011-12 and listed with the stock exchanges on February 06, 2012. NLI1STMF has been de-listed from the bourses on February 06, 2022 upon completion of its 10-year tenure as per Securities and Exchange Commission (Mutual Fund) Rules, 2001. Upon getting consent from National Life Insurance Company Limited, the sponsor of the earlier closed-end fund, on August 31, 2021, the Investment Corporation of Bangladesh, the Trustee, held a unitholders’ meeting on February 16, 2022 on an online platform where 99.93% of the unitholders present in the meeting passed a resolution in favor of the conversion of the Fund into an open-ended Fund.

VIPB NLI 1<sup>st</sup> Unit Fund was established as a Trust under the Trust Act 1882 and registered with Sub-Registrars Office under the Registration Act 1908, on June 15, 2022. The Fund received Registration Certificate from the Bangladesh Securities and Exchange Commission (BSEC) on June 26, 2022 under the Securities and Exchange Commission (Mutual Fund) Rules 2001. BSEC approved the Fund and provided consent on July 27, 2022. The initial size of the Fund was proposed to be Tk. 800,000,000 (Taka eight hundred million only) divided into 80,000,000 units of Tk. 10 each. However, as existing unitholders’ contribution met the minimum requirements, no initial public offer was made. Subsequently, the unit capital of the Fund at its inception was at Tk. 752,486,080 (Taka seven hundred fifty-two million four hundred eighty-six thousand and eighty only) divided into 75,248,608 units of Tk. 10 each. As per clause 21 of BSEC Directive No. SEC/CMRRCD/2009-193/175/Admin/62 dated July 08, 2015, the starting date of the new open-end fund (VIPB NLI 1<sup>st</sup> Unit Fund) shall be the next day (February 07, 2022) after the maturity date (February 06, 2022) of the earlier closed-end fund (NLI1STMF).

National Life Insurance Company Limited is the 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**

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 Preparation of the financial statements**

These financial statements are prepared on the accrual basis of accounting, under the historical cost convention, as modified for investments, which are 'market-to-market' and in conformity with the 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.

**2.02 Statement 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 year as per 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 investment has been shown in operating activities.

**2.03 Statement of changes in equity**

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth.

**2.04 Functional and presentation currency**

These financial statements are presented in Taka, which is the Fund's functional currency. Except as indicated figures have been rounded to the nearest Taka.

**2.05 Reporting period**

These financial statements are presented for the period from February 07, 2022 to June 30, 2023.

**2.06 Date of authorization**

These financial statements are authorized for issue by the Board of Trustee of the Fund on **July 30, 2023** for the financial year ended on June 30, 2023.

**2.07 Investment policy**

- a) The Fund shall only invest in securities and investment approved by the BSEC, the Bangladesh Bank and/or the Insurance Development and Regulatory Authority (IDRA) or any other competent authority in this regard.
- b) The Fund shall invest only in transferable securities whether in money market or equity market or privately placed debentures or securitized debts.
- c) Capital appreciation will be the primary consideration and dividend and interest income will be the secondary consideration for the investments as at fair value through other comprehensive income.



d) Dividend and interest income will be the primary consideration and capital appreciation will be the secondary consideration for the investments as at fair value through profit or loss.

e) The Fund shall categorize the investments either as “fair value through profit or loss” or as “fair value through other comprehensive income” as they deem prudent, as per provisions of IFRS 9.

f) Stock Dividend (Bonus shares) are added with existing shares with no value resulted decrease in per unit cost price of the existing shares.

#### **2.08 Valuation of investment**

The listed securities are valued at the closing quoted market price on the Dhaka Stock Exchange on the date of valuation on June 30, 2023. However, for those IPO shares the trading of which not yet started are shown at cost price.

#### **2.09 Dividend policy**

- a) After the close of annual accounts, the Trustee, as appears, shall declare dividend for the Fund.
- b) It shall distribute at least 70% of the Annual Income derived from realized gains of the Fund, as dividend, at the end of first accounting year.
- c) No dividend may be declared or paid other than from earnings of the Fund available for distribution.
- d) Surplus arising simply from the valuation of investments may not be available for dividend.

#### **2.10 Management fees**

The Fund shall pay a management fee to the Asset Management Company @ 2.50% per annum of the weekly average NAV up to Tk. 5.00 crore, @ 2.00% per annum for additional amount of the weekly average NAV up to Tk. 25.00 crore over Tk. 5.00 crore, @ 1.50% per annum for additional amount of the weekly average NAV up to Tk. 50.00 crore over 25.00 crore, and @ 1.00% per annum for additional amount of the weekly average NAV over Tk. 50.00 crore, accrued and payable half yearly.

#### **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 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.

#### **2.13 CDBL (Central Depository of Bangladesh Limited) fees**

Tk. 400,000/- advance to CDBL was the amount that was paid at the inception of NLIISTMF, the earlier closed-end fund. As the earlier fund has been converted into a new open-ended fund named as VIPB NLI 1<sup>st</sup> Unit Fund, therefore, the Tk. 400,000/- was carried forward to the new fund as advance which is a refundable 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. 20 crore  
-Above Tk 20 crore

Tk 20,000/-  
Tk 40,000/-



**2.14 Fund registration and annual fees**

BSEC has kindly exempted the registration fees for the fund under special consideration vide letter no BSEC/MF & SPV/MF-278/2022/1478 dated June 09, 2022. The Fund will have to pay @0.10% of the year end NAV of the Fund only per annum.

**2.15 Revenue recognition**

- a) Dividend income is recognized on the ex-dividend date/record date.
- b) Capital gains are recognized on being realized.
- c) Bonus shares have been recognized at zero cost.
- d) Interest on Fixed Deposit and Short Term Deposit is recognized as income on accrual basis.

**2.16 Taxation**

All income of the Fund is exempted from income tax under clause 10 of 6<sup>th</sup> Schedule (Part 1) of the Income Tax Act 2023. Hence no provision for tax has been made during the year in the Statement of Profit or Loss and Other Comprehensive Income.

**2.17 Preliminary and issue expenses**

As per the rule 8.5.3 of the Trust Deed and clause 3.8 (vi) of the Prospectus of VIPB NLI 1st Unit Fund, the preliminary & issue expenses will be written off over a period of 5 (five) years.

**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. Earnings per Share, which has been shown on the face of the Statement of Profit or Loss and Other Comprehensive Income and the computation of NAV per unit is stated in Note 17.

**2.20 General**

Figures appearing in these financial statements have been rounded off to nearest Taka.

**2.21 Proposed dividend:**

The Board of Trustee has recommended no dividend for the period ended June 30, 2023 on the Trustee Committee meeting on **July 30, 2023**





VIPB NLI 1ST UNIT FUND  
Portfolio as on June 30, 2023

3.00. Marketable investment-at market value

Figure in Taka

Name of the securities	Sector	Number of shares	Average cost/unit	Acquisition cost	% of Total Asset at Cost	Market rate	Market value	Sectoral exposure as % of Total	Unrealized gain/loss
BRAC Bank Limited	Bank	1,548,805	49.06	75,991,146	11.39%	35.80	55,447,219	11.39%	(20,543,927)
APSCIL Non-Convertible and Fully Redeemable Bond	Corporate Bond	557	5,400.00	3,007,800	0.45%	5,500.00	3,063,500	0.45%	55,700
Square Pharmaceuticals Limited	Pharmaceuticals & Chemicals	288,020	232.20	66,878,244	10.02%	209.80	60,426,596	20.06%	(6,451,648)
Renata Limited	Consumer Care	52,888	1,266.46	66,980,525	10.04%	1,217.90	64,412,295	20.06%	(2,568,230)
Marico Bangladesh Limited	Consumer Care	26,405	2,393.10	63,189,806	9.47%	2,421.50	63,939,708	9.47%	749,902
Linde Bangladesh Limited	Fuel & Power	13,051	1,768.30	23,078,083	3.46%	1,397.70	18,241,383	3.46%	(4,836,701)
Bata Shoe Company (Bangladesh) Limited	Tannery	18,120	913.00	16,543,560	2.48%	1,016.80	18,424,416	2.49%	1,880,856
M K Footwear (IPO shares)	Telecommunication	9,031	10.00	90,310	0.01%	11.00	99,341	0.01%	9,031
Granecophone Limited	Engineering	195,385	357.90	69,928,292	10.48%	286.60	55,997,341	10.48%	(13,930,951)
Singer Bangladesh Limited	Miscellaneous	173,362	168.30	29,176,825	4.37%	151.90	26,333,688	4.37%	(2,843,137)
Berger Paints Bangladesh Limited	Miscellaneous	28,349	1,802.60	51,101,907	7.66%	1,793.90	50,855,271	7.66%	(246,636)
<b>Subtotal</b>				<b>465,966,497</b>	<b>69.83%</b>		<b>417,240,757</b>	<b>69.83%</b>	<b>(48,725,739)</b>
<b>Instrument Name</b>	<b>Sector</b>	<b>Face Value</b>	<b>Issue date</b>	<b>Purchase cost</b>	<b>% of Total Asset at Cost</b>	<b>Yield</b>	<b>Market value</b>	<b>Sectoral exposure as % of Total Asset at Cost</b>	<b>Unrealized gain/loss</b>
BGTB 364-day T-Bill	Money market	100,000,000	20-Mar-23	93,106,800	13.95%	7.4239%	93,106,800	13.95%	-
<b>Subtotal</b>				<b>93,106,800</b>	<b>13.95%</b>		<b>93,106,800</b>	<b>13.95%</b>	<b>-</b>
<b>Total</b>				<b>559,073,297</b>	<b>83.78%</b>		<b>510,347,557</b>	<b>83.78%</b>	<b>(48,725,739)</b>

Total Assets at Cost Value = 667,299,764

Note: The Fund has invested 69.83% & 13.95% of the total assets at cost value in the capital market & money market instruments respectively. The rest is held as bank deposits.





**VIPB NLI 1ST UNIT FUND**  
**Notes to the financial statements**

		June 30, 2023
		Taka
<b>4.00 Accounts receivables</b>		
<b>Dividend receivable</b>		
Bata Shoe Company (Bangladesh) Limited		161,721
<b>Sub Total</b>		<b>161,721</b>
<b>Other receivable</b>		
Interest on FDR		239,469
Interest on BGTB T-Bills		1,853,026
<b>Sub Total</b>		<b>2,092,495</b>
<b>Total</b>		<b>2,254,216</b>
<b>5.00 Advance, deposit &amp; prepayments</b>		
<b>Security deposit</b>		
Deposit with Central Depository Bangladesh Ltd. (CDBL)		400,000
<b>Sub Total</b>		<b>400,000</b>
<b>Advance &amp; Prepayment</b>		
Annual CDBL fees		44,870
Annual Trustee fees		307,731
Annual BSEC fees		613,976
<b>Sub Total</b>		<b>966,577</b>
<b>Total</b>		<b>1,366,577</b>
<b>6.00 Fixed deposit receipt (FDR)</b>		
Southeast Bank Ltd (FDR no.1591)		50,815,625
<b>Total</b>		<b>50,815,625</b>
<b>7.00 Cash and cash equivalents</b>		
<b>Cash at banks</b>		
Southeast Bank Limited (VIPBNLI1STUF AC-084)		47,696,164
BRAC Bank Limited (AC-001)		330,327
Southeast Bank Limited (NLI1STMF DIV 2019-20)		209,826
Southeast Bank Limited (NLI1STMF DIV 2020-21)		293,355
<b>Sub Total</b>		<b>48,529,673</b>
<b>Cash in brokerage accounts</b>		
BLI Securities Ltd		1,367
<b>Total</b>		<b>48,531,039</b>



**VIPB NLI 1ST UNIT FUND**

**Notes to the Financial Statements**

		June 30, 2023
		Taka
<b>8.00 Preliminary and issue expenses</b>		
Preliminary and issue expenses		6,493,703
Less: Amortization made during the year		(1,234,693)
<b>Total</b>		<b>5,259,010</b>
<b>Note:</b> As per the rule 8.5.3 of the Trust Deed and clause 3.8 (vi) of the Prospectus of VIPB NLI 1st Unit Fund, the preliminary & issue expenses will be written off over a period of 5 (five) years.		
<b>9.00 Unit capital</b>		
Opening balance		752,486,080
Add: New subscription		2,953,880
Less: Units redeemed		(108,733,920)
<b>Total</b>		<b>646,706,040</b>
<b>10.00 Unit premium reserve</b>		
Opening balance		-
Add: Unit premium raised during the year		7,678,741
Less: Premium reimbursed for redemption of units		(199,861)
<b>Total</b>		<b>7,478,880</b>
<b>11.00 Accounts payable</b>		
Accounts payable		32,705
Dividend Payable (2020-21)		326,542
Dividend Payable (2019-20)		214,033
<b>Total</b>		<b>573,279</b>
<b>12.00 Liability for expenses</b>		
Management fees		5,077,309
Custodian fees		273,976
Audit fees		40,000
<b>Total</b>		<b>5,699,016</b>
<b>13.00 Net Asset Value (NAV) per unit at cost</b>		
Net Asset Value (NAV) at market price		612,301,730
Add/(Less): Unrealized loss/(gain)		48,725,739
Net Asset Value (NAV) at cost price		<b>661,027,469</b>
No. of units		64,670,604
<b>NAV per unit at cost</b>		<b>10.22</b>
<b>14.00 Net Asset Value per unit at market price</b>		
Net Asset Value (NAV)		612,301,730
No. of units		64,670,604
<b>NAV per unit at market price</b>		<b>9.47</b>



**VIPB NLI 1ST UNIT FUND**

**Notes to the Financial Statements**

**07 February 2022 to 30  
June 2023**

**Taka**

**15.00 Net gain /(loss) on sale of marketable securities**

**Gain on sale of marketable securities**

AIMS 1st Guaranteed Mutual Fund	977,993
Al-Madina Pharmaceuticals Limited	130,669
Bata Shoe Company (Bangladesh) Limited	17,000
Chartered Life Insurance Company Ltd	388,778
Islami Commercial Insurance Company Limited	272,127
Marico Bangladesh Limited	96,135
Trust Islami Life Insurance Limited	427,794
<b>Total</b>	<b>2,310,495</b>

**Loss on sale of marketable securities**

Berger Paints Bangladesh Ltd	959,107
BRAC Bank Limited	3,621,036
Eastern Bank Limited	2,245,966
Grameenphone Limited	796,136
IDLC Finance	1,308,858
Linde Bangladesh Limited	1,111,800
Marico Bangladesh Limited	385,906
Renata Limited	1,460,800
Singer Bangladesh Limited	2,942,635
Square Pharmaceuticals Limited	1,543,421
The City Bank Limited	1,017,035
<b>Total</b>	<b>17,392,701</b>

**Net gain/(loss) on sale of marketable securities\***

**(15,082,205)**

\* Unrealized loss had to be recognized as assets were liquidated to honor redemption request after the conversion of the fund into an open-ended fund.

**16.00 Dividend income**

APSCL Non-Convertible and Fully Redeemable Bond	292,425
Bata Shoe Company (Bangladesh) Limited	709,180
Berger Paints Bangladesh Ltd	1,554,640
BRAC Bank Limited	2,275,277
Eastern Bank Limited	1,021,598
Grameenphone Limited	6,952,458
IDLC Finance	191,104
Linde Bangladesh Limited	1,430,947
Marico Bangladesh Limited	3,784,910
Renata Limited	771,094
Singer Bangladesh Limited	2,342,098
Square Pharmaceuticals Limited	3,310,770
The City Bank Limited	512,604
<b>Total</b>	<b>25,149,103</b>





**VIPB NLI 1ST UNIT FUND**

**Notes to the Financial Statements**

**07 February 2022 to 30  
June 2023**

**Taka**

**17.00 Interest income**

Fixed deposits receipts (FDR)

Short Notice Deposit (SND)

BGTB T-Bills

**Total**

5,071,893

3,997,638

4,832,036

**13,901,567**

**18.00 Provision for unrealized loss**

Unrealized gain/(loss) as on June 30, 2023

Less: Unrealized gain as on February 07, 2022\*\*

Provision for unrealized loss during the year

(48,725,739)

-

**(48,725,739)**

\*\* The assets including securities of the earlier closed-end fund (NLI First Mutual Fund) was transferred to the converted new open-ended fund (VIPB NLI 1st Unit Fund) at the market value of the audited financial statements of NLI First Mutual Fund as on February 06, 2022. As, the market price of the securities of the earlier fund as on February 06, 2022 were the effective cost price at the inception of the new fund, hence, VIPB NLI 1st Unit Fund, had no unrealized gain/(loss) at its inception on February 07, 2022.

**19.00 Earnings per Unit (EPU)**

Net profit/(loss) for the year

No. of units

**Earnings per Unit**

(41,883,190)

64,670,604

**(0.65)**

