



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

Opinion

We have audited the financial statements of Lanka Bangla Al-Arafah Shariah Unit Fund, which comprise the statement of financial position as at 31 December 2023, 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 Lanka Bangla Al-Arafah Shariah Unit Fund as at 31 December 2023, 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.

Table with 2 columns: Risk and Our response to the risk. Row 1: Valuation of Investments; Risk: The Fund's investment portfolio Presented in the Statement of Financial Position at market value Tk. 206,096,620 represents 66.88% of the total assets Tk. 308,214,648 as at 31 December 2023. Response: 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. Obtained year-end share holding positions from the fund and through directional testing assessed the completeness of the report;





<p>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.</p>	<ul style="list-style-type: none">• Obtained the CDBL report and share portfolio and cross checked against each other to confirm status of financial instruments;• 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.
<p>Note no. 6.00 to the financial statements</p>	
<p>Dividend Income:</p>	
<p>Dividend from Tk. 4,520,196 represents (constitutes the majority portion 40.23% of the total income Tk. 11,233,094 for the year ended 31 December 2023.</p>	<p>We have tested the design and operating effectiveness of controls around the due and receivable recording process</p> <ul style="list-style-type: none">• 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
<p>Note no. 19.00 to the financial statements</p>	

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



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 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 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 fund satisfactory.

Place: Dhaka,
Dated: January 28, 2024


Tarek Rashid FCA
Partner, Enrolment No. 1363 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants
DVC: 2402061363AS364808

A member of



Independent legal & accounting firms



LankaBangla Al-Arafah Shariah Unit Fund
Statement of Financial Position
As at 31 December 2023

Particulars	Notes	Amount in Taka	
		31-Dec-2023	31-Dec-2022
A. Assets			
Investments (At market price)	6.00	206,096,620	240,620,915
Investment in MTDR	7.00	-	20,000,000
Preliminary and issue expenses	8.00	1,055,394	1,903,896
Advance, deposit and prepayments	9.00	193,417	203,940
Other receivables	10.00	4,240,055	4,532,808
Cash and cash equivalents	11.00	96,629,162	47,807,018
Total Assets		308,214,648	315,068,577
B. Liabilities			
Liability for expenses	12.00	3,392,818	3,909,747
Total Liabilities		3,392,818	3,909,747
C. Net Assets (A-B)		304,821,830	311,158,830
D. Owners' Equity			
Unit capital fund	13.00	302,001,450	302,258,610
Unit premium reserve	14.00	(13,501,848)	(13,499,420)
Retained earnings		16,322,228	22,399,640
Total		304,821,830	311,158,830
Net Asset Value (NAV) Per Unit			
At market price	16.00	10.09	10.29
At cost price	17.00	10.56	10.87

These financial statements should be read in conjunction with annexed notes

Investment Corporation of Bangladesh
(Trustee)

LankaBangla Asset Management Company Ltd.
(Asset Manager)

Tarek Rashid FCA
Partner, Enrolment No. 1363
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants
DVC: 2402061363AS364808

Dated, Dhaka
Date: January 28, 2024





LankaBangla Al-Arafah Shariah Unit Fund
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2023

Particulars	Notes	Amount in Taka	
		31-Dec-2023	31-Dec-2022
Revenue			
Gain/(loss) on sale of marketable securities	18.00	(784,704)	18,589,469
Dividend income	19.00	4,520,196	7,308,578
Profit on bank deposit, MTDR and Bond	20.00	7,497,602	5,455,376
		11,233,094	31,353,423
Less : Operating Expenses			
Management fees		6,040,907	6,174,620
Amortization of preliminary and issue expenses		848,502	848,502
CDBL settlement and demat charges		11,245	21,476
CDBL fees		46,000	46,000
Custodian fees		384,742	375,198
Trustee fees		454,093	467,463
BSEC annual fees		303,388	353,152
Audit fees		35,000	30,000
Brokerage commission		-	214,016
Selling agents' commission		1,288	2,513
Bank charges and excise duty		115,215	88,720
Advertisement and publication expenses		231,500	361,174
Other expenses	21.00	173,650	166,516
Total Expenses		8,645,530	9,149,350
Profit/(Loss) Before Provision for the Year		2,587,564	22,204,073
Add/(Less): (Provision)/Write back of provision for the year	22.00	3,425,368	(8,608,265)
Net Profit/(Loss) After Provision for the Year		6,012,932	13,595,808
Earnings Per Unit (EPU) After Provision for the Year	23.00	0.20	0.45

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Dated, Dhaka
Date: January 28, 2024





LankaBangla Al-Arafah Shariah Unit Fund
Statement of Changes in Equity
For the year ended 31 December 2022

Amount in Taka

Particulars	Unit capital fund	Unit premium /discount	Retained earnings	Total equity
Opening balance as at 01 January 2022	305,109,620	(13,418,543)	24,059,313	315,750,390
Unit fund raised for the year	4,149,550	-	-	4,149,550
Unit fund decrease for the year	(7,000,560)	-	-	(7,000,560)
Unit premium reserve for the year	-	176,615	-	176,615
Unit discount for the year	-	(257,492)	-	(257,492)
Net profit/(loss) for the year	-	-	13,595,808	13,595,808
Dividend paid for the year	-	-	(15,255,481)	(15,255,481)
Closing balance as at 31 December 2022	302,258,610	(13,499,420)	22,399,640	311,158,830

LankaBangla Al-Arafah Shariah Unit Fund
Statement of Changes in Equity
For the year ended 31 December 2023

Amount in Taka

Particulars	Unit capital fund	Unit premium /discount	Retained earnings	Total equity
Opening balance as at 01 January 2023	302,258,610	(13,499,420)	22,399,640	311,158,830
Unit fund raised for the year	227,980	-	-	227,980
Unit fund decrease for the year	(485,140)	-	-	(485,140)
Unit premium reserve for the year	-	479	-	479
Unit discount for the year	-	(2,907)	-	(2,907)
Net profit/(loss) for the year	-	-	6,012,932	6,012,932
Dividend paid for the year	-	-	(12,090,344)	(12,090,344)
Closing balance as at 31 December 2023	302,001,450	(13,501,848)	16,322,228	304,821,830

These financial statements should be read in conjunction with annexed notes

Investment Corporation of Bangladesh
(Trustee)

LankaBangla Asset Management Company Ltd.
(Asset Manager)

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Partner, Enrolment No. 1363
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Dated, Dhaka
Date: January 28, 2024





LankaBangla Al-Arafah Shariah Unit Fund
Statement of Cash Flows
For the year ended 31 December 2023

Particulars	Notes	Amount in Taka	
		31-Dec-2023	31-Dec-2022
A. Cash Flows from Operating Activities			
Gain on sale of securities		(946,707)	18,375,452
Dividend income received in cash		5,247,539	8,009,637
Profit on bank deposit, MTDR and Bond		7,151,101	5,257,397
Advance, deposit and prepayments		(193,416)	(203,940)
Payment made for expenses		(8,198,109)	(7,942,162)
Net Cash Flows from/(used in) Operating Activities		3,060,408	23,496,384
B. Cash Flows from Investing Activities			
Acquisition of shares from secondary market		(18,815,505)	(67,615,400)
Investments in IPO		(10,680,000)	(60,898,590)
Investment in MTDR		(35,000,000)	(20,000,000)
Investments returned from IPO		10,442,910	66,784,510
Investments returned from MTDR		55,000,000	-
Proceeds from sale of shares in secondary market		57,164,258	67,017,290
Net Cash Flows from/(used in) Investing Activities		58,111,663	(14,712,190)
C. Cash Flows from Financing Activities			
Proceeds from issuance of units		227,554	4,326,176
Payments made for re-purchase of units		(487,137)	(7,258,060)
Dividend paid		(12,090,344)	(15,255,481)
Net Cash Flows from/(used in) Financing Activities		(12,349,927)	(18,187,365)
D. Net Cash Inflows/Outflows during the period (A+B+C)		48,822,144	(9,403,171)
E. Cash and cash equivalents at the beginning of the year		47,807,018	57,210,189
F. Cash and cash equivalents at the end of the year (D+E)		96,629,162	47,807,018
Net Operating Cash Flows Per Unit (NOCFU)		0.10	0.78

These financial statements should be read in conjunction with annexed notes

Investment Corporation of Bangladesh
(Trustee)

LankaBangla Asset Management Company Ltd.
(Asset Manager)

Dated, Dhaka
Date: January 28, 2024



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Partner, Enrolment No. 1363 (ICAB)
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Chartered Accountants



LankaBangla Al-Arafah Shariah Unit Fund
Notes to the financial statements
As at and for the year ended 31 December 2023

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 2023 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

As per 6th Schedule, Part- 1 (Para 10) of Income Tax Act- 2023, Mutual Fund is exempted from any Tax deduction.





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 dividend at the rate of 3% (i.e. Tk. 0.30 per unit) for the year ended 31 December 2023 at its meeting held on 28 January 2024.

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.



LankaBangla Al-Arafah Shariah Unit Fund
Notes to the Financial Statements
As at 31 December 2022

Particulars	Amount in Taka	
	31-Dec-2023	31-Dec-2022
6.00 Investments (at market price)		
Investments at market price (Annexure-A)	184,396,620	235,920,915
Investment in Bond (Annexure-A)	17,000,000	
Investment in IPO (Annexure-A)	4,700,000	4,700,000
	206,096,620	240,620,915
7.00 Investment in MTDR		
Investment in MTDR	-	20,000,000
	-	20,000,000
8.00 Preliminary and issue expenses		
Opening balance as at 01 January 2023	1,903,896	2,752,398
Less: Amortization made for the year	(848,502)	(848,502)
Closing balance as at 31 December 2023	1,055,394	1,903,896
9.00 Advance, deposit and prepayments		
Advance		
Annual fees-BSEC	148,108	156,100
Annual fees-DSE (Shariah Index)	34,849	34,850
Annual fees-CDBL	10,460	10,460
Trustee fees-ICB	-	2,530
	193,417	203,940
10.00 Other receivables		
Accrued profit on bank deposit-MSND	65,282	-
Accrued profit on bank deposit-MSND-Dividend	59	-
Accrued profit on MTDR	201,014	65,206
Accrued coupon on BEXGSUKUK	1,110,000	964,762
Dividend Receivable (Note-10.01)	2,863,700	3,502,840
	4,240,055	4,532,808
10.01 Dividend receivables		
The ACME Laboratories Limited	-	255,000
Al-Madina Pharmaceuticals Limited	4,803	-
Beximeo Pharmaceuticals Limited	245,000	208,250
Renata Limited	66,875	119,000
Square Pharmaceuticals Limited	787,500	850,000
Intraco Refueling Station Limited	100,000	-
United Power Generation & Distribution Company Limited	400,000	722,500
Achia Sea Foods Limited	-	23,170
Olympic Industries Limited	900,000	573,750
BBS Cables Limited	-	136,000
Quasem Industries Limited	1,500	1,275



Particulars	Amount in Taka	
	31-Dec-2023	31-Dec-2022
Bangladesh Submarine Cable Company Limited	99,450	-
Ring Shine Textiles Limited	-	31,038
IFIL Islamic Mutual Fund-1	30,000	-
Eastern Housing Limited	-	-
Krishibid Seed Limited	228,572	582,857
	2,863,700	3,502,840
11.00 Cash and cash equivalents		
Cash at bank - MSND Account with:		
Al-Arafah Islami Bank Ltd. (Banani Branch)	77,126,527	47,673,020
Cash at bank - MSND (Dividend) Account with:		
Al-Arafah Islami Bank Ltd. (Banani Branch)	36,882	34,706
Cash at bank - CD Account with:		
Al-Arafah Islami Bank Ltd. (Banani Branch)	76,253	99,292
Investment in MTDR		
EXIM Bank Limited (Malibugh Branch)	19,389,500	-
	96,629,162	47,807,018
12.00 Liability for expenses		
Management fees	3,044,825	3,135,725
Custodian fees	181,938	192,651
Trustee fees	790	-
Audit fees	35,000	30,000
Selling agents' commission	-	14,946
Advertisement and publication expenses	42,000	12,000
Dividend purification	88,203	524,369
Unclaimed dividend account	-	-
Other payable	62	56
	3,392,818	3,909,747
13.00 Unit capital fund		
Opening balance as at 01 January 2023	302,258,610	305,109,620
Add: New subscription of 22,798 units of Tk. 10 each	227,980	4,149,550
Less: Surrendered of 48,514 units of Tk. 10 each	(485,140)	(7,000,560)
Closing balance as at 31 December 2023	302,001,450	302,258,610
14.00 Unit premium reserve		
Opening balance as at 01 January 2023	(13,499,420)	(13,418,543)
Add: Unit premium for the year	479	176,615
Less: Unit discount for the year	(2,907)	(257,492)
Closing balance as at 31 December 2023	(13,501,848)	(13,499,420)





Particulars	Amount in Taka	
	31-Dec-2023	31-Dec-2022
15.00 Retained earnings		
Opening balance as at 01 January 2023	22,399,640	24,059,313
Add: Net Profit/(Loss) for the year	6,012,932	13,595,808
Less: Dividend Paid for the year	(12,090,344)	(15,255,481)
	<u>16,322,228</u>	<u>22,399,640</u>
16.00 Net Asset Value (NAV) per unit at market price		
Total asset value at market price	308,214,648	315,068,577
Less: Liability for expenses	(3,392,818)	(3,909,747)
	<u>304,821,830</u>	<u>311,158,830</u>
Number of units	30,200,145	30,225,861
NAV per unit at market price	<u>10.09</u>	<u>10.29</u>
17.00 Net Asset Value (NAV) per unit at cost price		
Total net asset value at market price	304,821,830	311,158,830
Add: Unrealized loss of marketable securities during the period	14,013,880	17,439,248
	<u>318,835,710</u>	<u>328,598,078</u>
Number of units	30,200,145	30,225,861
NAV per unit at cost price	<u>10.56</u>	<u>10.87</u>
18.00 Gain/(Loss) on sale of marketable securities		
First Security Islami Bank Limited	-	(316,107)
Islami Bank Bangladesh Limited	-	(38,564)
Union Bank Limited	-	583,278
Fareast Islami Life Insurance Co. Limited	(244,859)	1,812,766
Islami Commercial Insurance Company Limited	255,970	-
The ACME Laboratories Limited	(574,394.10)	-
Al-Madina Pharmaceuticals Limited	133,306.82	-
ACME Pesticides Limited	-	-
Beacon Pharmaceuticals Limited	-	6,133
Beximco Pharmaceuticals Limited	-	(370,712)
The IBN SINA Pharmaceutical Industry Limited	(96,477)	(40)
JMI Hospital Requisite Manufacturing Limited	-	9,796,610
Marico Bangladesh Limited	-	230,155
Star Adhesives Limited	-	1,322,981
Square Pharmaceuticals Limited	(794,975)	(429,910)
BBS Cables Limited	-	(3,545,171)
Mostafa Metal Industries Limited	-	405,880
Nialco Alloys Limited	-	1,387,968
Singer Bangladesh Limited	(1,183,554)	-
Intraco Refueling Station Limited	190,618	-





Particulars	Amount in Taka	
	31-Dec-2023	31-Dec-2022
Bangladesh Submarine Cable Company Limited	-	5,101,987
Grameenphone Limited	-	(524,652)
LafargeHolcim Bangladesh Limited	216,924	-
Ring Shine Textiles Limited	(26,712)	-
Achia Sea Foods Limited	244,854	-
BD Thai Food & Beverage Limited	-	178,996
Unilever Consumer Care Limited	853,150	-
Eastern Housing Limited	-	18,792
Bata Shoe Company (Bangladesh) Limited	-	(44,607)
MK Footwear PLC	241,443	-
BD Paints Limited	-	794,220
Krishibid Feed Limited	-	1,569,241
Master Feed Agrotec Limited	-	317,754
Oryza Agro Industries Limited	-	332,471
	(784,704)	18,589,469

19.00 Dividend income

First Security Islami Bank Limited	-	75,000
Shahjalal Islami Bank Limited	-	-
Trust Islami Life Insurance Limited	1,236	-
Al-Madina Pharmaceuticals Limited	4,803	-
Beximco Pharmaceuticals Limited	244,976	207,896
The IBN SINA Pharmaceutical Industry Limited	-	71,849
Marico Bangladesh Limited	-	419,723
Reckitt Benckiser(Bd.)Ltd	83,092	163,532
Renata Limited	66,113	117,643
Square Pharmaceuticals Limited	704,583	814,470
Intraco Refueling Station Limited	98,950	-
Linde Bangladesh Limited	124,200	-
United Power Generation & Distribution Company Limited	393,160	686,375
BBS Cables Limited	41,975	135,968
Nialco Alloys Limited	-	(8,260)
Quasem Industries Limited	1,573	1,273
Singer Bangladesh Limited	84,990	599,760
Bangladesh Submarine Cable Company Limited	632,502	484,918
Grameenphone Limited	605,019	1,829,221
Achia Sea Foods Limited	-	23,170
Olympic Industries Limited	886,410	559,751
Unilever Consumer Care Limited	-	84,806
Ring Shine Textiles Limited	(31,038)	-
Berger Paints Bangladesh Limited	199,080	189,601
Krishibid Feed Limited	-	86,525
Krishibid Seed Limited	228,572	582,857
IFIL Islamic Mutual Fund-I	150,000	182,500
	4,520,196	7,308,578

****Cash dividend income have been shown after deducted purification****





Particulars	Amount in Taka	
	31-Dec-2023	31-Dec-2022
20.00 Profit on bank deposit, MTDR and Bond		
MSND Account with:		
Al-Arafah Islami Bank Ltd. (Banani Branch)	2,159,510	2,743,306
MSND (Dividend) Account with:	-	
Al-Arafah Islami Bank Ltd. (Banani Branch)	18,961	22,638
MTDR Account with	-	
Al-Arafah Islami Bank Ltd. (Mohakhali Branch)	2,508,617	905,710
EXIM Bank Limited	590,514	
Corporate Bond	-	
Beximco Green Sukuk Al Istisna'a	2,220,000	1,783,722
	7,497,602	5,455,376
21.00 Other expenses		
Shariah board meeting expenses	48,850	61,566
DSEX Shariah Index Expenses	120,000	85,150
IPO application fees	3,000	18,000
BO account maintenance charges	1,800	1,800
	173,650	166,516
22.00 (Provision)/Write back of provision for diminution in value of marketable securities		
Opening balance as at 01 January 2023	(17,439,248)	(8,830,983)
Add: (Provision)/Write back of provision for the year	3,425,368	(8,608,265)
Total unrealized loss for the year	(14,013,880)	(17,439,248)
23.00 Earnings per unit		
Net Profit / (Loss) After Provision for the Year	6,012,932	13,595,808
Number of units	30,200,145	30,225,861
Earnings Per Unit (EPU) After Provision for the Year	0.20	0.45



Annexure-A: Investment in securities other than Mutual Fund
LankaBangla Al-Arafah Shariah Unit Fund
As at 31 December 2023

								Amount in Taka	
Sl.No.	Sectors Name	Name of the Companies	Number of Shares	Average Cost Price Per Share	Total Acquisition Cost	Market Price Per Share	Total Market Value	% of Total Assets at Cost	Excess / (Deficit)
1	Bank	First Security Islami Bank Limited	8,250	11.37	93,805	8.90	73,425	0.03%	(20,380)
					93,805		73,425	0.03%	(20,380)
1	Insurance	Trust Islami Life Insurance Limited	6,181	10.00	61,810	55.10	340,573	0.02%	278,763
					61,810		340,573	0.02%	278,763
1	Pharmaceuticals & Chemicals	Beximco Pharmaceuticals Limited	70,000	191.17	13,381,665	146.20	10,234,000	4.15%	(3,147,665)
2		Marico Bangladesh Limited	6,000	2,244.06	13,464,356	2,460.70	14,764,200	4.18%	1,299,844
3		Reckitt Benckiser(Bd.) Limited	1,000	5,763.50	5,763,503	4,760.70	4,760,700	1.79%	(1,002,803)
4		Renata Limited	10,700	1,032.71	11,049,947	1,217.90	13,031,530	3.43%	1,981,583
5		Square Pharmaceuticals Limited	75,000	241.89	18,141,963	210.30	15,772,500	5.63%	(2,369,463)
					61,801,434		58,562,930	19.18%	(3,238,504)
1	Engineering	BBS Cables Limited	210,000	71.30	14,973,662	49.90	10,479,000	4.65%	(4,494,662)
2		Quasem Industries Limited	10,000	63.16	631,575	58.40	584,000	0.20%	(47,575)
					15,605,237		11,063,000	4.84%	(4,542,237)
1	Fuel & Power	Intraco Refueling Station Limited	100,000	46.50	4,649,775	40.50	4,050,000	1.44%	(599,775)
2		Linde Bangladesh Limited	3,500	1,416.84	4,958,951	1,397.70	4,891,950	1.54%	(67,001)
3		United Power Generation & Distribution Company Limited	50,000	278.87	13,943,627	233.70	11,685,000	4.33%	(2,258,627)
					23,552,353		20,626,950	7.31%	(2,925,403)
1	Food & Allied	Olympic Industries Limited	150,000	187.88	28,181,286	152.00	22,800,000	8.75%	(5,381,286)
					28,181,286		22,800,000	8.75%	(5,381,286)
1	Telecommunication	Bangladesh Submarine Cables Compa	130,000	166.61	21,658,984	218.90	28,457,000	6.72%	6,798,016
2		Grameenphone Limited	75,000	391.58	29,368,612	286.60	21,495,000	9.11%	(7,873,612)
					51,027,596		49,952,000	15.84%	(1,075,596)
1	Miscellaneous	Agro Organica PLC	3,694	10.00	36,940	17.60	65,014	0.01%	28,074
2		Berger Paints Bangladesh Limited	5,000	1,817.73	9,088,665	1,774.00	8,870,000	2.82%	(218,665)
3		Krishibid Seed Limited	457,143	10.00	4,571,430	18.40	8,411,432	1.42%	3,840,002
					13,697,035		17,346,446	4.25%	3,649,411
Grand Total					194,020,556		180,765,324		(13,255,232)

Investment in Bond
LankaBangla Al-Arafah Shariah Unit Fund
As at 31 December 2023

<i>Amount in Taka</i>									
Sl. No.	Sectors Name	Name of the Companies	No. of Shares	Average cost per share	Total acquisition cost	Market Price per share	Total Market Value	% of Total Portfolio Value at Cost	Excess / (Deficit)
1	Corporate Bond	Beximco Green Sukuk Al Istisna'a	200,000	88.79	17,758,648	85.00	17,000,000	8.07%	(758,648)
Total					17,758,648		17,000,000	8.07%	(758,648)

Investment in IPO
LankaBangla Al-Arafah Shariah Unit Fund
As at 31 December 2023

<i>Amount in Taka</i>									
Sl. No.	Sectors Name	Name of the Companies	No. of Shares	Average cost per share	Total acquisition cost	Market Price per share	Total Market Value	% of Total Assets at Cost	Excess / (Deficit)
1	Pharmaceuticals & Chemicals	Asiatic Laboratories Limited	94,000	50.00	4,700,000	50.00	4,700,000	1.46%	-
Total					4,700,000		4,700,000	1.46%	-

Annexure-A: Investments in Mutual Fund
LankaBangla Al-Arafah Shariah Unit Fund
As at 31 December 2023

<i>Amount in Taka</i>									
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	% of Total Assets at Cost	Excess / (Deficit)
1	Mutual Fund	IFIL Islamic Mutual Fund-1	500,000	7.26	3,631,296	7.00	3,500,000	1.13%	(131,296)
Total					3,631,296		3,500,000	1.13%	(131,296)



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 (Valuation of Mutual Fund is given in Annexure-B):

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

<i>Amount in Taka</i>				
Sl.No.	Investment in securities at market price	Total cost price	Total market price	Excess / (Deficit)
1	Investment in securities other than Mutual Fund	194,020,556	180,765,324	(13,255,232)
2	Investment in Mutual Fund	3,631,296	3,631,296	-
	Total	197,651,852	184,396,620	(13,255,232)
1	Investment in Bond	17,758,648	17,000,000	(758,648)
	Total	17,758,648	17,000,000	(758,648)
1	Investment in IPO	4,700,000	4,700,000	-
	Total	4,700,000	4,700,000	-
	Grand Total	220,110,500	206,096,620	(14,013,880)



Annexure-B: Valuation of Mutual Fund
LankaBangla Al-Arafah Shariah Unit Fund
As at 31 December 2023

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

Sl.No.	Name of the Mutual Fund	No. of Units	Face value	Cost price per unit (Tk.)	Total cost price (as of reporting date)	Market price per unit (Tk.)	Total Market price (as of reporting date)	Unrealised gain/ (loss) (based on MP)	Particular Funds NAV on 26/12/2023	85% Last NAV (Tk./unit)	Required provision	Unrealised loss recovery	Total adjusted market price
1	IFIL Islamic Mutual Fund-1	500,000	10.00	7.26	3,631,296	7.00	3,500,000	(131,296)	9.36	7.96	-	131,296	3,631,296





LankaBangla Al-Arafah Shariah Unit Fund
For the period of January 01, 2023 to December 31, 2023

Management Fees Calculation:		Annexure: C
Date	Weekly Average NAV at Market	Management Fees
2023-01-05	309,557,257.20	84,156
2023-01-12	309,680,433.10	117,853
2023-01-19	310,338,203.68	118,042
2023-01-26	308,668,251.38	117,562
2023-02-02	299,029,378.81	114,789
2023-02-09	301,092,886.23	115,383
2023-02-16	300,483,104.27	115,207
2023-02-23	299,066,029.49	114,800
2023-03-02	298,935,742.22	114,762
2023-03-09	299,900,348.47	115,040
2023-03-16	300,606,859.11	115,243
2023-03-23	301,043,952.32	115,369
2023-03-30	301,296,551.18	115,441
2023-04-06	302,843,852.68	115,887
2023-04-13	303,115,697.35	115,965
2023-04-20	302,439,969.79	115,770
2023-04-27	303,377,255.39	116,040
2023-05-03	302,893,221.05	99,344
2023-05-11	302,916,900.41	132,466
2023-05-18	302,661,414.55	115,834
2023-05-25	302,044,541.07	115,657
2023-06-01	302,728,147.52	115,853
2023-06-08	301,708,820.74	115,560
2023-06-15	301,929,431.43	115,624
2023-06-22	302,166,567.71	115,692
2023-06-27	303,521,643.53	82,915
2023-07-06	303,997,463.21	149,424
2023-07-13	303,817,888.12	116,167
2023-07-20	303,929,952.98	116,199
2023-07-27	302,606,467.03	115,818
2023-08-03	302,656,258.01	115,833
2023-08-10	302,477,206.96	115,781
2023-08-17	302,241,199.68	115,713
2023-08-24	303,261,593.16	116,007
2023-08-31	303,781,120.11	116,156
2023-09-07	303,874,069.90	116,183
2023-09-14	302,988,657.84	115,928
2023-09-21	302,436,253.80	115,769
2023-09-27	302,870,915.40	99,338
2023-10-05	302,146,000.15	132,212
2023-10-12	301,711,916.04	115,561
2023-10-19	301,942,845.63	115,627
2023-10-26	302,271,202.78	115,722





LankaBangla Al-Arafah Shariah Unit Fund
For the period of January 01, 2023 to December 31, 2023

2023-11-02	301,832,878.37	115,596
2023-11-09	301,414,952.62	115,476
2023-11-16	301,037,394.42	115,367
2023-11-23	301,346,349.64	115,456
2023-11-30	301,668,725.10	115,549
2023-12-07	302,441,358.03	115,771
2023-12-14	303,231,075.14	115,998
2023-12-21	303,125,680.79	115,968
2023-12-28	303,662,642.48	116,122
2023-12-31	304,847,026.13	49,913
Total management fees for the year		6,040,907

BSEC fees Calculation:

BSEC annual fees January 01, 2023	156,100
Advance for the year to BSEC	295,396
Total	451,496
BSEC annual fees amortized for the year	303,388
Advance BSEC fees as on 31 December 2023	148,108

Trustee Fees Calculation:

Advanced trustee fees January 01, 2023	2,530
Advance trustee fees for the year	450,773
Total	453,303
Trustee fees amortized for the year	454,093
Trustee fees payable as on 31 December 2023	(790)

CDBL Fees Calculation:

Advanced CDBL fees January 01, 2023	10,460
Advance CDBL fees for the year	46,000
Total	56,460
CDBL fees amortized for the year	46,000
Advance CDBL fees as on 31 December 2023	10,460

Custodian Fees calculation:

January 2023	27,660
February 2023	33,600
March 2023	27,052
April 2023	48,950
May 2023	34,263
June 2023	32,279
July 2023	30,376
August 2023	30,320
September 2023	32,727
October 2023	32,612
November 2023	27,321
December 2023	27,582
Custodian fees for year	384,742

