PROSPECTUS (Abridged Version)

LANKABANGLA 1ST BALANCED UNIT FUND

Praasad Trade Centre (4th Floor), 6 Kemal Ataturk Avenue, Banani, Dhaka-1213, Bangladesh Phone: +88 02 9820219-21, Fax: +88 02 9822159, email: amcl@lankabangla.com

Size of Issue : Initial Size Tk 250,000,000 (Taka Twenty Five Crore) of 25,000,000 (Two Crore and Fifty Lac) Units of

Website:www.lankabangla.com

Tk 10 (Taka Ten) Each.

Subscription Opens: August 21, 2016 Initial/Opening price: Tk 10 (Taka Ten) per Unit

Custodian **Asset Manager** Trustee **Sponsor**

_ankaBangla

Bangladesh General Insurance Company Limited

BRAC BANK LankaBangla

This offer document outlines key information about LankaBangla 1st Balanced Unit Fund (hereinafter referred to as the Fund) that a prospective investor ought to know before investing in the Fund. All information in this document should be read in detail before lodging any application for the units of the Fund. Investing in the Fund entails certain risks that should be taken into due consideration by the investor before investing in the Fund. Unit Funds and Securities investments are subject to market risks and may lead to loss of principal amount invested. There can be no assurance and no guarantee that the objective of Fund will be achieved. The Net Asset Value (NAV) of the Fund may go up or down depending upon the factors and forces affecting the securities market. Investors should read this document meticulously and be aware of the risk factors outlined before taking any investment decision.

THE SPONSOR, AMC OR THE FUND IS NOT GUARANTEEING ANY RETURN

The Particulars of the Fund have been prepared in accordance with সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা, ২০০১, as amended till date and filed with Bangladesh Securities and Exchange Commission.

FUND HIGHLIGHTS

Name of the Fund	LankaBangia 1st Balanced Unit Fund.			
Initial Size of the Fund	Tk 250,000,000 (Taka twenty five crore) divided into 25,000,000 (two crore fifty lac) units of Tk 10 (Taka Ten) each.			
Face Value	Tk 10 (Taka ten) per unit.			
Nature	Open end with perpetual life and unlimited size.			
Objective	The objective of the fund is to generate capital appreciation and income by investing in the permissible markets at appropriate percentages as determine by the Asset Manager.			
Minimum Application Amount	For individuals 500 (five hundred) Units and for institutions 5000 (five thousand) Units.			
Target Group	Individuals (both resident and non-resident), Institution (both local and foreign), Mutual Funds and Collective Investment Schemes are eligible to subscribe the units of the Fund.			
Dividend	Minimum 70 (seventy) percent of realized income of the Fund will be distributed as dividend in Bangladeshi Taka or as CIP (based on investors' preference) only at the end of each accounting year. The Fund shall create a dividend equalization reserve to ensure consistency in dividend.			
Dividend Distribution	The dividend will be distributed within 45 (forty five) days from the date of declaration.			
Transferability	The units of the Fund are transferable by way of inheritance/gift and/or by specific operation of the law.			
Encashment	The unit holders can surrender their units through the Asset Manager and the Authorized Selling Agents.			
Tax	Income of the Fund will be tax free up to a certain level as permitted by the Finance Act (currently it is up to taka twenty five thousand).			
Reports and Accounts	Every unit holder is entitled to receive annual report along with the yearly and half-yearly statements of accounts as and when published from the website of Asset Management Company.			

1.1 Publication of Prospectus for Public Offering

Exchange Commission under Securities and Exchange Commission Act, 1993 and সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যয়া ফাভ) বিধিমালা, ২০০১ made thereunder and also received consent for issuing prospectus for public offering of LankaBangla 1st Balanced Unit Fund. A complete copy of the prospectus is available for inspection at Praasad Trade Centre (4th Floor), 6, Kemal Ataturk Avenue, Banani C/A, Dhaka-1213, the corporate office of LankaBangla Asset pany Limited (LBAMCL) - the Asset Manager of LankaBangla 1st Balanced Unit Fund, hereinafter eferred to as the Fund.

1.2 Consent of Bangladesh Securities and Exchange Commission PROVAL OF THE BANGLADESH SECURITIES AND EXCHANGE COMMISSION HAS BEEN OBTAINED TO THE

ISSUE/OFFER OF THE FUND UNDER THE SECURITIES AND EXCHANGE ORDINANCE, 1969 AND THE সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচায়াল ফান্ড) বিধিমালা. ২০০১, IT MUST BE DISTINCTLY UNDERSTOOD THAT IN GIVING THIS APPROVAL THE DMMISSION DOES NOT TAKE ANY RESPONSIBILITY FOR THE FINANCIAL SOUNDNESS OF THE FUND, ANY OF ITS SCHEMES OR THE ISSUE PRICE OF ITS UNITS OR FOR THE CORRECTNESS OF ANY OF THE STATEMENTS MADE OR

1.3 Listing of the Fund Fund, being an open-ended one, will not be listed with any stock exchanges of the country; hence the Units of the Fund will not be traded in the stock exchanges unless otherwise BSEC and stock exchange houses make rrangement in future. In that case public communication will be made as per BSEC approval. week and during book closure period/record date of the Fund at the office of the Asset Manager and the offices of

1.4 Availability of Documents for Inspection

Copy of this prospectus will be available at the office of the Asset Manager and offices of the authorized selling (Mahmoodun Nabi Chowdhury) agents of the Fund. This prospectus will also be available for viewing and downloading on the website (http://lankaangla.com/lbam/Pages/home.aspx) of the Asset Manager Copy of Trust Deed will be available for public inspection during business hours at the office of the Asset Manager of

the Fund. One will be able to purchase a copy of the Trust Deed by paying the price as determined by the Asset

1) The Fund shall not account for any upward revaluation of its assets creating reserve without clearance from the angladesh Securities and Exchange Commission 2) The Fund shall not be involved in option trading, short selling or carry forward transaction

1.5 Conditions under Section 2CC of the Securities and Exchange Ordinance, 1969

beginning of business operation on the first working day of every week as per the rule.

B) A confirmation of unit allocation shall be issued at the cost of the Fund at par value of Tk. 10 (Taka Ten) each within 90 (ninety) days from the date of sale of such units; 4) Money receipt/acknowledgement slip issued at the time of sale of units will be treated as allotment letter which

5) The annual report of the Fund/or its abridged version will be published within 45 (forty five) days of the closure of each accounting year of the Fund;
6) An annual report and details of investment and savings of the Fund shall be submitted to the Commission, Trustee

and Custodian of the Fund within 90 (ninety) days from the closure of the accounts: Half-yearly accounts/financials results of the Fund will be published in at least one English and another Bangla ational daily newspaper within 30 (thirty) days from the end of the period; B) Dividend shall be paid within 45 (forty five) days of its declaration, and a report shall be submitted to BSEC,

ustee and Custodian within 7 (seven) days of dividend distribution; 9) Net Asset Value (NAV) of the Fund shall be calculated and disclosed publicly at least once a week

After initial public subscription, the sale and repurchase/surrender price of units will be determined by the Asset Management Company. NAV at market price calculated on a date shall form the sale price of units by rounding up the amount and shall be effective up to next calculation of NAV of the Fund. Difference between sale and

rchase price shall not be over 5% of the sale price of the unit. 11) BSEC may appoint for special audit/investigation on the affairs of the Fund, if it so desires; 2) The Fund shall maintain separate bank account(s) to keep the sale proceeds of units and to meet up day to day

transaction including payment against repurchase of units. All transaction of the account shall be made through panking channel and shall be properly documented; 13) The prospectus/abridged version of the prospectus shall be published in one widely circulated Bangla national daily newspaper. Provided that information relating to publication of the prospectus be published 2 (two) national

14) If abridged version of the prospectus is published in the newspaper, complete prospectus shall be made 15) If the Fund Manager fails to collect minimum 40% of the initial target amount under section 48 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা, ২০০১; the Fund Manager will refund the subscription money with 30 (thirty) days without any deduction. In case of failure, the Fund Manager will refund the same with an interest rate of 18 %

(eighteen percent) per annum from its own account with the next month; 5) On achievement of 40% of the initial target amount, the fund is allowed to commence investment activities of 2.3.1 Professional Management the Fund with permission of the Trustee; 17) The size of the Fund will be increased from time to time by the Asset Management Company subject to approval

18) Confirmation of unit allocation of the Sponsor's contribution amounting to Tk. 50,000,000 (Taka five crore) only shall be subject to a lock in period of minimum three years from the date of formation of the Fund and after that period entire holding may be transferred to any eligible institution who has the qualification to be a sponsor of a Diversification is a key risk

mutual fund with prior permission of BSEC: A confirmation of unit allocation account Tk. 50,000,000 (20% of the Fund) will be issued in favour of the Sponsor. The said unit allocation confirmation shall be in the custody of Trustee. No splitting of the Unit of Sponsor possible on an individual level. shall be made without prior approval of the Commission

1.6 General Information This prospectus has been prepared by LankaBangla Asset Management Company Limited based on the Trust Deed executed between the Trustee and the Sponsor of the Fund, which is approved by the Commission and

available publicly. The information contained herein is true and correct in all material aspects and there are no other material facts, the Commission of which would make any statement herein misleading. 2. No person is authorized to give any information to make any representation not contained in this prospectus and if so given or made, such information or representation must not be relied upon as having been authorized by ankaBangla Asset Management Company Limited.

3. The issue as contemplated in this document is made in Bangladesh is subject to the exclusive jurisdiction of the court of Bangladesh. Forwarding this prospectus to any person residing outside Bangladesh in no way implies that the issue is made in accordance with the laws of that country or is subject to the jurisdiction of the laws of that

Sale and repurchase of Units of LankaBangla 1st Balanced Unit Fund will commence at the counter of LankaBangla

2.3.7 Regular Dividend Dhaka-1213 and authorized selling agents at the opening of business hours on August 21, 2016 and continue until

LankaBangla Asset Management Company Limited will maintain BO accounts with BRAC Bank Limited, custodian of LankaBangla 1st Balanced Unit Fund. In this case sale/purchase of unit funds by the investor, units will be transferred to the unit holders BO accounts as per instruction of LankaBangla Asset Management Company Limited after the acceptance of demat setup by the

In this case of redemption/repurchase of units by the Asset Manager, units will be taken out from the Central

1.8 Declaration eclarations about the responsibility of the Sponsor The Sponsor, whose name appears in this prospectus, accepts full responsibility for the authenticity and accuracy o

the information contained in this prospectus and other documents regarding LankaBangla 1st Balanced Unit Fund. To the best of the knowledge and belief of the Sponsor, who has taken all reasonable care to ensure that all the conditions and requirements concerning this public offer and all information contained in this documents, drawn up by virtue of the Trust Deed of the Fund by the entrusted Asset Management Company have been met and there is no other information or document, the omission of which may make any information or statements therein The Sponsor also confirms that full and fair disclosures have been made in this prospectus to enable the investors to

(Mohammed Nasir Uddin Chowdhury)

Managing Director LankaBangla Finance Limited

Declaration about the responsibility of the Trustee We, as Trustee of the LankaBangla 1st Balanced Unit Fund, accept the responsibility and confirm that we shall: a) Be the guardian of the Fund, held in trust for the benefit of the unit holders in accordance with the Rules & Trust

b) Always act in the interest of the unit holders c) Take all reasonable care to ensure that the Fund floated and managed by the Asset Management Company are in accordance with the Trust Deed and the Rules;

d) Make such disclosure by the Asset Management Company to the investors as are essential in order to keep them informed about any information, which may have any bearing on their investment; and e) Take such remedial steps as are necessary to rectify the situation where we have reason to believe that the conduct of business of the Fund is not in conformity with the relevant Rules.

(Ahmed Saifuddin Chowdhury)

Bangladesh General Insurance Company Limited

This Prospectus has been prepared by LankaBangla Asset Management Company Limited based on the Trust Deed estment Management Agreement, the সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা, ২০০১ and other relate agreements and examination of other documents as relevant for adequate disclosure of the Fund's objectives and ment strategies to the investors. We also confirm that:

a) The Prospectus is in conformity with the documents, materials and papers related to the public offer; b) All the legal requirements of the public offer have been duly fulfilled; and c) The disclosures made are true, fair and adequate for investment decision.

Investors should be aware that the value of investments in the Fund could be volatile and no such guarantee can be

made about the returns from the investments that the Fund will generate. Like any other equity investment, only investors who are willing to accept moderate degree of risk, should invest in the Fund. Investors are requested to pay careful attention to the risk factors as detailed in the 'Risk Factor' section and to take proper cognizance of the risks

Chief Executive Officer

f the "LankaBangla 1st Balanced Unit Fund" have accepted the resp confirm that we have all necessary resources, logistics and procedure put in to place to provide necessary Custodial

thorized selling agents. Asset Manager shall disclose selling price and surrender/repurchase price of units at the surrender selling price and surrender selling price and surrender selling customs and services in compliance to and accordance with the relevant Rules and Regulations and the prevailing customs and practice of the local capital market.

BRAC Bank Limited

CHAPTER TWO: BACKGROUND 2.1 Preamble to Formation of LankaBangla 1st Balanced Unit Fund

A Mutual Fund is an investment vehicle that represents a pool of funds collected from investors. The fund is usually invested in stocks, bonds, money market instruments and other financial asset class with the objective of generating superior risk adjusted return for its investors. An open-ended Mutual Fund (also known as Unit Fund) is a type of

The Mutual Fund industry in Bangladesh is yet to flourish and gain popularity the way it has all across global financial markets. However, it is an undeniable fact that Mutual Fund is an attractive form of investment vehicle for ective investors since the fund is managed by professional fund managers based on extensive research and years of investment management experience. In an endeavor to facilitate investment option of investors and tribute to the expansion of Mutual Fund Industry in Bangladesh, LankaBangla Asset Management Co Limited (LBAMCL) has taken the initiative to launch LankaBangla 1st Balanced Unit Fund. LBAMCL is a full-fledged subsidiary of LankaBangla Finance Limited (LBFL). In alignment with its enviable presence and enormous contribution to the development of capital market of Bangladesh, LBFL itself became the Sponsor of the Fund.

LBAMCL firmly believes that LankaBangla 1st Balanced Unit Fund will contribute enormously to the development of

Bangladesh Capital Market has been full of incidents over the last 8 years. A remarkable rally in the market was

Bangladesh capital market and add meaningful value as well as provide investors a viable investment option 2.2 Necessity of LankaBangla 1st Balanced Unit Fund in Bangladesh Capital Market

noticed in 2010 which started from mid 2009. Eventually, the market topped out and turned bearish from December 2010. Since then various large scale positive reform measures have been undertaken by concerned stakeholders in the capital market in order to stabilize, improve transparency, efficiency and attractiveness of the market. What has noticeable over the past five years is that the market has not experienced any broad based rally and has been NAV per unit = Total NAV / No. of units outstanding trading mainly within a large range. Majority of the investors have not able to generate consistent return over the part of their capital due to lack of proper investment knowledge and insight, reliance on unsubstantiated rumour and lom speculation on stock price movement.

to generate on their own based on their past performance and seriously consider the option of entrusting nal fund managers to navigate through the volatility in the capital market and generate consist attractive return for them. With this objective in mind and to present potential investors with an alternative nent option, LBAMCL is launching LankaBangla 1st Balanced Unit Fund in Bangladesh Capital Market

2.3 Advantages of Investing in LankaBangla 1st Balanced Unit Fund The advantages of investing in LankaBangla 1st Balanced Unit Fund are many folds as highlighted below:

LankaBangla Asset Management Company Limited (LBAMCL), the asset manager of the fund has a full-fledged esearch team and experienced fund managers to manage the fund. The fund will be managed in a profe manner based on comprehensive research of the economy, industry and company in a bid to safeguard the fund from significant drawdown and generate attractive risk-adjusted return for the investors of the Fund

minimizing risk. The fund will be adequately diversified across various asset class, industries and stocks in order to reduce risk of the overall portfolio and allowing investors to have broader exposure in the market which may not be

2.3.3 Stress Free Investment nent Management is a stressful proposition. Navigating through the market volatility often becomes very challenging for the investors and can lead to a downward spiral resulting in significant erosion of portfolio value

leading to emotional distress and grief. Investing in a Mutual Fund takes away that stress since the fund is managed

by dedicated professionals specializing in investment management having academic and practical know-how. Since, the fund will not be listed in the major bourses (DSE & CSE) like closed end mutual funds, it will not be mispriced based on asymmetry in demand and supply and turbulent market conditions. LBAMCL will fix the purchase and surrender price of the fund every week which will be very close to the Net Asset Value (NAV) of the fund.

2.3.5 De-matted Units The certificates of the funds will be delivered in de-mat form and will be displayed in the investor's Beneficiary ners (BO) Account

2.3.6 Convenient Transaction Process Dedicated and trained Selling Agents will facilitate the registration process of the investors and assist them all along e way in purchase, surrender and transfer of the units

According to Bangladesh সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচুয়োল ফান্ড) বিধিমালা, ২০০১, minimum 70 (seventy) percent of realized income of the Fund will be distributed as dividend. Thus, the investors are virtually guaranteed of dividend

The fund will offer the investors the option to either receive cash dividend or re-invest the dividend to the fund's 2.3.9 Access to Initial Public Offering (IPO)

Apart from a handful number of exceptions, historical performance of Initial Public Offerings have been very satisfactory in Bangladesh capital market. As per Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 Mutual Funds are allotted 10% Quota under Fixed Price and Book Building method. 2.3.10 Transparency and Accountability

LankaBangla 1st Balanced Unit Fund will be operated under strict supervision and regulation of BSEC and Sponsor appointed Trustee. The asset manager will be under obligation to disclose weekly, monthly, quarterly, semi and annual reports containing relevant information to BSEC, Trustee, Custodian and public as per the সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমালা, ২০০১.

Investors of LankaBangla 1st Balanced Unit Fund will be eligible for tax benefit as follows:
a) Upto 15% tax rebate on investment upto 25% of taxable income or BDT 1.5 Crore whichever is lower. b) Income from unit fund is tax exempted up to BDT 25,000.

CHAPTER THREE: THE FUND

The Trust Deed of the Fund was registered on December 2, 2015 under the Trust Act, 1882 and Registration Act lhe Fund was registered by the BSEC on January 12, 2016 under the সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচ্যুয়াল ফান্ড) বিধিমাল

The Fund will be an open-end mutual fund with a perpetual life. Institutional, local and foreign, and individual

ovestors, resident and non-resident, are eligible to invest in this Fund. The initial target size of the Fund will be Tk 250,000,000 (Taka twenty five crore) only divided into 25,000,000 (two crore and fifty lac) Units of Tk 10 (Taka ten) and with due intimation to the BSEC Face value of each Unit will be Tk 10 (Taka ten) only. Initially, unit holders of the Fund shall be issued with a Confirma-

tion of Unit Allocation Letter by the Asset Manager at the cost of the Fund in any denomination but not less than 500 (Five hundred) for individuals and 5000 (Five thousand) for institutional investors.

The objective of the fund is to generate capital appreciation and income by investing in the permissible markets at

3.5 Investment Policies Bangladesh Securities and Exchange Commission and/or the Bangladesh Bank and/or Insurance Development and tory Authority (IDRA) or any other competent authority in this regards.

2. Not less than 60% of the total assets of the Scheme of the Fund shall be invested in capital market instruments out of which at least 50 per cent shall be invested in listed securities 3. Not more than 25% of the total asset of the Scheme of the Fund shall be invested in Fixed Income Securities (FIS). 4. Not more than 15% of the total asset of the Scheme of the Fund shall be invested in pre-IPOs at one time. whether in money market or capital market or privately placed pre-IPO equity, preference shares, debentures or

6. The Fund shall get the securities purchased or transferred in the name of the Fund 7. Only the Asset Management Company will make the investment decisions and place orders for securities to be 3.6 Investment Restrictions

. The Fund shall not invest more than 10% of its total assets in any one particular company. 2. The Fund shall not invest in more than 15% of any company's paid up capital.

3. The Fund shall not invest more than 20% of its total assets in shares, debentures or other securities of a single 4. The Fund shall not invest more than 25% of its total assets in shares, debentures or other securities in any one

5. The Fund shall not invest in, or lend to, any scheme under the same Asset Management Company. is unlimited or shall result in encumbrance of the Trust property in any way 7. The Fund or the Asset Management Company on behalf of the Fund shall not give or guarantee term loans for any purpose or take up any activity in contravention of the বিধিমালা.

8. The Fund shall buy and sell securities on the basis of deliveries and shall, in all cases of purchases, take delivery of rities and in all cases of sale, deliver the securities on the respective settlement dates as per the custom and practice of the stock exchanges and shall in no case put itself in a position whereby it has to make short sale or carry

9. The Fund shall not involve in option trading or short selling or carry forward transaction 10. The Fund shall not buy its own unit. 1. For listed securities, the average quoted market price on the stock exchanges on the date of valuation shall form

he basis of any calculation of Net Asset Value of such securities in the portfolio of the Fund. 2. For securitized debts, debentures, margin or fixed deposits, the accrued interest on such instruments on the date 3. The fund shall fix the valuation method for the Scheme subject to the prior approval of the Comi

 $The \ Fund \ shall \ follow \ the \ method \ approved \ by \ the \ Commission \ for \ valuation \ of \ the \ non-listed \ security, \ if \ any, \ and$ the Asset Management Company and the Trustee shall periodically review the non-listed investment, if any, and the 5. The valuation of listed securities not traded within previous one month will be made based on their reasonable value by the Asset Management Company and approved by the Trustee and commented upon by the auditors in the

Annual Report of the Scheme of the Mutual Fund but shall not be more than the intrinsic value of the securities. $\dot{\textbf{6}}. \textbf{ The valuation of non-listed securities will be made by the Asset Management Company with their reasonable value and the value of the v$ and approved by the Trustee and commented upon by the Auditors in the annual report of the Scheme. 7. Once non-listed securities are valued, the valued amount will be considered for purpose of valuing the Fund's assets in any interval of time until the securities are further revalued by the Asset Management Company. 8. Asset Management Company and Trustee will value the non-listed securities at least once in every three months. 10. Net Asset Value (NAV) calculation

The Fund will use the following formula to derive NAV per unit: Total NAV = VA - LT

= Value of all securities in vault + Value of all securities placed in lien + Cash in hand and at bank +

Value of all securities receivables + Receivables of proceeds of sale of investments + Dividend receivables net of tax + Interest receivables net of tax + Issue expenses amortized as on date + Printing, publication and stationery expenses amortized as on date = Value of all securities payable + Payable against purchase of investments + Payable as brokerage and

custodial charges + Payable as Trustee fees + All other payable related to printing, publication and stationery + Accrued deferred expenses with regard to management fee, annual fee, audit fee and safe keeping fee 3.8 Limitation of Expenses All expenses should be clearly identified and appropriated to the Fund.

2. The Asset Management Company may charge Fund for Investment Management and Advisory fee: 3. Asset Management Company may amortize the initial issue costs of the Fund over a period as provided for in the

Provided that initial issue expenses/Initial Public Offering (IPO) costs shall not exceed 5% of the Fund of the collected 4. In addition to the fees mentioned hereinabove the Asset Management Company may charge the Scheme of the

Fund with the following recurring expenses, namely;
i. Marketing and selling expenses including commissions of the agents, if any; Brokerage and Transaction costs;

. Cost of registrar services for transfer of securities sold or redeemed; iv. Trusteeship fees; Custodian fees;

vii. Re-registration fees, if any. ii. Relevant expenditure for calling meeting by the trustee committee; and ix. Other expenses applicable to the Mutual Fund.

5. The expenses referred to hereinabove and any other fees payable or reimbursable to the Asset Management Company or the Trustee shall be charged to the open-end Mutual Fund. However, total expenses of the Fund shall not exceed 4% of the weekly average net assets outstanding during any 3.9 Price Fixation Policy and Sale & Repurchase Procedure

After completion of initial subscription, the Fund will be opened to the investors for regular buy/sale of Units. The date of re-opening shall be declared by the asset manager upon approval of the Trustee and with due intimation to the BSEC. The asset manager shall calculate the Net Asset Value (NAV) per unit on the last working day of every week as per formula prescribed in the বিধিয়ালা and shall disclose sales price and repurchase/surrender price per unit determined on the basis of NAV before commencement of business operation of the first working day of the following week to the Commission and the investors through at least one national daily, the website of the asset

management company and the authorized selling agents of the Fund. The difference between sales price and surrender value be 3% percent of the Sale price of the Unit and may increase up to 5 % of the sale price of the Unit at the decision of the Board of Directors of the Asset Management Company. (The difference between sales price and surrender value shall not exceed 5% of the Sale Price of the unit). The unit holders may surrender their unit certificates during the business hour as specified by the Asset

lanagement Company. The fund shall be liable to repurchase the units at the surrender value determined by the Asset Management Company. Sale and repurchase of unit certificates by Asset Management Company shall remain closed during first two weeks of January unless the Commission decides otherwise.

i. The Units of LankaBangla 1st Balanced Unit Fund may be bought / surrendered through LankaBangla Asset Management Company Limited and authorized selling agents appointed by the Asset Manager from time to time and any other procedure as prescribed by the Asset Manager. Surrender of units is allowed only through LankaBangla Asset Management Company Limited or the selling agents from which the units are originally purchased.
ii. During initial subscription minimum purchase amount for individual investors 500 (Five hundred) Units and for

institutional investors is 5,000 (Five thousand) Units. iii. Application for purchase of Units should be accompanied by an account payee cheque/pay order/bank draft in favor of "LankaBangla 1st Balanced Unit Fund" for the total value of Units.

iv. After clearance/encashment of cheque/pay order/bank draft, the applicant will be issued with a Confirmation of Unit Allocation against every purchase of Units he/she/the institutional investor applies for. If BO A/C is provided during the registration, the units will also be delivered to the Unit holder's BO A/C.

Mr. Khurshed Alam has 24 years of professional experience in Banking and Finance Sector of Bangladesh. Currently v. Partial surrender (fraction of total units held under a Unit Allocation Confirmation) is allowed without any additional cost subject to minimum surrender quantity is 500 (Five hundred) units for individuals and 5,000 (Five he is working in LankaBangla Finance Limited as Executive Vice President and looking after the Personal Financial Services Division. Mr. Alam started his career in 1992 as a Probationary Officer - Finance & Accounts in Rupali thousand) units for institutions. Upon partial surrender, the Unit holder will be issued with a new confirmation of

vi. All payments/receipts in connection with or arising out of transactions in the Units shall be in Bangladeshi Taka. 3.10 Winding Up Policy

3.10.1 Procedure of winding up 1. If the total number of outstanding unit certificates held by the unit holders after repurchase at any point of time Mr. Masum Ali has joined LankaBangla Asset Management Company Limited on 18th February, 2016 as Chief 6.4.5 Accounts and Information

falls below 25% of the actual certificate issued, the Fund will be subject to wound up.

2. The Fund may be wound up on the happening of any event, which, in the opinion of the Trustee with approval from the Commission, requires the Scheme to be wound up.

4. Where a Scheme is to be wound up in pursuance to the above, the Trustee and the Asset Management Compan shall give simultaneously separate notice of the circumstances leading to the winding up of the Scheme to the Commission and if winding up is permitted by the Commission, shall publish in two national daily newspapers Bangladesh (ICAB). He also holds a Bachelor of Commerce degree from National University, Bangladesh. including a Bangla newspaper having circulation all over Bangladesh.

3.10.2 Manner of winding up -HodaVasi Chowdhury & Co having office at BTMC Bhaban (Level 8), 7-9 Karwan Bazar C/A, Dhaka 1215 shall be the 1. The Trustee shall call a meeting within 30 days from the notice date of the unit holders of a Scheme to consider and pass necessary resolutions by three-fourth majority of the unit holders present and voting at the meeting for first auditor of the Fund and the auditor shall be paid a service fee of Tk 40,000.00 (Taka Forty Thousand) Only, plus applicable VAT, only for the first year. authorizing the Trustee to take steps for winding up of the Scheme. If it fails to have three-fourth majority mandate

2. The Trustee shall dispose off the assets of the Scheme of the Fund in the best interest of the unit holders; rided that the proceeds of sale made in pursuance of the Rules, shall in the first instance be utilized towards discharge of such liabilities as are properly due under the Scheme and after making appropriate provision for meeting the expenses connected with such winding up, the balance shall be paid to the unit holders in proportion to ir respective interest in the assets of the Scheme as on the date when the decision for winding up was taken. 3. Within thirty days from the completion of the winding up, the Trustee shall forward to the Commission and the unit holders a report on the winding up containing particulars, such as circumstances leading to the winding up, the steps taken for disposal of assets of the Scheme before winding up, expenses of the Fund for winding up, net assets available for distribution to the unit holders and a certificate from the auditors of the Scheme of the Fund.

3.10.3 Effect of winding up On and from the date of the notice of the winding up of the Fund, the Trustee or the Asset Management Company, as the case may be, shall

a) cease to carry on any business activities of the open-end fund:

c) cease to issue and redeem units of the open-end fund. 3.11 Investment Management

LankaBangla Asset Management Company Limited (LBAMCL) shall carry out day to day management of the fund's portfolio as the Asset Manager subject to the provisions laid down in the Mutual Fund Rule, 2001 and Trust Deed or any general directions given by the Trustee and /or the Commission. However, the Asset Manager shall have nary authority over the fund's portfolio and investment decisions.

The accounting year of the Fund shall be January-December period

2. The Fund shall distribute minimum 70%, or as may be determined by the বিধিমালা 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 or re-investment unit or both the option. The Fund shall create a dividend equalization reserve by appropriation from the income of the Scheme: . 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;

4. Surpluses arising simply from the valuation of investments shall not be available for dividend; 5. Dividend entitlements will be dispatched within 45 days from the declaration of such dividends

CHAPTER FOUR: RISK FACTORS

The stock market is inherently risky in nature and investors should be aware of the following risk factors (not exhaustive) while investing in LankaBangla 1st Balanced Unit Fund: 1. Mutual Funds are subject to market risk and there is no guarantee that the objectives of the fund will be achieved, although the Asset Manager shall try its level best to deliver superior fund performance for its valued investors.

2. Past performance/reputation of the Sponsor or Asset Manager should not be construed as any form of assurance

3. As is the case with any securities investment, the NAV of the fund can go up or down depending on the factors and forces affecting the capital market and money market of Bangladesh. 4. The NAV of the units issued under the Scheme may be affected, inter alia, by changes in market condition, interest rate, performance of individual stock, change in company's dividend policy, changes in credit rating, trading volume, settlement period and transfer procedure.

5. The fund may be subject to liquidity risk when it invests in Pre-IPO placement securities 6. Investors are not being offered any guaranteed return from this fund. 7. In the event of a very large number of repurchase request there may be some delay in delivery of paymen 8. Changes in government policy and tax laws may affect the return of the fund.

9. Adverse global economic condition may have negative effect on the capital market of Bangladesh and adversely 10.Bangladesh is susceptible to natural disaster (e.g. cyclone, earthquake etc) and political/social instability. These

mpact the value and performance of the fund. CHAPTER FIVE: FORMATION, MANAGEMENT AND ADMINISTRATION

LankaBangla Finance Limited, a leading financial institution operating in Bangladesh, is the Sponsor of the Fund LankaBangla has been developing its strategies for years based on diversification in markets; with high growth potential, a customer-centric business model and technology as key elements in order to face the transformation process being experienced in its business segments. LankaBangla Finance Limited started its journey long back in 1997 as a joint-venture financial institution with multinational collaboration having license from Bangladesh Bank under Financial Institution Act, 1993. Now

LankaBangla is the country's leading provider of integrated financial services including corporate financial services personal financial services, SME financial services, stock broking, corporate advisory and wealth management ankaBangla recently have gone through a business process reengineering to build capacity in order to enhance its. clients' superior experience more than any time ever. The company now operates in centralized administrative framework through cutting edge technological environment. LankaBangla is surviving a wide operational periphery

Under the broadest umbrella of products and service offerings, LankaBangla is the lone financial institution to redit card (MasterCard and VISA) and also provide third party card processing services to different banks in LankaBangla is the market leader in the capital market services and has been giving all out effort to develop an efficient, vibrant and transparent capital market in Bangladesh. Through its subsidiary, LankaBangla Securities 5.7.4 Custodian Fee

rated research and customer service. Another subsidiary, LankaBangla Investments Limited is a premier investment bank in the country providing corporate advisory, issue management and portfolio management services. The other In quest of sustainable business, LankaBangla is positioning itself to provide enduring value to the people, customers, shareholders and the communities. There are some other key divisions involved for setting up the strategic priorities by managing balance sheet prudently, by helping to provide various decisions, by creating, operating and

Limited, LankaBangla is providing top notch broking services and leading the industry with cutting edge trading, top

maintaining IT infrastructure, by nurturing human resources to deliver the best and uphold the livelihood of our 5.7.5 Fund Registration and Annual Fee LankaBangla is the recipient of National Award for Best Published Accounts and Reports for the past few years declared by the Institute of Chartered Accountants of Bangladesh (ICAB) and also received "Category Winner -Financial Service Sector" and "Overall Winner" for the "Best presented Annual Report and SAARC Anniversary Award 5.7.6 Audit Fee for Corporate Governance Disclosure 2014" from South Asian Federation of Accountants (SAFA) (An apex body of

undoubtedly an igniting accomplishment and it is a reflection of ethical practices, true compliance and a great team LankaBangla practices participatory management and adheres to industry best practices in all its endeavors, thereby ncreasing stakeholders' value. Its long standing sustainability efforts are creating environmental and social value. By embracing high ethical standards, governance and transparency, LankaBangla dream to grow big. Its ethos is simple. LankaBangla envision its success by being the growth partner of its enterprising clients. LankaBangla is committed to

5.2 Trustee of the Fund Bangladesh General Insurance Company Limited (BGIC) will act as the Trustee of the Fund. BGIC, incorporated on 29 July 1985, is the first private sector general insurance company in Bangladesh. BGIC has a proven record of being Trustee for existing mutual funds and zero coupon bonds. Its dynamic team of dedicated professionals is of super underwriting and Trustee skill. The company has authorized capital of Tk 1,000 million and is listed on both the DSE

5.3 Custodian of the Fund

and the CSE.

BRAC Bank Limited (BBL) is the custodian of the Fund. BBL, operating in Bangladesh since 2001, is one of the fastest growing private commercial banks of the country. BBL provides personal banking, trade financing, SME, retail and corporate credit, lease financing, issuing debt and credit cards, etc. BBL is the fastest growing custodian bank of the country having dedicated Custodial Services Department.

LankaBangla Asset Management Company Limited (LBAMCL) is an emerging asset management company in Bangladesh. It is a 99.99% subsidiary of LankaBangla Finance Limited, one of the leading providers of financial services in Bangladesh. LBAMCL was incorporated with the Registrar of Joint Stock Companies (RJSC) vide registration no. C-67738(289)/2007 dated 16 July 2007 under the companies Act, 1994. It received its license from Bangladesh Securities and Exchange Commission (BSEC) on June 24, 2012 vide registration code: SEC/Asse Manager/2012/17 to operate as a full-fledged asset management company.

Manager/2012/17 to operate as a fun-neugeu asset management company.

LBAMCL is the official asset management wing of LankaBangla group and is deeply committed in providing client driven solution and superior risk adjusted performance to its valued clients. LBAMCL values original thinking, due

6.1 Size of the Issue diligence, first-hand research and strict investment discipline. LBAMCL firmly believes in achieving solid long-term investment performance in line with the clients' needs and providing superior client relationship management. By keeping the target investors in focus it opts to become one of the leading asset management companies in

5.4.1 People Behind LankaBangla Asset Management Company Limited

Mr. Abdul Malek Shamsher

Mr. Abdul Malek Shamsher has 45 Years of professional experience in Banking and Finance Sector. In November 1966, Grindlays Bank Limited (A 100% British owned bank) selected Mr. Shamsher as a Management Trainee based on his performance in HSC examination. Soon after joining Grindlays Bank, Dhaka, the Bank sent him to their Head Office, London for Banking Operations Training for two years. In his long career Mr. Shamsher worked in variou Mr. Shamsher completed his Higher Secondary Certificate (HSC) in 1966 from Faujdarhat Cadet College securing Eighth position in order of merit in Dhaka Education Board. In 1969, Mr. Shamsher completed Banking Diploma (Par Mr. Al-Mamoon Md. Sanaul Hug

Mr. Al-Mamoon Md. Sanaul Huq has 33 Years of professional experience in different Government Organization

Mr. Hug accomplished his post-graduation diploma in Management Accounting from Highbury College of Technology, Ports-mouth, UK. He has also completed his Bachelor of Science and Master of Science in Applied Chemistry from Mr. Khwaia Shahriar

Mr. Khawaja Shahriar has 17 years of professional experience in Banking and Finance Sector of Bangladesh. Currently he is working as Deputy Managing Director of LankaBangla Finance Limited. Prior to joining LankaBangla Finance Limited, Mr. Shahriar served BRAC Bank Limited in different positions including the Head of Corporate Banking, Head of Cash Management, Custodial Services & Probashi Banking, He also worked in GSP Finance Limited, Bangladesh Finance & Investment Company Limited, Uttara Bank Limited, AB Bank Limited and Green Delta Insurance Company Limited in various capacities.

Mr. Shahriar Completed his BA (Hons) and MA in English from University of Dhaka. He also obtained his Bachelor of

ational Bank and private sector of Bangladesh. He worked as Controller General of Accounts, Ministry of ce, Government of People's Republic of Bangladesh. He has vast experience in working in Audit Department of Controller & Auditor General of Bangladesh, Mr. Hug has also worked as consultant with some international organizations like World Bank. He attended a number of trainings, workshops and seminars at home and abroad.

5,000,000

Business Administration in Banking and Finance from Monash University, Melbourne, Australia and Master of 6.3 Tax Status Business Administration from Victoria University, Melbourne, Australia The investment tax benefits of the fund would always comply with country's Finance Act and government policies

However, currently the following benefits are available: a) Upto 15% tax rebate on investment upto 25% of taxable income or BDT 1.5 Crore whichever is lower Mr. Kamruzzaman has 14 years of professional experience in Banking & Finance Sector of Bangladesh. Currently he b) Income from unit fund is tax exempted up to BDT 25,000. is working in LankaBangla Finance Limited as the Executive Vice President & Head of Operations with responsibility of Asset Operations, Legal Affairs, Collection & Monitoring, Special Asset Management (SAM), Liability Operations

Graduate Diploma in Personnel Management (DPM) from Bangladesh Institute of Management.

The Fund will pay the fees of Asset Manager, the Trustee and the Custodian together with any other fees. cor

formation expenses will be amortized within 7 (seven) years on a straight line method. The estimated expenses for

2,500,000/-

1,507,402/-

647,149/-

300,000/-

7,554,551,

The above expenses are made in best estimates. Actual expenses may vary but will not be over 5 (five) percent of

Percentage of rotal total Target Fund (Taka) /Details Formation fee to AMC or

Set-fee

5.00.000/-

46,000/-

91.149/-

5,00,000/-

1,000,000/-

collected fund of initial

period (Approximate) as per BSEC Directive (no

2.5 cr Units X Tk

Tk. 37,500; CDBI

100,000/- entry, data processing and

2,500; Depository

Designing and Printing of

Publication of abridged

Management fee of AMC
On scheme for pre-scheme formation

smooth and fair operation. Major expenses of the Fund are detailed as follows:

1.00%

0.60%

0.26%

0.12%

.. 2.5 percent per annum of the weekly average NAV up to Tk 5.00 crore

4. 1.0 percent per annum for additional amount of the weekly average NAV over Tk 50.00 cror

company in different capacities.

Management Accountants of Bangladesh (ICMAB).

he Fund on behalf of the Asset Manager

2 LankaBangla Securities Limited

7.1 Issue and Formation Expenses

payable to AMC

for pre-scheme

5.7.2 Management Fee

5.7.3 Trustee Fee

anagement Company at following rate:

fund or as may be agreed upon between the parties

services will be realized semi-annually

Trustee will fix fees for the subsequent years

investor subscribing to the Units of the Fund.

fee of Tk. 6,000 (Taka six thousand).

DBL fees and any other associated cost

5.7.10 Amortization of Issue and Formation Expense

5.7.9 Brokerage Fee

5.7.8 CDBL Fee

5.7.7 Commission Payable to Selling Agent(s)

the issue and formation of the Fund are presented below:

6.4 Rights of the Unit Holders 6.4.1 Voting Rights and Treasury Operations. During his tenure in LankaBangla, he worked in almost all the functional areas of the All the unit holders shall have usual voting rights. Voting rights can be exercised in person or by proxy in a meeting zaman completed his post-graduation in Accounting from University of Dhaka. He has also completed his

held in connection with any personal to amend the characteristics of the fund or any other agenda of meeting called by the Trustee in the circumstances mentioned in the Trust deed or the সিকিউরিটিন্ন ও এরড়েছ কমিশন (মিউচুয়ালকাভ) বিধিমালা, MBA from Institute of Business Administration, University of Dhaka and a fellow member of the Institute of Cost & ২০০১. In case of show of hands, every Unit holder present in person or/and by proxy shall have only one vote and on a poll, every Unit holder present in person and/or by a proxy shall have one vote for every Unit of which he/she is

Units of the Fund are transferable by way of inheritance/gift and/or by specific operation of law.

6.4.3 Dividend All the Unit holders have equal but proportionate right in respect of dividend

Mr. Alam completed his graduation and post-graduation in management from University of Dhaka. He also has a Post 6.4.4 Periodic Information All the Unit holders of the Fund shall have the right to receive the annual report and audited accounts of the Fund. Moreover, the unit holders shall be informed of the NAV of the Fund on weekly basis through newspaper, the website of the Asset Manager, the Selling Agent(s) to be appointed by the Asset Manager from time to time and any

was with a sported tandadangla asset Management Company Limited on 16th February, 2019 as Chief Executive Officer. Prior to joining LankaBangla Asset Management Company Limited, Mr. Ali was working as Senior Assistant Vice President of LankaBangla Finance Limited. During his tenure in LankaBangla Finance Limited Mr. Ali The Fund's financial year will be closed on 31 December every year. Annual report or major head of income and expenditure account and balance sheet in line with schedule VI of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচ্যয়ালফান্ড) বিধিমাল worked in various department viz. regulatory reporting, corporate affairs & board secretariats and accounts &finance. He has 17 years of working experience. Mr. Ali completed his Chartered Accountancy Course on February २००১ will be published within 45 (forty five) days from the closure of each accounting year. Furthermore, the NAV of the Fund, NAV per Unit, any suspension or alteration of the calculation of NAV of the Fund will be published by the 1999 from Ahmad & Ahmad, Chartered Accountants as per bye laws of the Institute of Chartered Accountants of

> 6.4.6 Beneficial Interest The Unit holders shall preserve only the beneficial interest in the trust properties on pro rata basis of their

ownership of the respective Schemes

CHAPTER SEVEN: UNIT SUBSCRIPTION

The following Companies have shown interest to act as the selling agents of the Fund to sale and repurchase units of 1. The units of LankaBangla 1st Balanced Unit Fund, hereinafter referred to as the Fund, may be bought/surrendered. LBAMCL from time to time. Surrender of units is allowed through LBAMCL or the selling agent from which the units

local and foreign), a trust or a society (registered in or outside of Bangladesh) and not by a firm, minor or persons of 3. Joint application by two persons is acceptable. In such a case, registration and issuance of unit certificate will be in favour of principal applicant while dividend and other benefits, if any, will be addressed to bank account of principal applicant mentioned in the application form. In case of the death of any of the joint holders, only the The Asset Manager may appoint more willing Stock Broker(s)/Merchant Bank(s)/Commercial Bank(s)/Non Bank

on(s) as selling agents in future subject to approval of the Trustee and with due intimation to BSEC. survivor shall be recognized as having any title to the units. On death of both the joint holders, the title to the units 4. Minimum purchase quantity for individual investors is 500 (five hundred) units and for institutional investors is and expenses as may arise from time to time. The Fund will bear its own costs and expenses incurred/accrued in connection with its formation, promotion, registration, public offering together with certain other costs and 5000 (five thousand) units.

5. Application for purchase of units should be accompanied by an account payee cheque/pay order/bank draft in expenses incurred in its operation, including without limitation expenses of legal and consulting service, auditing, ther professional fees and expenses, brokerage, share/debenture registration expenses and fees due to the BSEC. he Fund shall also bear all the other incidental expenses including printing, publication and stationery relating to its favour of "LankaBangla 1st Balanced Unit Fund" for the total value of units. . After clearance/encashment of cheque/draft/pay order the applicant will be issued a confirmation of unit allocation against every purchase with a denomination of number of units he/she/the Institutional investor applies for. If BO A/C is provided during the registration, the units will also be delivered to the unit holder's BO A/C in demat form. Partial surrender (fraction of total units held under a single unit allocation confirmation) is allowed without any Initial issue and formation expenses are estimated not to be over 5 (five) percent of the collected Fund. The issue and

additional cost subject to minimum surrender quantity is 500 (five hundred) units both for individuals and institutions. Upon partial surrender, the unit holder will be issued with a new unit allocation confirmation epresenting the balance of his unit holding. 8. The units may be transferred by way of inheritance/gift and/or by specific operation of the law. In case of transfer

he Fund will charge a nominal fee as decided by LBAMCL from time to time except in the case of transfer by way of gives option in the application form. The unit holders may change their dividend preference in future as per their need 10. All payments /receipts in connection with or arising out of transactions in the units hereby applied for shall be in Bangladeshi Taka.

CHPATER EIGHT: SELLING AGENTS

8.1 Name of Selling Agents

LankaBangla Finance Limite LankaBangla Securities Limite

LankaBangla Investments Limited Name of the **Branch Location Branch Phone** No. Selling Agent Name 20 Kemal Ataturk Avenue Limited Banani, Dhaka +88 02 9114460 MIDAS Centre (8th Floor, North Side) House-5 Road-16 (New), 27(Old) Dhanmondi, Dhaka

Northern Khan Height Tower (Level-3) +88 01766693229 Plot No. 34, Road No. 03 Block-D, ection-11 Mirpur, Dhaka +880 2 8958863 Uttara Tower, (Level-06), 4th Floor Plot-01, Sector-03 +880 2 7914230 Uttara Model Town, Dhak +88 02 9514570-2 Peoples Insurance Bhaban (10 +88 02 9513714-1 +88 02 9514767-8 5 Bangshal Lane (Level 3) +88 02 9550482 57 Shahid Sayed Nazrul Islam Avenue +88 02 9513822 As per the সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচ্যুয়ালফান্ড) বিধিমালা, ২০০১ the Fund shall pay a management fee to the Asset Bangshal, Dhaka +88 031 2512601-3 +88 031 2514563-5 21/22,Agrabad C/A . 2.0 percent per annum for additional amount of the weekly average of NAV up to Tk 25.00 crore over Tk 5.00 ittagong +88 031 2868901-3 3. 1.5 percent per annum for additional amount of the weekly average NAV up to Tk 50.00 crore over Tk 25.00 crore Branch 807/1056, CDA Avenue Ext 100 hittagong-4000 +88 0821 728419 Trustee shall be paid an annual Trusteeship fee of TK. 200,000/- (Taka Two Hundred Thousand) only or @ 0.10% Mirboxtula, Sylhet +8801833326093 of the Net Asset Value (NAV) of the Fund whichever is higher on semi-annual in advance basis, during the life of the +88 081 73371-2 349/KA (new), Badurtola +8801714084836 The fee for Custodian services will be 0.05% per annum of balance securities held by the fund, calculated on the 56/1 Jalpatty Road, (2nd Floor +88 02 9446730-3 average market value per month. Besides this, the fund will bear all other expenses viz (a) transaction fee of BDT Madhabdi, Narsingdi +8801847026836 200.00 per transaction (b) local duties and fees like stamp duty on transactions, stamp duty on transfer deed (c) +880 421 71146-4 Jessore fees etc. However, a fee cap of 0.06% per annum on balance securities held by the fund, calculated on the average Bogra Trade Center (Level 4) +88 051 71031-35 Datta Bari, Borogola, Bogra expenses, mentioned above) per annum go higher than the mentioned fee cap amount. The fee for Custodian Younus Plaza (1st Floor) 444 K. B. Hemayet Uddin Road, Barisal e Fund has paid Tk 500,000 (Taka five lac) only to the Bangladesh Securities and Exchange Commission as Mymensingh Sabit-Sharif Bhaban (2nd Floor) +091 62901 registration fee. In addition, the Fund will have to pay at the rate of 0.10 percent of the Fund value or Tk 50,000 (Taka 55/A, Boro Bazar, Mymenshing-2200 +091 62902 fifty thousand), whichever is higher, as annual fee in terms of the সিকিউরিটিজ ও এক্সচেঞ্চ কমিশন (মিউচ্যুয়ালফান্ড) বিধিমালা, ২০০১ Tribun Tower, 2/A, K.D.A Avenue, Branch Khulna The audit fee will be Tk 40,000 (Taka forty thousand) only plus applicable VAT, for the first accounting year and the Ahmed Plaza (2nd Floor) +0271 771216 Holding No. 182, Alupotty, Ghoramara, Boaliya, Rajshah +0271 771293 @ 0.15% on both the subscription and surrender amount which may change in future with the approval of the Eunoos Trade Center, Level-21 +88 02 7113585 52-53 Dilkusha C/A, Dhaka-1000 +88 02 9561238 Trustee. The authorized Selling Agents will also be paid Tk. 20.00 (taka twenty) for each successful registration of any A.A. Bhaban (Level - 5) 23 Motijhee +88 02 9563901 Fund shall pay CDBL fresh issue fee for every investor who receives Units in his depository account at the rate of Securities Branch C/A, Dhaka +88 02 9563903-5 k. 0.00015 on the issue price of the Units which translates to a fee of Tk. 15 (Taka fifteen) per Tk. 1 (one) lac of units DSE Annex Building (1st Floor) at the issue price. Besides this an annual fee of Tk. 100,000 (Taka one lac) is paid in advance. Other minor charges 9/E Motijheel C/A, Dhaka Eunoos Trade Center, (15th Floor +88 02 9581628-30 52-53 Dilkusha C/A, Dhaka Principal The fund will pay to the stock broker commission of 0.25%-0.40% of the total transaction including Howla, Laga Assurance Nazir Tower (Level-06) +88 02 9820669 Branch 65/B. Kemal Attaturk Avenue The initial issue expenses in respect of the Fund shall not exceed 5 (five) percent of the collected amount of the Fund Banani, Dhaka

4th Floor (Level-6), Uttara tower

Plot No # 1 Jashimuddin Avenue

Sector No #3 Uttara C/A

MIDAS Centre, 8th Floor H

Road: 16 (New), 27(Old)

Dhanmondi, Dhaka

53/1. S.M. Maleh Road

Tan Bazar, Narayangan

1216/A. SK Muiib Road

Agrabad, Chittagong

Khatungonj, Chittagong

1618/1839, CDA Avenue

Nasirabad, Chittagong

R N Tower (4th Floo

Chowhatta, Sylhet

Nahar Plaza(1st Floor)

67/58, Nazrul Islam Avenue

1016(Old), Ram Joy Mohajan Lane

Branch

Branch

Branch

Branch

Branch

+88 02 8958575

+88 02 8951658

+88 02 9112650

+88 02 9112648

+88 02 7630582

+88 02 7630582

+88 031 724547

+88 031 724548

+88 031 632276

+88 031 626709

+88 031 2554171-

+88 0821 711143

+88 0821 71175

+88 0821 711912

+88 081 62117

+88 081 62109

registration fees payable to the commission, audit fees, cost for publication of reports and periodicals, bank charge, etc shall not exceed 4 (four) percentage of the weekly average net asset outstanding during any accounting yea CHAPTER SIX: SIZE OF THE FUND AND RIGHTS OF THE UNIT HOLDERS

The initial size of the Fund shall be Tk 250,000,000 (Taka twenty five crore) only divided into 25,000,000 (two crore fifty lac) Units of Tk 10 (Taka ten) each which may be increased from time to time by the Asset Manager subject to approval of the Trustee with due intimation to the Commission till liquidation the Fund. The initial distribution of the Fund's unit holding shall be as follows:

The Fund shall pay commission to the authorized Selling Agents to be appointed by the Asset Management Com

include one-time documentation fee of Tk. 2,500 (Taka two thousand and five hundred) and yearly CDS connection

he total expense charged to the Fund, except the amortization of initial issue expenses and including transaction

cost in the form of stock brokerage against buy and sell of securities forming a part of acquisition and disposal cost

of such securities, transaction fee payable to the custodian against acquisition or disposal of securities, the annua

aised under the scheme and will be amortized with 7 (seven) years on a straight line method.

Subscriber	Number of Units	Face Value (Taka/Unit)	Amount (Taka)	Status
Sponsor				
LankaBangla Finance Limited	5,000,000	10	50,000,000	Subscribed
Placement Investors	10,000,000	10	100,000,000	Subscribed
General Investors	10,000,000	10	100,000,000	Yet to Subscribe
Total	25,000,000		250,000,000	

6.2 Pre-IPO Placement 6.2.1 Sponsor's Subscription

LankaBangla Securities Limited

LankaBangla Finance Limited, the Sponsor, has already subscribed Tk 50,000,000 (Taka five crore) only worth of Units equivalent to 5,000,000 (fifty lac) Units of Tk 10 (ten) each at par on December 2, 2015. 6.2.2 Pre-IPO Investor he following Institutions have subscribed Tk. 100.000.000 (taka ten crore) only for 10.000.000 (one crore) units with

each unit worth Tk. 10.00 (taka ten) at par:

5,000,000 10,000,000

