

## ***Private & Confidential***



কাজী জহির খান এন্ড কোং  
**KAZI ZAHIR KHAN & CO.**  
**Chartered Accountants**  
Since 1980

Associated Firm of

**EHK Consulting**  
Always adding value

***Independent Auditors' Report***  
**&**  
***Financial Statements***  
**of**  
***Credence First Shariah Unit Fund***  
***as on and for the year ended 30 June, 2022***

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**Credence First Shariah Unit Fund  
for the year ended 30 June, 2022**

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## **INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF CREDENCE FIRST SHARIAH UNIT FUND**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the consolidated financial statements of Credence First Shariah Unit Fund (the Fund), which comprise the statement of financial position as at 30 June, 2022 and the statement of profit or 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 and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Securities and Exchange Rules 1987, the Securities and Exchange (Mutual Fund) Rules, 2001 and other applicable laws and regulations.

#### **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 Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Asset Manager is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs as explained in note 2.00 and for such internal control as asset manager determines in necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error. The Securities and Exchange Rules, 1987 and the Securities and Exchange (Mutual Fund) Rules, 2001 require the Asset Manager to ensure effective internal audit, internal controls and risk management functions of the Fund.

In preparing the financial statements, asset manager 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 Trustee 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 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.





## Independent Auditors' Report (Continued)

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosure, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

## Report on Other Legal and Regulatory Requirements

In according with the Securities and Exchange Rules, 1987 and the Securities and Exchange (Mutual Fund) Rules, 2001 we also report the following:

- i. 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;
- ii. 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;
- iii. 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; and
- iv. the expenditure incurred was for the purposes of the Fund's business.

Dated: Dhaka  
03 August, 2022

**KAZI ZAHIR KHAN & CO.**  
Chartered Accountants

DVC: 2208030915AS469996

Abdulla-Al-Mahmud FCA, FCMA, FCS, LL.B, CISA  
Engagement Partner (Enrolment No. 0915)

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**Credence First Shariah Unit Fund**

**Statement of Financial Position  
as at 30 June, 2022**

<u>Particulars</u>	<u>Notes</u>	<u>2021-2022</u> <u>Taka</u>	<u>2020-2021</u> <u>Taka</u>
<b><u>ASSETS</u></b>			
<b>Assets</b>		<b>121,007,716</b>	<b>114,970,240</b>
Investment in Shares-at Market Price	3.00	89,306,804	94,852,822
Investment in Shares (Pre-IPO/RPO)	4.00	15,000,000	-
Accounts Receivable	5.00	400,984	250,000
Advances, Deposits & Pre-payments	6.00	118,270	131,761
Preliminary & Issue Expenses	7.00	1,257,774	1,727,577
Cash & Cash Equivalents	8.00	14,923,884	18,008,080
<b>Total Assets</b>		<b>121,007,716</b>	<b>114,970,240</b>
<b><u>EQUITY &amp; LIABILITY</u></b>			
<b>Owners' Equity:</b>		<b>119,523,722</b>	<b>113,534,384</b>
Capital Fund	9.00	87,532,950	82,457,100
Unit Premium Reserve	10.00	1,234,978	(694,602)
Retained Earnings	11.00	30,755,794	31,771,886
<b>Current Liabilities</b>		<b>1,483,994</b>	<b>1,435,856</b>
Liability for Expenses	12.00	1,483,994	1,435,856
<b>Total Equity &amp; Liabilities</b>		<b>121,007,716</b>	<b>114,970,240</b>
<b>Net Asset Value (NAV) per Unit</b>			
at Cost	19.00	<b>13.72</b>	<b>14.30</b>
at Market Price	20.00	<b>13.65</b>	<b>13.77</b>

The accounting policies and other notes form an integral part of the financial statements.

The Financial Statements were approved and authorized for issue by the Board of Trustees on the date of July 31, 2022 and signed for and on behalf of the Trustees.


  
Chairman, Trustee  
Investment Corporation of  
Bangladesh

  
Member, Trustee  
Investment Corporation of  
Bangladesh

  
Asset Manager (Managing Director)  
Credence Asset Management Ltd.

This is the Statement of Financial Position  
referred to in our report of even date.

Dated: Dhaka  
03 August, 2022

  
**KAZI ZAHIR KHAN & CO.**  
Chartered Accountants  
DVC: 2208030915AS469996  
Abdulla-Al-Mahmud FCA, FCMA, FCS, LL.B, CISA  
Engagement Partner (Enrolment No. 0915)





**Credence First Shariah Unit Fund**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**for the year ended 30 June, 2022**

<u>Particulars</u>	<u>Notes</u>	<u>2021-2022</u> <u>Taka</u>	<u>2020-2021</u> <u>Taka</u>
<b>Income</b>			
Gain on Sale of Investments (Annexure-B)		13,903,912	26,836,888
Dividend from Investment in Shares	13.00	3,558,359	2,010,791
Profit Received on Deposit	14.00	568,933	422,252
<b>Total Income</b>		<b>18,031,204</b>	<b>29,269,931</b>
<b>Expenses</b>			
Management Fees	15.00	2,634,085	2,225,357
Amortization of Preliminary & Issue Expenses		469,803	467,228
Annual Fees to BSEC		114,357	79,328
CDBL Settlement & Demat Charges		29,385	34,574
CDBL Fees		26,000	26,000
Trustee Fees		174,208	127,192
Custodian Fees		152,345	118,218
Brokerage Commission		416,914	798,307
Audit Fees		34,500	34,500
IPO Application Related Expenses		14,000	52,000
Bank Charges & Excise Duty		40,509	20,166
Other Operating Expenses	16.00	202,399	140,734
<b>Total Expenses</b>		<b>4,308,505</b>	<b>4,123,604</b>
<b>Profit before Provision</b>		<b>13,722,699</b>	<b>25,146,327</b>
(Provision Required)/Write Back against Erosion of Marketable Investment	17.00	3,814,057	21,341,434
<b>Net Profit during the year</b>		<b>17,536,756</b>	<b>46,487,761</b>
<b>Earnings per Unit</b>	18.00	<b>2.00</b>	<b>5.64</b>

The accounting policies and other notes form an integral part of the financial statements.

The Financial Statements were approved and authorized for issue by the Board of Trustees on the date of July 31, 2022 and signed for and on behalf of the Trustees.

  
**Chairman, Trustee**  
**Investment Corporation of**  
**Bangladesh**

  
**Member, Trustee**  
**Investment Corporation of**  
**Bangladesh**

  
**Asset Manager (Managing Director)**  
**Credence Asset Management Ltd.**

This is the Statement of Profit or Loss  
and Other Comprehensive Income  
referred to in our report of even date.

**Dated: Dhaka**  
**03 August, 2022**

  
**KAZI ZAHIR KHAN & CO.**  
**Chartered Accountants**  
DVC: 2208030915AS469996  
Abdulla-Al-Mahmud FCA, FCMA, FCS, LL.B, CISA  
Engagement Partner (Enrolment No. 0915)



**Credence First Shariah Unit Fund**

**Statement of Changes in Equity  
for the year ended 30 June, 2022**

Particulars	Unit Capital	Unit Premium Reserve	Retained Earnings	Total Equity
Balance as on 01-07-2021	82,457,100	(694,602)	31,771,886	113,534,384
Unit Capital Raised during the year	5,581,650	-	-	5,581,650
Unit Re-Purchased during the year	(505,800)	-	-	(505,800)
Premium on Re-Investment	-	2,122,558	-	2,122,558
Premium on Re-Purchase	-	(192,978)	-	(192,978)
Net Profit/(Loss) during the year	-	-	17,536,756	17,536,756
Dividend Paid	-	-	(18,552,848)	(18,552,848)
<b>Balance as on 30-06-2022</b>	<b>87,532,950</b>	<b>1,234,978</b>	<b>30,755,794</b>	<b>119,523,722</b>

Particulars	Unit Capital	Unit Premium Reserve	Retained Earnings	Total Equity
Balance as on 01-07-2020	93,743,760	(175,934)	(14,715,875)	78,851,951
Unit Capital Raised during the year	546,612	-	-	546,612
Unit Re-Purchased during the year	(11,833,272)	-	-	(11,833,272)
Premium on Re-Purchase	-	(518,668)	-	(518,668)
Net Profit/(Loss) during the year	-	-	46,487,761	46,487,761
<b>Balance as on 30-06-2021</b>	<b>82,457,100</b>	<b>(694,602)</b>	<b>31,771,886</b>	<b>113,534,384</b>

The accounting policies and other notes form an integral part of the financial statements.

The Financial Statements were approved and authorized for issue by the Board of Trustees on the date of July 31, 2022 and signed for and on behalf of the Trustees.


  
**Chairman, Trustee**  
**Investment Corporation of**  
**Bangladesh**

  
**Member, Trustee**  
**Investment Corporation of**  
**Bangladesh**

  
**Asset Manager (Managing Director)**  
**Credence Asset Management Ltd.**

This is the Statement of Changes in Equity referred to in our report of even date.

**Dated: Dhaka**  
**03 August, 2022**

  
**KAZI ZAHIR KHAN & CO.**  
**Chartered Accountants**  
DVC: 2208030915AS469996  
Abdulla-Al-Mahmud FCA, FCMA, FCS, LL.B, CISA  
Engagement Partner (Enrolment No. 0915)



**Credence First Shariah Unit Fund**

**Statement of Cash Flows  
for the year ended 30 June, 2022**

<u>Particulars</u>	<u>2021-2022</u> <u>Taka</u>	<u>2020-2021</u> <u>Taka</u>
<b>Cash Flows from Operating Activities</b>		
Gain on Sale of Investments	13,903,912	26,836,888
Dividend from Investment in Shares	3,408,359	1,368,656
Profit Received on Deposit	567,949	422,252
Operating Expenses	(3,777,073)	(3,367,652)
<b>Net Cash Generated from Operating Activities</b>	<b>14,103,147</b>	<b>25,260,144</b>
<b>Cash Flows from Investing Activities</b>		
Net Investment in Shares and Securities	(9,453,982)	(4,187,204)
<b>Net Cash used in Investing Activities</b>	<b>(9,453,982)</b>	<b>(4,187,204)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from Issuance of Units	5,581,650	546,612
Proceeds from Re-Purchase of Units	(505,800)	(11,833,272)
Premium Received on Unit Sold	2,122,558	-
Premium Refunded Unit Surrendered	(192,978)	-
(Provision Required)/Write Back against Erosion of Marketable Investment	3,814,057	-
Dividend Paid	(18,552,848)	-
<b>Net Cash Generated from Financing Activities</b>	<b>(7,733,361)</b>	<b>(11,286,660)</b>
<b>Net Cash Increase in Cash &amp; Cash Equivalents</b>	<b>(3,084,196)</b>	<b>9,786,280</b>
<b>Cash &amp; Cash Equivalents at the beginning of the year</b>	<b>18,008,080</b>	<b>8,221,800</b>
<b>Cash &amp; Cash Equivalents at the end of the year</b>	<b>14,923,884</b>	<b>18,008,080</b>
<b>Net Operating Cash Flows per Unit</b>	<b>21.00</b>	<b>1.61</b>
		<b>3.06</b>

The accounting policies and other notes form an integral part of the financial statements.

The Financial Statements were approved and authorized for issue by the Board of Trustees on the date of July 31, 2022 and signed for and on behalf of the Trustees.


  
Chairman, Trustee  
Investment Corporation of  
Bangladesh

  
Member, Trustee  
Investment Corporation of  
Bangladesh

  
Asset Manager( Managing Director)  
Credence Asset Management Ltd.

This is the Statement of Cash Flows  
referred to in our report of even date.

Dated: Dhaka  
03 August, 2022

  
KAZI ZAHIR KHAN & CO.  
Chartered Accountants  
DVC: 2208030915AS469996  
Abdulla-Al-Mahmud FCA, FCMA, FCS, LL.B, CISA  
Engagement Partner (Enrolment No. 0915)



## Credence First Shariah Unit Fund

### Notes to the Financial Statements for the year ended 30 June, 2022

#### 1.00 The Fund & It's Operations:

##### 1.01 Introduction

Credence First Shariah Unit Fund (here-in-after referred to the "Fund") was constituted through a Trust Deed signed on 08 October 2017 between Credence Asset Management Limited as 'Sponsor' and the Investment Corporation of Bangladesh (ICB) as 'Trustee' under the Trust Act 1882 and Registration Act 1908. The Fund was registered with the Bangladesh Securities and Exchange Commission (BSEC) on 29 October 2017 vide registration no. BSEC/Mutual Fund/2017/84 under the Securities and Exchange Commission (Mutual Fund) Rules 2001. The operation of the Fund was commenced on 04 March 2018.

The Investment Corporation of Bangladesh (ICB) is custodian of the fund and Credence Asset Management Limited manages the operations of the fund as Fund Manager. Credence Asset Management Company Limited (CAML), is one of the growing asset management companies of the country. CAML is established by a group of highly experienced capital market professionals and seasoned business personalities with a view to bringing positive change in the fund management segment of our capital market.

##### 1.02 Address of the Registered & Corporate Office:

The registered office of the Fund is located at 56/1, Purana Paltan, Baitul View Tower, 8th Floor, B-Unit, Dhaka-1000.

##### 1.03 Objective:

The objective of Credence First Shariah Unit Fund is to earn superior risk adjusted return by maintaining a diversified portfolio and provide attractive dividend payments to the unit holders.

#### 2.00 Summary of Significant Accounting & Valuation Principles:

##### 2.01 Basis of Preparation & Presentation of the Financial Statements:

The financial statements have been prepared and the disclosures of information made in accordance with the requirements of Trust Deed, Securities and Exchange Rules, 1987 and IAS and IFRS. The Statement of Financial Position and Statement of Comprehensive Income have been prepared according to IAS-1 "Presentation of Financial Statements" based on accrual basis of accounting following going concern assumption under generally accepted accounting principles and practices in Bangladesh and cash flow statements according to IAS-7 "Cash Flow Statement".

##### 2.02 Accounting Convention and Assumption:

The financial statements are prepared under the historical cost convention.

##### 2.03 Principal Accounting Policies:

The specific accounting policies have been selected and applied by the Fund's management for significant transactions and events that have a material effect within the Framework for preparation & presentation of Financial Statements. Financial Statements have been prepared and presented in compliance with IAS-1 "Presentation of Financial Statements". The previous year's figures were formulated according to the same accounting principles. Compared to the previous year, there were no significant changes in the accounting and valuation policies affecting the financial position and performance of the Fund. However, changes made to the presentation are explained in the note for each respective item.

Accounting and valuation methods are disclosed for reasons of clarity. The Fund classified the expenses using the function of expenses method as per IAS-1.

**2.04 Legal Compliance:**

The financial statements have been prepared and the disclosures of information made in accordance with the requirements of the Trust Deed, Securities and Exchange Rules, 1987 and IASs. On the basis of these regulations, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) were applied with the applicable standards at the Statement of Financial Position date.

**2.05 Critical Accounting Estimates, Assumptions and Judgments:**

The preparation of the financial statements are in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Fund's accounting policies.

**2.06 Components of the Financial Statements:**

According to the International Accounting Standards (IAS)-1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components":

- Statement of Financial Position as at 30 June, 2022;
- Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June, 2022;
- Statement of Changes in Equity for the year ended 30 June, 2022;
- Statement of Cash Flows for the year ended 30 June, 2022;
- Accounting Policies and Explanatory Notes.

**2.07 Cash & Cash Equivalents:**

Cash and cash equivalents include cash in hand, cash at banks, term deposits which are available for use by the Fund without any restrictions. There is an insignificant risk of change in value of the same.

**2.08 Accounts Receivable:**

Receivables are carried at original invoice amount. This is considered good for collection and therefore, no amount was written off as bad debt and no debt was considered doubtful to provide for.

**2.09 Provision:**

The preparation of financial statements are in conformity with International Accounting Standards, IAS-37 Provisions, Contingent Liabilities and Contingent Assets requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

**2.10 Investment:**

All purchases and sales of securities that require delivery within the time frame established by regulation or market convention are recognized at the date of trading i.e. the date on which the Fund commits to purchase or sell the investments. Bonus entitlements, if any, are not accounted for as income rather included in the portfolio to reduce the average cost after being confirmed on respective AGM date.

Investment is recorded in the Balance Sheet at cost value where the market value of the investment is given as required by the act.

**2.11 Revenue Recognition:**

Gains/losses arising on sale of investment are included in the Profit or Loss and Other Comprehensive Income on the date at which the transaction takes place. Dividend and interest income are recognized on accrual basis.

**2.12 Amortization of Preliminary and Issue Expenses:**

Preliminary and issue expenses represent expenditure incurred prior to commencement of operations and establishment of the Fund. These costs are amortized within seven years' tenure after adjusting interest income from escrow accounts as per trust deed and Securities and Exchange Commission (Mutual Fund) Rules, 2001.

**2.13 Provision for Marketable Investment:**

The investments have been valued on aggregate portfolio basis and a provision is required to be made considering overall decrease in the value of the investments. To meet any future unforeseen diminution in the value of the investment portfolio over the cost, the management has established a policy of making a general provision out of its profit and has set up an accumulated general provision for Taka.



**2.14 Dividend Policy:**

Pursuant to rule 66 of the Securities and Exchange Commission (Mutual Fund) Rules, 2001, the Fund is required to distribute in the form of dividend to its unitholders an amount which shall not be less than 70% of annual profit during the year, net of provisions.

**2.15 Management Fees:**

Credence Asset Management, the management company of the Fund is to be paid an annual management fees on weekly average net asset value (NAV) as per Rule 65 of Securities and Exchange Commission (Mutual Fund) Rules, 2001 and Trust Deed. The rate will be applicable as per below:

Weekly Average NAV Amount (Tk.)	Percentage(%)
Up to Tk. 5.00 Crore	2.50%
Up to additional Tk. 25.00 Crore over Tk. 5.00 Crore	2.00%
Up to additional Tk. 50.00 Crore over Tk. 25.00 Crore	1.50%
Over additional Tk. 50.00 Crore	1.00%

**2.16 Cash Flow Statement:**

Statement of Cash Flow is prepared principally in accordance with IAS-7: Cash Flow Statement and the cash flows from operating activities have been presented on direct method.

**2.17 Statement of Changes in Equity:**

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

**2.18 Trustee Fees:**

The Trustee is entitled to an annual Trustee Fee of @ 0.15% on NAV of the Fund on semiannual in advance basis during the life of the Fund or as may be agreed upon between the parties.

**2.19 Custodian Fees:**

The Custodian is entitled to receive a safekeeping fee @ 0.15% of the balance of securities and assets held by the fund calculated on the basis of average month end value per annum.

**2.20 Annual Fees to BSEC:**

Annual fees at the rate of 0.10% of the fund size was paid to Bangladesh Securities and Exchange Commission (BSEC) as per Rules 11 (1) of Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001.

**2.21 Earning Per Unit:**

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

**2.22 Comparative:**

Financial statements are presented as IAS-1 "Presentation of Financial Statements" and previous year's figures have been restated due to changes in some accounting policies as per IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

**2.23 Reporting Period:**

The financial statements cover one year from 01 July, 2021 to 30 June, 2022.

**2.24 Authorization date for issuing Financial Statements:**

The financial statements were authorized by the Board of Trustees on July 31, 2022 for issue after completion of review.

**2.25 General:**

Wherever considered necessary, previous year's figures have been rearranged for the purpose of comparison;

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

**Notes Particulars**

**2021-2022**

**2020-2021**

**Taka**

**Taka**

**3.00 Investment in Shares-at Market Price:**

This is made-up as follows:

Investment in Shares (Note 3.01)

**Total**

89,306,804

94,852,822

**89,306,804**

**94,852,822**

**3.01 Sector wise Break-up of Investment in Shares is as follows:**

Sector/Category	Total Cost Price	Total Market Price	Total Market Price
Bank	9,285,549	8,904,000	7,182,000
Cement	13,072,875	13,346,000	13,750,000
Ceramic Industries	733,255	739,500	-
Corporate Bond	1,309,127	1,366,844	-
Engineering	12,692,811	13,472,100	11,337,122
Financial Institution	-	-	-
Foods & Allied	-	-	-
Fuel & Power	9,578,602	7,658,500	9,080,000
Service & Real State	3,825,141	6,337,500	-
Insurance	-	-	220,000
Miscellaneous	5,947,841	5,192,000	4,475,000
Mutual Funds	6,143,896	4,855,000	8,156,218
Pharmaceuticals & Chemicals	16,990,667	17,882,600	26,215,582
Telecommunication	10,287,583	9,552,760	11,316,900
Textiles	-	-	3,120,000
<b>Total</b>	<b>89,867,347</b>	<b>89,306,804</b>	<b>94,852,822</b>

Details are given in Portfolio Statement (Annexure-A).

**4.00 Investment in Shares (Pre-IPO/RPO):**

This is made-up as follows:

Achia Sea Food Limited

**Total**

15,000,000

-

**15,000,000**

**-**

27,260 ordinary shares @ Tk.10/- each allotment received under fixed price method.

**5.00 Accounts Receivable:**

This is made-up as follows:

Dividend Receivable (Note 5.01)

Profit Receivables

**Total**

400,000

250,000

984

-

**400,984**

**250,000**

**5.01 FIRSTSBANK**

**Total**

400,000

-

**400,000**



**Notes Particulars**

**2021-2022**

**2020-2021**

**Taka**

**Taka**

**6.00 Advances, Deposits & Pre-payments:**

This made-up as follows:

Advance CDBL Fees

Advance Subscription Fees to BSEC

**Total**

-	17,404
118,270	114,357
<b>118,270</b>	<b>131,761</b>

**7.00 Preliminary & Issue Expenses:**

The above balance has been made-up as under:

Opening Balance

Add: Addition during the year

Less: Amortization during the year

**Closing Balance**

1,727,577	2,194,805
-	-
<b>1,727,577</b>	<b>2,194,805</b>
469,803	467,228
<b>1,257,774</b>	<b>1,727,577</b>

**8.00 Cash & Cash Equivalents:**

This made-up as follows:

Cash in Hand:

Vision Capital Management Ltd.

Popular Life Securities Ltd.

<b>864,334</b>	<b>427</b>
863,980	73
354	354

Cash at Bank:

Shahjalal Islami Bank Ltd., Bijoy Nagar Br., 13100001684

Dhaka Bank Ltd., Motijheel Br., 2141550001488

Al Arafah Islami Bank Ltd., Motijheel Br., 0021220008016

**Total**

<b>14,059,550</b>	<b>18,007,653</b>
5,101	6,171
65,808	99,869
13,988,641	17,901,613
<b>14,923,884</b>	<b>18,008,080</b>

The bank balances have been confirmed and reconciled with respective bank statement.

**9.00 Capital Fund:**

This made-up as follows:

Opening Balance

Add: Re-Investment during the year

Less: Re-Purchase during the year

**Closing Balance**

82,457,100	93,743,760
5,581,650	546,612
88,038,750	94,290,372
505,800	11,833,272
<b>87,532,950</b>	<b>82,457,100</b>

The unit capital represents 8,753,295 number of units of Tk.10/- each in circulation of premium.

**Notes Particulars**

**2021-2022**

**2020-2021**

**Taka**

**Taka**

**10.00 Unit Premium Reserve:**

This made-up as follows:

Opening Balance	(694,602)	(175,934)
Add: Premium on Re-Investment	2,122,558	-
	1,427,956	(175,934)
Less: Premium on Re-Purchase	192,978	518,668
<b>Closing Balance</b>	<b>1,234,978</b>	<b>(694,602)</b>

**11.00 Retained Earnings:**

This made-up as follows:

Opening Balance	31,771,886	(14,715,875)
Add: Net Profit during the year	17,536,756	46,487,761
Less: Dividend Paid	(18,552,848)	-
<b>Closing Balance</b>	<b>30,755,794</b>	<b>31,771,886</b>

**12.00 Liabilities for Expenses:**

This made-up as follows:

Management Fees	1,323,716	1,205,497
CDBL Settlement & Demat Charges	1,288	26,000
Custodian Fees	77,080	65,749
Audit Fees	30,000	30,000
VAT on Audit Fees	4,500	8,250
Newspaper Publication Expenses	8,640	66,240
Unclaimed Dividend	-	-
VAT on Publication Expenses	12,450	28,314
Dividend Purification Payable	24,000	-
TDS Payable	2,320	5,806
<b>Total</b>	<b>1,483,994</b>	<b>1,435,856</b>



**Notes Particulars**

**13.00 Dividend from Investment in Shares:**

	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Taka</b>	<b>Taka</b>
AIBL1STMF	250,000	245,000
ALARABANK	-	101,592
BBSCABLES	-	40,000
BEXIMCO	108,500	-
BXPHERMA	175,000	-
BEXIMCO GREEN SUKUK	86,170	-
BSRMLTD	-	33,155
CONFIDENCEM	25,000	-
DBH1STMF	240,000	-
DOMINAGE	-	7,500
FIRSTBANK	400,000	250,000
GP	168,750	462,406
GREENDELTAMF	240,000	-
GPHISPAT	70,000	110,511
IBNSINA	165,863	137,791
ISLAMICFIN	-	50,000
LHBL	462,500	175,000
LINDEBD	291,500	-
MALEKSPIN	110,000	-
NAILCO	41,298	-
RAKCERAMIC	56,250	-
ROBI	-	45,000
RUNNERAUTO	30,000	30,000
SAIFPOWER	400,000	-
SIBL	-	225,500
SINGERBD	108,000	-
SQURPHARMA	129,528	97,336
<b>Total</b>	<b>3,558,359</b>	<b>2,010,791</b>

**14.00 Profit Received on Deposits:**

Profit Received on Deposit	568,933	422,252
<b>Total</b>	<b>568,933</b>	<b>422,252</b>

**15.00 Management Fees:**

Management Fees	2,634,085	2,225,357
<b>Total</b>	<b>2,634,085</b>	<b>2,225,357</b>

2.50 percent per annum of the weekly average NAV up to Tk. 5.00 crore and @ 2.00 percent per annum for additional amount of the weekly average NAV up to Tk. 25.00 crore over Tk. 5.00 crore and @ 1.50 percent per annum for additional amount of the weekly average NAV up to Tk. 50.00 crore over Tk. 25.00 crore and @ 1.00 percent per annum for additional amount of the weekly average NAV over Tk. 50.00 crore, accrued and payable semi-annually.

**16.00 Other Operating Expenses:**

This made-up as follows:

Newspaper Publication & Other Expenses	178,399	140,734
Dividend Purification	24,000	-
<b>Total</b>	<b>202,399</b>	<b>140,734</b>

**Notes Particulars**

**17.00 Reserve for Unrealized Gain/(Loss):**

	<u>2021-2022</u> <u>Taka</u>	<u>2020-2021</u> <u>Taka</u>
Opening Balance	(4,374,600)	(25,716,034)
Provision Shortfall	-	-
(Provision Required)/Write Back for the year in Statement of Profit or Loss and Other Comprehensive Income	3,814,057	21,341,434
Required Provision against Diminution in Value of Investments at the end of the year	<u>(560,543)</u>	<u>(4,374,600)</u>

**18.00 Earnings per Unit:**

The Computation is given below:

Earning attributable to the unitholders (net profit after tax)	17,536,756	46,487,761
Number of Units	8,753,295	8,245,710
Earnings per Unit (Per value Tk. 10)	<u>2.00</u>	<u>5.64</u>

**19.00 Net Assets Value (NAV) Per Unit at Cost Price:**

The Computation of (NAV) is given below:

NAV at Cost Price	120,084,265	117,908,984
Number of Units	8,753,295	8,245,710
Net Assets Value (NAV) per Unit at Cost Price	<u>13.72</u>	<u>14.30</u>

**20.00 Net Assets Value (NAV) Per Unit at Market Price:**

The Computation of (NAV) is given below:

NAV at Market Price	119,523,722	113,534,384
Number of Units	8,753,295	8,245,710
Net Assets Value (NAV) per Unit at Market Price	<u>13.65</u>	<u>13.77</u>

**21.00 Net Operating Cash Flows per Unit:**

The Computation of (NOCFU) is given below:

Net Cash Generated from Operating Activities	14,103,147	25,260,144
Number of shares Outstanding during the year	8,753,295	8,245,710
Net Operating Cash Flows per Unit	<u>1.61</u>	<u>3.06</u>

**22.00 Audit Fees:**

Auditors remuneration comprises annual audit fees only.



Notes Particulars

2021-2022  
Taka

2020-2021  
Taka

**23.00 General:**

All the figures in the financial statements represent Bangladeshi taka currency (BDT) rounded off to the nearest figure.

The comparative information has been disclosed of 2020-2021 for all numerical information in the financial statements and also the narrative and descriptive information as found relevant for understanding of the current years financial statements.

To facilitate comparison, certain relevance balances pertaining to the previous year have been rearranged or reclassified whenever considered necessary to conform to current year presentation.

**24.00 Events after the Reporting Period:**

The Trustees of the Fund approved dividend at the rate of BDT 1.50 per unit i.e. 15.00% for the year ended 30 June, 2022 at the meeting held on July 31, 2022.



Chairman, Trustee  
Investment Corporation of  
Bangladesh



Member, Trustee  
Investment Corporation of  
Bangladesh



Asset Manager (Managing Director)  
Credence Asset Management Ltd.

Dated: Dhaka  
03 August, 2022

## Credence First Shariah Unit Fund

KAZI ZAHIR KHAN & CO.  
Chartered AccountantsPortfolio Statement  
as at 30 June, 2022

## Annexure-A

Sl. No.	Instrument	Total Share	Buy Rate	Mkt Rate	Buy Price	Mkt. Price	Deficit/(Excess)	% NAV
<b>BANK</b>								
1	FIRSTSBANK	840,000	11.05	10.60	9,285,549	8,904,000	(381,549)	7.73
					<u>9,285,549</u>	<u>8,904,000</u>	<u>(381,549)</u>	<u>7.73</u>
<b>CEMENT</b>								
2	CONFIDCEM	10,000	138.79	103.40	1,387,864	1,034,000	(353,864)	1.16
3	LHBL	180,000	64.92	68.40	11,685,011	12,312,000	626,989	9.73
					<u>13,072,875</u>	<u>13,346,000</u>	<u>273,125</u>	<u>10.88</u>
<b>CERAMIC INDUSTRIES</b>								
4	RAKCERAMIC	15,000	48.88	49.30	733,255	739,500	6,245	0.61
					<u>733,255</u>	<u>739,500</u>	<u>6,245</u>	<u>0.61</u>
<b>CORPORATE BOND</b>								
5	BEXGBSUKUK	14,857	88.12	92.00	1,309,127	1,366,844	57,717	1.09
					<u>1,309,127</u>	<u>1,366,844</u>	<u>57,717</u>	<u>1.09</u>
<b>ENGINEERING</b>								
6	BDLAMPS	15,000	276.27	267.50	4,144,115	4,012,500	(131,615)	3.45
7	SINGERBD	18,000	187.67	162.70	3,378,061	2,928,600	(449,461)	2.81
8	QUASEMIND	75,000	43.94	65.80	3,295,386	4,935,000	1,639,614	2.74
9	RUNNERAUTO	30,000	62.51	53.20	1,875,249	1,596,000	(279,249)	1.56
					<u>12,692,811</u>	<u>13,472,100</u>	<u>779,289</u>	<u>10.57</u>
<b>FUEL &amp; POWER</b>								
10	LINDEBD	5,300	1,807.28	1,445.00	9,578,602	7,658,500	(1,920,102)	7.97
					<u>9,578,602</u>	<u>7,658,500</u>	<u>(1,920,102)</u>	<u>7.97</u>
<b>MISCELLANEOUS</b>								
11	BEXIMCO	40,000	148.70	129.80	5,947,841	5,192,000	(755,841)	4.95
					<u>5,947,841</u>	<u>5,192,000</u>	<u>(755,841)</u>	<u>4.95</u>
<b>MUTUAL FUND</b>								
12	AIBL1STMF	250,000	10.10	7.90	2,523,896	1,975,000	(548,896)	2.10
13	DBH1STMF	200,000	9.20	7.30	1,840,000	1,460,000	(380,000)	1.53
14	GREENDELMF	200,000	8.90	7.10	1,780,000	1,420,000	(360,000)	1.48
					<u>6,143,896</u>	<u>4,855,000</u>	<u>(1,288,896)</u>	<u>5.12</u>
<b>PHARMACEUTICALS &amp; CHEMICALS</b>								
15	BXPHERMA	48,500	183.92	154.60	8,920,270	7,498,100	(1,422,170)	7.43
16	IBNSINA	35,000	230.58	296.70	8,070,397	10,384,500	2,314,103	6.72
					<u>16,990,667</u>	<u>17,882,600</u>	<u>891,933</u>	<u>14.15</u>
<b>SERVICE &amp; REALESTATE</b>								
17	SAIFPOWER	195,000	19.62	32.50	3,825,141	6,337,500	2,512,359	3.18
					<u>3,825,141</u>	<u>6,337,500</u>	<u>2,512,359</u>	<u>3.18</u>
<b>TELECOMMUNICATION</b>								
18	BSCCL	43,600	235.95	219.10	10,287,583	9,552,760	(734,823)	8.57
					<u>10,287,583</u>	<u>9,552,760</u>	<u>(734,823)</u>	<u>8.57</u>
<b>Grand Total</b>					<u><b>89,867,347</b></u>	<u><b>89,306,804</b></u>	<u><b>(560,543)</b></u>	<u><b>74.82</b></u>





Credence First Shariah Unit Fund

All Share Gain/Loss  
from 01 July, 2021 to 30 June, 2022

Annexure-B

Sl. No.	Instrument	Quantity	Buy Amount	Sale Amount	Gain/Loss
1	ACMEPL	29,703	297,030	1,006,905	709,875
2	AIBL1STIMF	49,845	520,538	463,559	(56,979)
3	ATCSLGF	372,838	3,919,366	4,794,110	874,744
4	BBSKABLES	28,700	1,879,190	1,899,513	20,323
5	BDTHAIFOOD	6,130	61,300	252,837	191,537
6	BDPAINTS	25,550	255,500	866,145	610,645
7	BEXIMCO	64,000	6,388,435	8,225,100	1,836,665
8	BXPHERMA	1,500	275,885	294,030	18,145
9	CONFIDENCEM	15,000	2,081,796	2,346,270	264,474
10	FIRSTSBANK	65,000	754,451	871,000	116,549
11	GP	13,500	5,956,601	4,765,780	(1,190,821)
12	GPHISPAT	80,000	4,455,905	4,339,030	(116,875)
13	IBNSINA	290	66,869	78,136	11,267
14	IBP	200,000	4,300,000	4,728,697	428,697
15	KFL	86,526	865,260	1,451,917	586,657
16	LINDEBD	323	559,539	639,051	79,512
17	LHBL	30,000	1,855,420	2,420,091	564,671
18	MALEKSPIN	310,000	10,157,156	11,127,010	969,854
19	MASTERAGRO	26,648	266,480	404,876	138,396
20	MOSTAFAMETAL	26,959	269,590	580,102	310,512
21	NIALCO	41,298	412,980	1,498,397	1,085,417
22	ORIONPHAM	100,000	6,787,460	7,180,000	392,540
23	ORYZAAGRO	27,244	272,440	416,502	144,062
24	QUASEMIND	46,000	2,021,170	2,903,300	882,130
25	RAKCEAMIC	107,500	5,254,995	5,884,706	629,711
26	ROBI	150,000	9,329,162	6,110,000	(3,219,162)
27	SADHESIVE	22,115	221,150	1,443,327	1,222,177
28	SAIFPOWER	227,000	4,641,996	9,364,631	4,722,635
29	SONALILIFE	20,000	200,000	1,390,000	1,190,000
30	SQURPHARMA	21,738	5,581,125	4,726,726	(854,399)
31	UNIONBANK	224,337	2,243,370	3,200,782	957,412
32	VAMLBDMF1	200,000	1,681,459	2,065,000	383,541
<b>Grand Total</b>		<b>2,619,744</b>	<b>83,833,618</b>	<b>97,737,530</b>	<b>13,903,912</b>