

**LANKABANGLA AL-ARAFAH SHARIAH UNIT FUND  
INDEPENDENT AUDITORS' REPORT  
AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**



**INDEPENDENT AUDITORS' REPORT  
TO THE BOARD OF TRUSTEE  
OF  
LANKABANGLA AL-ARAFAH SHARIAH UNIT FUND**

**Opinion**

We have audited the financial statements of Lankabangla Al-Arafah Shariah Unit Fund, which comprise the statement of financial position as at 31 December 2021, and the statement of profit and loss and other 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, the accompanying financial statements present fairly in all material respects of the statement of financial position of Lankabangla Al-Arafah Shariah Unit Fund as at 31 December 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.

**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.

**Key Audit Matters:**

Key audit matters are those matters that, in the auditors' professional judgment, were of most significance in the audit of the financial statements of the current period and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by the auditors, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. These matters, and any comments we make on the results of our procedures thereon, 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. This is not a complete list of all risks identified by our audit.

<b>Risk</b>	<b>Our response to the risk</b>
<b>Valuation of Investments:</b>  The Fund's investment portfolio Presented in the Statement of Financial Position at market value Tk. 232,479,493 represents 72.79% of the total assets Tk.319,348,824 as at 31 December 2021.  The market value of financial instruments that are traded in an active market is determined based on quoted market prices.	<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 values.</li><li>• Obtained year-end share holding positions from the fund and through directional testing assessed the completeness of the report;</li><li>• Obtained the CDBL report and share portfolio and cross checked against each other to confirm status of financial instruments;</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.	<ul style="list-style-type: none"><li>Assessing the adequacy of the disclosures in the financial statements against relevant accounting standards, the security and exchange Rules 1987, security exchange commission (Mutual Fund) Rules 2001 and other applicable laws and regulations.</li></ul>
Note no. 6 to the financial statements	
<b>Dividend Income:</b>	
Dividend from Tk.7,346,432 represents (constitutes the majority portion (13.82%) of the total income Tk. 53,122,872 for the year ended 31 December 2021.	We have tested the design and operating effectiveness of controls around the due and receivable recording process <ul style="list-style-type: none"><li>Comparing observable inputs against independent sources and externally available market data.</li><li>Re-performing the calculations used to check Accuracy and correctness of information.</li><li>Assessing the adequacy revenue recognition, measurement and disclosures made in relation to the income in the financial statements</li></ul>
Note no. 17.00 to the financial statements	

### 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) Rule, 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.

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- 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 Bangladesh Securities & Exchange Commission (Mutual Fund) Bidhimala, 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 and other comprehensive income 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) Rule, 2001;
- e) the expenditure incurred and payments made were for the purpose of the Fund Business, and
- f) the information and explanation required by us have been received and found satisfactory.

Place: Dhaka,  
Dated: January 20, 2022

**Md. Iqbal Hossain FCA**  
Partner, Enrolment No. 596 (ICAB)  
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants  
DVC No. 2201310596AS955535



**LankaBangla Al-Arafah Shariah Unit Fund**  
**Statement of Financial Position**  
**As at 31 December 2021**

Particulars	Notes	Amount in Taka	
		31-Dec-2021	31-Dec-2020
<b>A. Assets</b>			
Investments (at market price)	6	232,479,493	265,462,318
Preliminary and issue expenses	7	2,752,398	3,600,898
Advance, deposit and prepayments	8	204,925	91,400
Other receivables	9	26,701,819	2,515,880
Cash and cash equivalents	10	57,210,189	29,434,919
<b>Total Asset</b>		<b>319,348,824</b>	<b>301,105,415</b>
<b>B. Liabilities</b>			
Liability for expenses	11	3,598,434	3,374,628
<b>Total Liabilities</b>		<b>3,598,434</b>	<b>3,374,628</b>
<b>C. Net Assets (A-B)</b>		<b>315,750,390</b>	<b>297,730,787</b>
<b>D. Owners' Equity</b>			
Unit capital fund	12	305,109,620	306,973,040
Unit premium reserve	13	(13,418,543)	(13,431,438)
Retained earnings		24,059,313	4,189,185
<b>Total Owners' Equity</b>		<b>315,750,390</b>	<b>297,730,787</b>
<b>Net Asset Value (NAV) Per Unit</b>			
At market price	14	<b>10.35</b>	<b>9.70</b>
At cost price	15	<b>10.64</b>	<b>9.80</b>

These financial statements should be read in conjunction with annexed notes

Investment Corporation of Bangladesh  
(Trustee)

LankaBangla Asset Management Company Ltd.  
(Asset Manager)

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

Dated, Dhaka  
January 20, 2022





**LankaBangla Al-Arafah Shariah Unit Fund**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**As at 31 December 2021**

Particulars	Notes	Amount in Taka	
		31-Dec-2021	31-Dec-2020
<b>Revenue</b>			
Gain/(loss) on sale of marketable securities	16	44,439,726	(690,635)
Dividend income	17	7,346,432	6,794,634
Profit on bank deposit and MTDR	18	1,336,714	1,552,656
		<b>53,122,872</b>	<b>7,656,655</b>
<b>Less : Operating Expenses</b>			
Management fees		6,250,110	5,186,028
Amortization of preliminary and issue expenses		848,500	850,826
CDBL fees		46,000	46,252
CDBL settlement and demat charges		44,770	57,518
Custodian fees		400,450	314,062
Trustee fees		475,012	376,618
BSEC annual fees		278,628	218,208
Audit fees		30,000	25,000
Brokerage commission		531,546	677,182
Selling agents' commission		16,580	25,698
Bank charges and excise duty		50,968	83,992
Advertisement and publication expenses		244,000	190,600
Other expenses	19	89,800	178,235
<b>Total Expenses</b>		<b>9,306,364</b>	<b>8,230,219</b>
<b>Profit/(Loss) Before Provision for the Year</b>		<b>43,816,508</b>	<b>(573,564)</b>
Add/(Less):(Provision)/Write back of provision for the year	20	(5,707,420)	70,962,873
<b>Net Profit/(Loss) After Provision for the Year</b>		<b>38,109,088</b>	<b>70,389,309</b>
<b>Earnings Per Unit (EPU) After Provision for the Year</b>	21	<b>1.25</b>	<b>2.29</b>

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**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants

Dated, Dhaka  
January 20, 2022





**LankaBangla Al-Arafah Shariah Unit Fund**  
**Statement of Changes in Equity**  
**For the year ended December 31, 2021**

*Amount in Taka*

Particulars	Unit capital fund	Unit premium /discount	Retained earnings	Total equity
Opening balance as at 01 January 2021	306,973,040	(13,431,438)	4,189,185	297,730,787
Unit fund raised for the year	1,579,500	-	-	1,579,500
Unit fund decrease for the year	(3,442,920)	-	-	(3,442,920)
Unit premium reserve for the year	-	118,800	-	118,800
Unit discount for the year	-	(105,905)	-	(105,905)
Net profit/(loss) for the year	-	-	38,109,088	38,109,088
Dividend paid for the year	-	-	(18,238,960)	(18,238,960)
Closing balance as at 31 December 2021	<u>305,109,620</u>	<u>(13,418,543)</u>	<u>24,059,313</u>	<u>315,750,390</u>

**LankaBangla Al-Arafah Shariah Unit Fund**  
**Statement of Changes in Equity**  
**For the year ended December 31, 2020**

*Amount in Taka*

Particulars	Unit capital fund	Unit premium /discount	Retained earnings	Total equity
Opening balance as at 01 January 2020	306,405,000	194,349	(66,200,124)	240,399,225
Unit fund raised for the year	155,727,080	-	-	155,727,080
Unit fund decrease for the year	(155,159,040)	-	-	(155,159,040)
Unit premium reserve for the year	-	29,173,143	-	29,173,143
Unit discount for the year	-	(42,798,930)	-	(42,798,930)
Net profit/(loss) for the year	-	-	70,389,309	70,389,309
Closing balance as at 31 December 2020	<u>306,973,040</u>	<u>(13,431,438)</u>	<u>4,189,185</u>	<u>297,730,787</u>

These financial statements should be read in conjunction with annexed notes

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Trustee

LankaBangla Asset Management Company Ltd.  
(Asset Manager)

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

Dated, Dhaka  
January 20, 2022







**LankaBangla Al-Arafah Shariah Unit Fund**  
**Statement of Cash Flows**  
**For the year ended December 31, 2021**

Particulars	Notes	Amount in Taka	
		31-Dec-2021	31-Dec-2020
<b>A. Cash Flows from Operating Activities</b>			
Gain on sale of securities		25,029,066	326.164
Dividend income received in cash		5,918,233	7,975.906
Profit on bank deposit and MTDR		754,272	1,288.108
Advance, deposit and prepayments		(12,690,089)	-
Payment made for expenses		(7,047,042)	(6,672.662)
<b>Net Cash Flows from/(used in) Operating Activities</b>		<b>11,964,440</b>	<b>2,917,516</b>
<b>B. Cash Flows from Investing Activities</b>			
Acquisition of shares from secondary market		(97,020,552)	(199,404,056)
Investments in IPO		(90,057,500)	(77,119,392)
Investments returned from IPO		64,953,870	56,922,252
Proceeds from sale of shares in secondary market		158,024,489	242,690,502
<b>Net Cash Flows from/(used in) Investing Activities</b>		<b>35,900,307</b>	<b>23,089,306</b>
<b>C. Cash Flows from Financing Activities</b>			
Proceeds from issuance of units		1,698,480	46,778,683
Payments made for re-purchase of units		(3,548,997)	(59,836,430)
Dividend paid		(18,238,960)	-
<b>Net Cash Flows from/(used in) Financing Activities</b>		<b>(20,089,477)</b>	<b>(13,057,747)</b>
<b>D. Net Cash Inflows/Outflows during the period (A+B+C)</b>		<b>27,775,270</b>	<b>12,949,075</b>
<b>E. Cash and cash equivalents at the beginning of the period</b>		<b>29,434,919</b>	<b>16,485,844</b>
<b>F. Cash and cash equivalents at the end of the period (D+E)</b>		<b>57,210,189</b>	<b>29,434,919</b>
<b>Net Operating Cash Flows Per Unit (NOCFU)</b>		<b>0.39</b>	<b>0.10</b>

These financial statements should be read in conjunction with annexed notes

  
Investment Corporation of Bangladesh  
(Trustee)

  
LankaBangla Asset Management Company Ltd.  
(Asset Manager)

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

Dated, Dhaka  
January 20, 2022







**LankaBangla Al-Arafah Shariah Unit Fund**  
**Notes to the financial statements**  
**As at and for the year ended 31 December 2021**

**1.0 Introduction**

LankaBangla Al-Arafah Shariah Unit Fund (hereafter called as "the Fund") was established under a Trust Deed signed on May 17, 2017 between Al-Arafah Islami Bank Limited Employees' Gratuity Fund Trust as a 'Sponsor' and Investment Corporation of Bangladesh (ICB) as a "Trustee". The Fund was registered under the Trust Act 1882 and subsequently registered with Bangladesh Securities and Exchange Commission (BSEC) on July 06, 2017 vide Registration code no. BSEC/Mutual Fund/2017/81 under Bangladesh Securities and Exchange Commission (Mutual Fund) Rules, 2001. The operations of the Fund were commenced on April 02, 2018.

Al-Arafah Islami Bank Limited Employees' Gratuity Fund Trust is the Sponsor of the Fund while Investment Corporation of Bangladesh (ICB) is the Trustee and Custodian of the Fund. LankaBangla Asset Management Company Limited is managing the operations of the Fund.

**2.00 Closure of Accounting year of the Fund**

The Fund has been consistently closing its books of account as at 31 December and consisting every year.

**3.00 Objectives**

The objective of the fund is to generate capital appreciation and income by investing in the permissible markets at appropriate percentages as determined by the Asset Manager.

**4.00 Significant Accounting Policies:**

**4.01 Basis of Accounting**

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) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and also in compliance with requirements of Bangladesh Securities and Exchange Commission (Mutual Fund) Rules, 2001 and other laws and regulations applicable in Bangladesh.

**4.02 Valuation Policy**

- a) Listed securities (other than mutual fund) are valued on a conservative basis at cost price. Mutual Fund securities are valued at lower of 85% of Net Asset Value (NAV), cost price and market price as per SRO No. SEC/CMRRCD/2009-193/172 dated 30 June 2015.
- b) Stock dividend (Bonus shares) is added with existing shares with at zero cost.





#### 4.03 Income Recognition

- i) 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. Capital gains / (losses) are recognized or being realized based on weighted average cost basis.
- ii) Dividend income will recognize on the declaration of dividend and subsequent approval by Annual General Meeting (AGM).
- iii) Profit from bank deposit and MTDR is recognized on accrual basis.

#### 4.04 Preliminary and Issue Expense

Preliminary and issue expenses are being written off over a period of seven years on a straight-line method.

#### 4.05 Management Fees

The management fee of the Fund is to be paid to the asset management company per annum on weekly average net asset value (NAV) accrued and payable semi-annually. As per the prospectus and the provisions of the Securities & Exchange Commission (Mutual Fund) Rules, 2001, the fee is calculated using the following slabs:

S.L	NAV	Percentage
1.	On weekly average NAV up to Taka 50 million	2.5%
2.	On next 200 million of weekly average NAV	2.0%
3.	On next 250 million of weekly average	1.5%
4.	NAV On rest of weekly average NAV	1.0%

#### 4.06 Trustee Fees

The Trustee is entitled to an annual Trusteeship Fee of @ 0.15% of the Net Asset Value (NAV) of the Fund only payable semi-annually in advance basis during the life of the Fund as per Trust Deed.

#### 4.07 Selling Agents' Commission

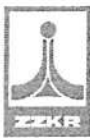
The Fund pays commissions to the authorized selling agent(s) appointed by the Asset Management Company at 1.00% on subscription amount.

#### 4.08 Custodian Fees

Investment Corporation of Bangladesh (ICB), the custodian of the Fund is entitled to receive a safekeeping fee @ 0.15% on the balance of securities held by the Fund calculated on the average month end value per annum as per Trust Deed.

#### 4.09 Taxation

The income of the Fund is fully exempted from Income Tax as per SRO No. 333-Act/Income Tax/2011 dated 10 November 2011, under Section 44(4) clause (b) of Income Tax Ordinance, 1984. Hence no provision for tax has been made.



#### **4.10 Dividend Distribution Policy**

- i) The Fund shall distribute minimum 70%, or as may be determined by the fat from time to time, of the annual net income of the Fund as dividend at the end of each accounting period after making provision for bad and doubtful investments. The dividend can be given in the form of cash.
- ii) Before declaration of dividend the Asset Management Company shall make a provision in consultation with the Auditors if market value of investments goes below the acquisition cost and the method of calculation of this provision will be incorporated in the notes of accounts.
- iii) Surpluses arising simply from the valuation of investments shall not be available for dividend.
- iv) Dividend entitlements will be dispatched within 45 days from the declaration of such dividends.

#### **4.11 Earnings Per Unit**

Earnings per unit has been calculated in accordance with IAS-33 "Earnings per Share" and shown on the face of the statement of profit or loss and other comprehensive income.

#### **4.12 Events after the Reporting Period**

The Board of Trustees of the Fund has declared and approved Interim cash dividend at the rate 6% (i.e. Taka 0.60 per unit) for the Period 30 June 2021 & final cash dividend at the rate of 5% (i.e. Taka 0.50 per unit) for the period ended 31 December 2021 at its meeting held on 20 January 2022.

#### **4.13 Provision**

A provision is recognized 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 according to IAS -37.

#### **4.14 Departure from IFRS and IAS**

a. The Fund has written off Preliminary and issue expenses over a period of seven (07) years on a straight-line method according to Rule-65(3) Ka of Securities & Exchange Commission (Mutual Fund) Rules, 2001 which contradicts with Paragraph 69(a) of IAS 38 'Intangible Assets', as it states that "no intangible or other asset is recognized when expenditure on start-up activities (i.e., Start-up costs) is incurred to provide future economic benefits".

b. The Fund is required to maintain provision for the erosion on value of marketable securities according Rule-67(1) of Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001 which contradicts with IAS 39.

#### **5.00 General**

Figures appearing in these financial statements have been rounded off to nearest Taka; and Comparative figures and account titles in the financial statements have been rearranged / reclassified where necessary to conform with current year's presentation.



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## LankaBangla Al-Arafah Shariah Unit Fund

## Notes to the Financial Statements

As at 31 December 2021

Particulars	Amount in Taka	
	31-Dec-2021	31-Dec-2020
<b>6.00 Investments (Annexure-A)</b>		
Investments at market price (Annexure-A)	228,848,197	260,466,718
Investment in IPO (Annexure-A)	3,631,296	4,995,600
	<b>232,479,493</b>	<b>265,462,318</b>
<b>7.00 Preliminary and issue expenses</b>		
<b>Opening balance as at 01 January 2021</b>	<b>3,600,898</b>	<b>4,451,724</b>
Less: Amortization made for the year	(848,500)	(850,826)
<b>Closing balance as at 31 December 2021</b>	<b>2,752,398</b>	<b>3,600,898</b>
<b>8.00 Advance, deposit and prepayments</b>		
<b>Advance</b>		
Annual fees-BSEC	194,465	80,940
Annual fees to CDBL	10,460	10,460
	<b>204,925</b>	<b>91,400</b>
<b>9.00 Other receivables</b>		
Accrued profit on bank deposit-MTDR	819,966	264,549
Accrued profit on bank deposit-MTDR-Dividend	27,025	-
IPO share receivable (Note-9.01)	22,037,500	-
Dividend Receivable (Note-9.02)	3,817,328	2,251,331
	<b>26,701,819</b>	<b>2,515,880</b>
<b>9.01</b> Tk. 21,400,000 receivable from IPO share application of Union Bank Limited and Tk. 637,500 receivable from IPO share application of BD Thai Food and Beverage Limited		
<b>9.02 Dividend receivables</b>		
Beximco Pharmaceuticals Limited	350,000	-
Renata Limited	87,000	52,000
Square Pharmaceuticals Limited	720,000	719,335
United Power Generation & Distribution Company Limited	850,000	-
National Tea Company Limited	7,000	-
Olympic Industries Limited	540,000	390,000
BBS Cables Limited	396,996	360,906
Dominage Steel Building Systems Limited	-	7,500
Nialco Alloys Limited	41,298	-
IT Consultants Limited	-	300,000
Bangladesh Submarine Cable Company Limited	643,996	240,000
Esquire Knit Composite Limited	-	150,000
Ring Shine Textiles Limited	31,038	31,038
Eastern Housing Limited	150,000	-
Sea Pearl Beach Resort & Spa Limited	-	552
	<b>3,817,328</b>	<b>2,251,331</b>





Particulars	Amount in Taka	
	31-Dec-2021	31-Dec-2020
<b>10.00 Cash and cash equivalents</b>		
<b>Cash at bank - MSND Account with:</b>		
Al-Arafah Islami Bank Ltd. (Banani Branch)	57,205,287	29,408,229
<b>Cash at bank - MSND (Dividend) Account with:</b>		
Al-Arafah Islami Bank Ltd. (Banani Branch)	1,539	-
<b>Cash at bank - CD Account with:</b>		
Al-Arafah Islami Bank Ltd. (Banani Branch)	3,363	26,690
	<b>57,210,189</b>	<b>29,434,919</b>
<b>11.00 Liability for expenses</b>		
Management fees	3,203,393	2,697,410
Custodian fees	197,146	159,997
Audit fees	30,000	25,000
Selling agents' commission	12,431	155,950
Trustee fees	5,609	37,938
Advertisement and publication expenses	12,000	12,000
Dividend purification	137,797	286,282
Unclaimed dividend account	-	-
Other payable	58	51
	<b>3,598,434</b>	<b>3,374,628</b>
<b>12.00 Unit capital fund</b>		
<b>Opening balance as at 01 January 2021</b>	<b>306,973,040</b>	<b>306,405,000</b>
Add: New subscription of 157,950 units of Tk. 10 each	1,579,500	155,727,080
Less: Surrendered of 344,292 units of Tk. 10 each	(3,442,920)	(155,159,040)
<b>Closing balance as at 31 December 2021</b>	<b>305,109,620</b>	<b>306,973,040</b>
<b>13.00 Unit premium reserve</b>		
<b>Opening balance as at 01 January 2021</b>	<b>(13,431,438)</b>	<b>194,349</b>
Add: Unit premium for the year	118,800	29,173,143
Less: Unit discount for the year	(105,905)	(42,798,930)
<b>Closing balance as at 31 December 2021</b>	<b>(13,418,543)</b>	<b>(13,431,438)</b>
<b>14.00 Net Asset Value (NAV) per unit at market price</b>		
Total asset value at market price	319,348,824	301,105,415
Less: Liability for expenses	(3,598,434)	(3,374,628)
	<b>315,750,390</b>	<b>297,730,787</b>
Number of units	30,510,962	30,697,304
NAV per unit at market price	<b>10.35</b>	<b>9.70</b>
<b>15.00 Net Asset Value (NAV) per unit at cost price</b>		
Total net asset value at market price	315,750,390	297,730,787
Add: Unrealized loss of marketable securities	8,830,983	3,123,563
	<b>324,581,372</b>	<b>300,854,350</b>
Number of units	30,510,962	30,697,304
NAV per unit at cost price	<b>10.64</b>	<b>9.80</b>



Particulars	Amount in Taka	
	31-Dec-2021	31-Dec-2020
<b>16.00 Gain/(Loss) on sale of marketable securities</b>		
First Security Islami Bank Limited	(169,913)	-
Islami Bank Bangladesh Limited	5,249,866	(33,459)
Shahjalal Islami Bank Limited	18,448	-
Fareast Islami Life Insurance Co. Limited	12,510	-
Sonali Life Insurance Company Limited	1,466,325	-
Takaful Islami Insurance Limited	1,023,280	(148,810)
The ACME Laboratories Limited	(38,614)	-
ACME Pesticides Limited	757,427	-
Active Fine Chemicals Limited	-	(4,229,939)
Beacon Pharmaceuticals Limited	223,800	-
Beximco Pharmaceuticals Limited	1,602,518	4,754,806
Marico Bangladesh Limited	182,336	-
Reckitt Benckiser(Bd.) Limited	521,480	-
Renata Limited	60,468	(346,721)
Salvo Chemical Industry Limited	-	(1,239,541)
Silco Pharmaceuticals Limited	-	292,014
Square Pharmaceuticals Limited	(805,670)	-
Associated Oxygen Limited	-	495,508
Intraco Refueling Station Limited	-	(2,346,369)
Linde Bangladesh Limited	-	(1,831,885)
Shahjibazar Power Co. Limited	-	(388,417)
United Power Generation & Distribution Company Limited	-	403,264
BBS Cables Limited	-	(928,630)
Coppertech Industries Limited	-	177,016
Dominage Steel Building Systems Limited	44,222	1,092,778
Rangpur Foundry Limited	470,330	-
Nahee Aluminium Composite Panel Limited	-	437,765
S. S. Steel Limited	-	48,103
Walton Hi-Tech Industries Limited	4,496,064	4,266,338
LafargeHolcim Bangladesh Limited	600,378	-
Bangladesh Submarine Cable Company Limited	3,508,782	420,552
Grameenphone Limited	(317,978)	-
Robi Axiata Limited	21,741,815	-
Aamra Networks Limited	-	1,072,013
ADN Telecom Limited	-	719,966
eGeneration Limited	403,125	-
Genex Infosys Limited	1,894,479	416,320
IT Consultants Limited	(384,313)	(1,427,343)
Fortune Shoes Limited	-	7,913
Esquire Knit Composite Ltd.	(535,483)	(827,449)
New Line Clothings Limited	-	116,154
Ring Shine Textiles Limited	-	(670,239)
Square Textile Limited	-	(475,385)
National Tea Company Limited	1,203,689	-





Particulars	Amount in Taka	
	31-Dec-2021	31-Dec-2020
Taufika Foods and Agro Industries Limited	384,786	-
Unilever Consumer Care Limited	-	1,402,569
Eastern Housing Limited	(512,105)	(157,807)
Sea Pearl Beach Resort & Spa Limited	202,524	285,265
Unique Hotel & Resorts Limited	-	(1,556,620)
Berger Paints Bangladesh Limited	13,535	-
Index Agro Industries Limited	1,130,178	-
AIBL 1st Islamic Mutual Fund	(8,563)	(490,365)
	<b>44,439,726</b>	<b>(690,635)</b>

**17.00 Dividend income**

Islami Bank Bangladesh Limited	-	1,180,000
Shahjalal Islami Bank Limited	210,000	-
Beximco Pharmaceuticals Limited	349,405	-
Marico Bangladesh Limited	288,242	-
Renata Limited	86,008	51,407
Silco Pharmaceuticals Limited	-	23
Square Pharmaceuticals Limited	690,730	689,986
Linde Bangladesh Limited	-	757,925
Shahjibazar Power Co. Limited	-	58
United Power Generation & Distribution Company Limited	807,500	413,250
LafargeHolcim Bangladesh Limited	-	98,960
BBS Cables Limited	396,792	360,689
Coppertech Industries Limited	-	4
Dominage Steel Building Systems Limited	-	7,497
Nialco Alloys Limited	41,186	-
Singer Bangladesh Limited	299,880	346,465
Walton Hi-Tech Industries Limited	349,230	443,190
Genex Infosys Limited	-	27
IT Consultants Limited	-	295,050
Esquire Knit Composite Limited	-	149,387
New Line Clothings Limited	-	11
Ring Shine Textiles Limited	-	31,029
Bangladesh Submarine Cable Company Limited	611,088	224,136
Grameenphone Limited	2,332,662	1,364,486
National Tea Company Limited	6,990	-
Olympic Industries Limited	526,824	380,484
Sea Pearl Beach Resort & Spa Limited	-	570
Eastern Housing Limited	149,895	-
IFIL Islamic Mutual Fund-I	200,000	-
	<b>7,346,432</b>	<b>6,794,634</b>





Particulars	Amount in Taka	
	31-Dec-2021	31-Dec-2020
<b>18.00 Profit on bank deposit and MTDR</b>		
<b>MSND Account with:</b>		
Al-Arafah Islami Bank Ltd. (Banani Branch)	1,309,672	1,552,656
<b>MSND (Dividend) Account with:</b>		
Al-Arafah Islami Bank Ltd. (Banani Branch)	27,042	-
	<u>1,336,714</u>	<u>1,552,656</u>
<b>19.00 Other expenses</b>		
Shariah board meeting expenses	60,000	47,835
Trustee meeting expenses	-	100,000
IPO application fees	18,000	29,000
BO account maintenance charges	1,800	1,400
Donation for Biniyog Shiksha Tahobil	10,000	-
	<u>89,800</u>	<u>178,235</u>
<b>20.00 (Provision)/Write back of provision for diminution in value of marketable securities</b>		
Opening balance as at 01 January 2021	(3,123,563)	(74,086,436)
Add: (Provision)/Write back of provision for the year	(5,707,420)	70,962,873
	<u>(8,830,983)</u>	<u>(3,123,563)</u>
<b>21.00 Earnings per unit</b>		
Net Profit/(Loss) After Provision for the Year	38,109,088	70,389,309
Number of units	30,510,962	30,697,304
Earnings Per Unit (EPU) After Provision for the Year	<u>1.25</u>	<u>2.29</u>





**LankaBangla Al-Arafah Shariah Unit Fund**  
**Investment in Marketable securities**  
**As at 31 December 2021**

Annexure-A  
Amount in Taka

Sl. No.	Sectors Name	Name of the Companies	No. of Shares	Average Cost Price Per Share	Total Acquisition Cost	Market Price Per Share	Total Market Value	Gain/(Loss)
1	Bank	First Security Islami Bank Limited	150,000	13.13	1,969,913	12.90	1,935,000	(34,913)
2		Islami Bank Bangladesh Limited	61,300	33.13	2,030,814	32.00	1,961,600	(69,214)
1	Insurance	Fareast Islami Life Insurance Company Limited	77,865	59.53	4,635,498	53.70	4,181,351	(454,148)
1		The ACME Laboratories Limited	15,000	86.58	1,298,739	86.50	1,297,500	(1,239)
2	Pharmaceuticals & Chemicals	Beximco Pharmaceuticals Limited	100,000	191.17	19,116,664	192.70	19,270,000	153,336
3		Marico Bangladesh Limited	5,000	2,105.60	10,527,998	2,301.00	11,505,000	977,002
4		Renata Limited	8,000	1,051.51	8,412,097	1,312.00	10,496,000	2,083,903
5		Square Pharmaceuticals Limited	120,000	241.89	29,027,142	214.30	25,716,000	(3,311,142)
1	Engineering	BBS Cables Limited	416,845	74.87	31,208,480	55.90	23,301,636	(7,906,844)
2		Mostafa Metal Industries Limited	26,960	10.00	269,600	10.70	288,472	18,872
3		Nialco Alloys Limited	41,298	10.00	412,980	23.60	974,633	561,653
4		Singer Bangladesh Limited	100,000	169.76	16,975,813	169.90	16,990,000	14,187
1	Textile	Ring Shine Textile Limited	3,103	8.61	26,716	9.60	29,789	3,073
1	Fuel & Power	United Power Generation & Distribution Company Ltd.	50,000	278.87	13,943,627	244.20	12,210,000	(1,733,627)
1	Tannery Industries	Bata Shoe Company (Bangladesh) Limited	1,500	937.42	1,406,126	966.90	1,450,350	44,224
1		Olympic Industries Limited	100,000	211.14	21,114,028	160.60	16,060,000	(5,054,028)
2	Food & Allied	Unilever Consumer Care Limited	2,000	2,834.50	5,669,005	2,977.10	5,954,200	285,195
1		Bangladesh Submarine Cable Company Limited	171,272	155.54	26,639,831	210.10	35,984,247	9,344,416
2	Telecommunication	Grameenphone Limited	83,000	391.58	32,501,264	349.50	29,008,500	(3,492,764)
1		Berger Paints Bangladesh Limited	5,000	1,817.73	9,088,665	1,765.90	8,829,500	(259,165)
2	Miscellaneous	Krishibid Feed Limited	86,526	10.00	865,260	10.00	865,260	-
3		Master feed Agrotec Limited	26,648	10.00	266,480	9.60	255,821	(10,659)
4		Oryza Agro Industries Limited	27,244	10.00	272,440	10.40	283,338	10,898
		<b>Total</b>	<b>237,679,180</b>		<b>237,679,180</b>		<b>228,848,197</b>	<b>(8,830,983)</b>





**LankaBangla Al-Arafah Shariah Unit Fund**  
**Investment in securities-IPO**  
**As at 31 December 2021**

Sl.No	Sector Name	Name of the Mutual Fund	No. of Units	Cost per unit	Total acquisition cost	Market Price per unit	Total Market Value	Amount in Taka
1	Mutual Fund	IFIL Islamic Mutual Fund-I	500,000	7.26	3,631,296	6.40	3,200,000	(431,296)
		<b>Total</b>			<b>3,631,296</b>		<b>3,200,000</b>	<b>(431,296)</b>

As per BSEC Circular No. SEC/CMRRCD/2009-193/172, dated 30 June 2015 Mutual Fund has separate provision method for investment in Mutual Funds which has been given below

Sl. No.	Sector Name	Name of the Mutual Fund	No. of Units	Cost per unit	Total acquisition cost	Adjusted Market Price per unit	Total Adjusted Market Value	Amount in Taka
1	Mutual Fund	IFIL Islamic Mutual Fund-I	500,000	7.26	3,631,296	7.26	3,631,296	-
		<b>Total</b>			<b>3,631,296</b>		<b>3,631,296</b>	<b>-</b>

Sl. No.	Investment in securities at market price	Total cost price	Total market price	Excess / (Deficit)
1	Investment in securities other than Mutual Fund	237,679,180	228,848,197	(8,830,983)
2	Investment in Mutual Fund	3,631,296	3,631,296	-
	<b>Total</b>	<b>241,310,476</b>	<b>232,479,493</b>	<b>(8,830,983)</b>





**LankaBangla Al-Arafah Shariah Unit Fund  
Valuation of Closed End Mutual Fund**

As at 31 December 2021

Annexure-B

As per BSEC Circular No. SEC/CMRRCD/2009-193/172, dated 30 June 2015 Closed End Mutual Fund

Sl.No.	Name of the Mutual Fund	Face value	No. of Units	Average cost per unit	Total acquisition cost	Market Price per unit	Total Market Value	Unrealised gain/ (loss) (based on MP)	Particular Funds NAV on 28/12/2021	85% Last NAV (Tk./unit)	Required provision	Unrealised loss recovery	Total adjusted market price
1	IFIL Islamic Mutual Fund-I	10.00	500,000	7.26	3,631,296	6.40	3,200,000	(431,296)	9.47	8.05	-	431,296	3,631,296

