

**AUDITOR'S REPORT  
AND  
FINANCIAL STATEMENTS  
OF  
PHP FIRST MUTUAL FUND  
TRUSTEE: BANGLADESH GENERAL INSURANCE COMPANY LIMITED  
42 DILKUSHA C/A, DHAKA-1000  
FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2018**



## INDEPENDENT AUDITORS' REPORT TO THE TRUSTEE OF PHP FIRST MUTUAL FUND

We have audited the accompanying financial statements of **PHP First Mutual Fund**(the Fund) which comprise the statement of financial position as at 30<sup>th</sup>June 2018, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory notes.

### Management's responsibilities for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS) and other applicable laws and regulations. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain a reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements prepared in accordance with Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS) give a true and fair view of the state of the Fund's affairs as at 30<sup>th</sup>June 2018 and of the results of its operations and its cash flows for the year then ended and comply with the requirements of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001, Trust Deed and other applicable laws and regulations.



We also report that:

- (a) we have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- (b) in our opinion, proper books of account as required by law have been kept by the Fund so far as it appeared from our examination of those books;
- (c) the statement of financial position (balance sheet) and statement of comprehensive income (profit and loss statement) dealt with in this report are in agreement with the books of accounts;
- (d) the investment was made as per Rule 56 of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala, 2001; and
- (e) the expenditure incurred and payments made were for the purpose of the Fund's business.

Dated: Dhaka  
August 14, 2018  
Rapayan Karim Tower  
Level# 7, Suite # 7/A  
80, Kakrail, Dhaka.

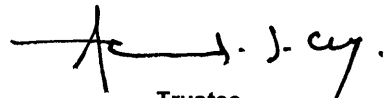
**Zoha Zaman Kabir Rashid & Co.**  
Chartered Accountants

**PHP First Mutual Fund**  
**Statement of Financial Position**  
**As at June 30, 2018**

Particulars	Notes	Amount in BDT	
		30.06.2018	30.06.2017
<b>A Assets</b>			
Investment in marketable securities-at fair value	5	1,914,975,408	2,114,921,773
Investment in non-listed securities-at fair value	6	760,687,176	707,928,224
Cash and cash equivalents	7	324,470,122	63,406,197
Preliminary and issue expenses	8	15,943,187	22,540,991
Other receivables	9	28,015,715	48,185,074
Advance, deposit and prepayment	10	6,270,466	6,194,736
<b>Total asset</b>		<b>3,050,362,073</b>	<b>2,963,176,994</b>
<b>B Liabilities</b>			
Liabilities for expenses	11	17,908,801	16,575,684
Other liabilities	12	3,323,288	3,388,101
<b>Total liability</b>		<b>21,232,089</b>	<b>19,963,785</b>
<b>C Net assets (A-B)</b>		<b>3,029,129,983</b>	<b>2,943,213,209</b>
<b>D Equity</b>			
Capital fund	13	2,677,514,620	2,481,071,880
Unit premium		97,845,317	46,180,869
Unrealized gain		-	99,556,297
Retained earnings		253,770,046	316,404,163
<b>Total equity</b>		<b>3,029,129,983</b>	<b>2,943,213,209</b>
<b>Net asset value (NAV) per unit</b>			
<b>At cost</b>	14	<b>11.51</b>	<b>11.46</b>
<b>At market price (Adjusted)</b>		<b>11.31</b>	<b>11.86</b>

The accompanying notes form an integral part of this financial statement and are to be read in conjunction therewith.

  
**Asset Manager**  
Bangladesh RACE Management PCL

  
**Trustee**  
Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed

Dated: Dhaka  
August 14, 2018

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

**PHP First Mutual Fund**  
**Statement of comprehensive income**  
**For the year ended June 30, 2018**

Particulars	Notes	Amount in BDT	
		2017-2018	2016-2017
<b>Income</b>			
Financial income	15	65,986,463	45,084,918
Net Profit on sale of investment	16	212,212,807	123,492,014
Dividend from investment	17	74,914,128	66,334,875
<b>Total income</b>		<b>353,113,397</b>	<b>234,911,807</b>
<b>Expenditure</b>			
Management fees	18	35,057,009	31,335,728
Amortisation of preliminary expenses	8	6,597,804	6,597,805
Trustee fees	19	3,036,584	2,542,111
BSEC annual fee	20	2,481,072	2,681,055
Custodian fees	21	2,263,182	1,551,479
CDL charges	22	409,298	316,935
DSE annual fee		599,999	599,174
CSE annual fee		599,999	573,506
Listing fees expense	23	835,249	700,060
Bank charges		125,562	67,436
Printing & publication expenses		695,278	527,184
Audit fee		60,000	57,500
Other operating expenses		11,583	62,000
<b>Total expenditure</b>		<b>52,772,620</b>	<b>47,611,973</b>
<b>Profit before provision (A-B)</b>		<b>300,340,777</b>	<b>187,299,835</b>
Provision or write back against investment	24	(52,840,909)	115,106,658
<b>Net Profit for year</b>		<b>247,499,868</b>	<b>302,406,493</b>
<b>Earnings per unit for the year</b>	25	<b>0.92</b>	<b>1.13</b>

The accompanying notes form an integral part of this financial statement and are to be read in conjunction therewith.

  
**Asset Manager**

Bangladesh RACE Management PCL

  
**Trustee**

Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed

Dated: Dhaka  
August 14, 2018

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

**PHP First Mutual Fund**  
**Statement of changes in equity**  
**For the year ended June 30, 2018**

Particulars	Capital fund	Unit premium	Unrealized Gain	Retained Earnings	Total Equity
<b>Balance at 01 July 2017</b>	2,481,071,880	46,180,869	99,556,297	316,404,163	2,943,213,209
Dividend paid 2016-17 (RIU)	196,442,740	51,664,448	-	(248,107,188)	-
Dividend paid 2016-17 (Cash)	-	-	-	(62,026,797)	(62,026,797)
Net profit for the year	-	-	-	247,499,868	247,499,868
Unrealized Gain	-	-	(152,397,206)	-	(152,397,206)
Provision against investment	-	-	52,840,909	-	52,840,909
<b>Balance at 30 June 2018</b>	<b>2,677,514,620</b>	<b>97,845,317</b>	<b>-</b>	<b>253,770,046</b>	<b>3,029,129,983</b>

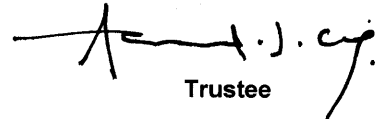
**Statement of changes in equity**  
**For the year ended June 30, 2017**

Particulars	Capital fund	Unit premium	Unrealized Gain	Retained Earnings	Total Equity
<b>Balance at 01 July 2016</b>	2,331,352,030	32,706,077	-	177,192,312	2,541,250,419
Dividend paid (RIU) -2016	149,719,850	13,474,792	-	(163,194,642)	-
Net profit for the year	-	-	-	302,406,493	302,406,493
Unrealized Gain	-	-	99,556,297	-	99,556,297
<b>Balance at 30 June 2017</b>	<b>2,481,071,880</b>	<b>46,180,869</b>	<b>99,556,297</b>	<b>316,404,163</b>	<b>2,943,213,209</b>



**Asset Manager**

Bangladesh RACE Management PCL



**Trustee**

Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed

Dated: Dhaka  
August 14, 2018



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

**PHP First Mutual Fund  
Statement of Cash Flows  
For the year ended June 30, 2018**

Particulars	Amount in BDT	
	2017-2018	2016-2017
<b>A Cash flows from operating activities</b>		
Dividend income	75,971,977	60,185,223
Financial income	49,252,665	47,345,309
Net Profit on sale of investment	212,212,807	123,492,014
Advance, deposit and prepayment	(75,729)	(392,061)
Other operating expense	(44,906,511)	(39,658,243)
<b>Net cash from operating activities</b>	<b>292,455,208</b>	<b>190,972,242</b>
<b>B Cash flows from investing activities</b>		
Listed securities	52,635,514	(191,746,939)
Non-listed securities	(22,000,000)	(279,705,801)
<b>Net cash used in investing activities</b>	<b>30,635,514</b>	<b>(471,452,740)</b>
<b>C Cash flows from financing activities</b>		
Dividend paid	(62,026,797)	-
<b>Net cash from financing activities</b>	<b>(62,026,797)</b>	<b>-</b>
<b>D Net decrease in cash and cash equivalents (A+B+C)</b>	<b>261,063,925</b>	<b>(280,480,498)</b>
<b>E Opening cash and cash equivalents</b>	<b>63,406,197</b>	<b>343,886,695</b>
<b>F Closing cash and cash equivalents (D+E)</b>	<b>324,470,122</b>	<b>63,406,197</b>
Net Operating Cash Flow Per Unit (NOCFPU)	1.09	0.71

  
**Asset Manager**  
Bangladesh RACE Management PCL

  
**Trustee**  
Bangladesh General Insurance Company Limited

Signed in terms of our separate report of even date annexed

Dated: Dhaka  
August 14, 2018

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

**PHP First Mutual Fund**  
**Notes to the Accounts**  
**For the year ended 30th June 2018**

**1. The fund and legal status**

PHP First Mutual Fund (hereinafter called as "Fund") was established under a Trust Deed signed on 20 May 2010 between PHP Power Generation Plant Limited as a 'Sponsor' and the Bangladesh General Insurance Company Limited as a "Trustee". The Fund was registered under the Trust Act 1882 as well as under the Bangladesh Securities and Exchange Commission (BSEC) on 17 June 2010 vide registration code no. SEC/Mutual Fund/2010/25 under the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001. The operations of the Fund was commenced on 29 November 2010 by listing with Dhaka and Chittagong Stock Exchanges.

As provided in Trust Deed, Bangladesh RACE Management PCL, an asset management company, is the Fund Manager. Bangladesh RACE Management PCL was incorporated as a private limited company under Companies Act 1994 on March 2008.

PHP First Mutual Fund is a close-end Mutual Fund of ten years' tenure. The objectives of the Fund are to provide regular dividend to the investors by investing the Fund both in capital and money market instruments. The Fund consists of 267,751,462 units of BDT 10 each. The units of the Fund are transferable.

**2. Objectives**

The objective of PHP First Mutual Fund is to provide attractive dividends to its unit-holders by earning superior risk adjusted return from a diversified investment portfolio.

**3. Basis of preparation**

**3.1 Statement of compliance**

The financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) and as per requirements of the Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001, Trust Deed and other applicable laws and regulations.

**3.2 Basis of measurement**

These financial statements have been prepared on a going concern basis under historical cost convention in accordance with generally accepted accounting principles.

**3.3 Functional and presentational currency**

These financial statements are presented in BDT, which is also the Fund's functional and presentational currency.

**3.4 Use of estimates and judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.



### 3.5 Reporting period

These financial statements are prepared for the period from 01 July 2017 to 30 June 2018.

### 3.6 Taxation

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

## 4. Significant accounting policies

The accounting policies set out below have been applied throughout the period presented in these financial statements.

### 4.1 Investment policy

The investment policy of the Fund as summarised below has set in accordance with Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 as amended and any other authorities as required:

- (i) as per Rule 55 (02) of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 as amended, at least 60% of total assets of the Fund is to be invested in capital market out of which at least 50% will be in listed securities;
- (ii) not more than 25% of total asset of the Fund shall be invested in fixed income securities;
- (iii) all amounts collected for the Fund then invested only in cashable/transferable instruments, securities either in money market or capital market or privately placed pre-IPO equity, preference shares, debentures or securitised debts;
- (iv) the fund shall get the securities purchased or transferred in the name of the Fund;
- (v) asset management company will make the investment decisions and place orders for securities to be purchased for or sale of those from the Fund's portfolio only, etc.

### 4.2 Valuation policy

Valuation of various investments of the Fund is made as under:

- (i) the basis of calculation of net asset value (NAV) of listed securities of portfolio of the Fund is the average quoted market price prevailing on stock exchanges at the date of valuation;
- (ii) for securitised debts, debentures, margin or fixed deposits, accrued interest on such instruments on the date of valuation has taken into account in calculating NAV of such securities in the portfolio of the Fund;
- (iii) the valuation of non-listed securities is being made by the asset management company with their reasonable value as referred by Bangladesh Securities and Exchange Commission.

### 4.3 Net asset value calculation

NAV per unit is being calculated using the following formula:

Total NAV = VA - LT

NAV per unit = Total NAV / No. of units outstanding.

VA: Value of all securities in vault + Value of all securities placed in lien + Cash in hand and bank balances + Value of all securities receivables + receivables of proceeds of sale of investments + Dividend receivable, net tax + Interest receivable, net of tax + Issue expenses amortised on that date + Printing, publication and stationery expenses amortised on date.

LT: Value of all securities payable + Payable against purchase of investments + Payable as brokerage and custodial charges + Payable as trustee fee + 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.

**4.4 Dividend policy**

As per Rule 66 of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001 as amended, the Fund is required to distribute its profit in the form of dividend either in cash or reinvestment(bonus share) or both to its unit holders an amount which shall not be less than 70% of annual profit during the year, net provisions.

**4.5 Cash and cash equivalents**

Cash and cash equivalents comprise cash in hand, bank balances and fixed deposits.

<b>Financial instrument</b>	<b>Methodology</b>
Non-listed equity	Market comparable
Non-listed debt	Yield to maturity (Present value techniques)
Thinly traded/illiquid security	Intrinsic value

**4.6 Provisions**

A provision is recognised if, as a result of a past event, the Fund has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting period.

**4.7 Revenue recognition**

Gains/losses arising on sale of investment are included in the Profit and Loss Statement on the date at which the transaction takes place. Dividend and interest income are recognised as per BAS-18 and Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001.

**4.8 Statement of cash flows**

Cash flows from operating activities have been presented under direct method.

		Amount in BDT	
		2017-2018	2016-2017
<b>5.00</b>	<b>Investment in marketable securities-at fair value : Tk. 1,914,975,408</b>		
	Investment at fair value	Anx-1	
		1,914,975,408	2,114,921,773
		<b>1,914,975,408</b>	<b>2,114,921,773</b>
<b>6.00</b>	<b>Investment in non listed security-at Fair value :Tk. 760,687,176</b>		
	Shares of Farmers Bank Limited	25,555,556	25,555,556
	First ICB Unit Fund	8,150,155	7,988,765
	Second ICB Unit Fund	1,531,213	1,416,730
	Third ICB Unit Fund	5,411,265	4,884,505
	Fourth ICB Unit Fund	4,413,182	4,086,280
	Fifth ICB Unit Fund	5,796,725	5,375,145
	Sixth ICB Unit Fund	2,009,412	1,758,236
	Seventh ICB Unit Fund	11,546,328	10,019,541
	Eighth ICB Unit Fund	10,554,089	9,585,824
	ICBAMCL 1ST	1,449,736	1,420,449
	Multi Securities & Services Ltd.	95,872,029	95,872,029
	Best Holding Ltd. Convertible Bond- Project BFISPV	210,000,000	210,000,000
	The Premier Bank Ltd. Non-Convertible Subord. Bond -2015 Tranche -2	13,215,001	12,541,616
	The Premier Bank Ltd. Subordinated Bond -2016 Tranche -1	120,786,152	139,192,956
	The Premier Bank Ltd. Subordinated Bond -2016 Tranche -2	120,786,152	-
	The Premier Bank Ltd. Subordinated Bond -2016 Tranche -3	48,314,461	-
	Trust Bank Ltd- unsecured subordinated bonds	23,856,165	45,878,816
	The Premier Bank Non-Convertible Variable Coupon Rated Bond	51,439,555	132,351,776
		<b>760,687,176</b>	<b>707,928,224</b>
<b>7.00</b>	<b>Cash and cash equivalents :Tk. 324,470,122</b>		
	<i>Fixed deposit receipts:</i>		
	First security Bank (17724400000021)	14,006,209	13,145,995
	<i>Operational accounts:</i>		
	The Premier Bank (A/C-1041360000008)	-	-
	ONE Bank Ltd (A/C-0123000000700)	36,988,539	43,671,812
	Southeast Bank Ltd (A/C-008313100000006)	270,663,436	4,190,863
	BRAC Bank Ltd (A/C-1501101738427001)	93,133	92,918
	Eastern Bank Ltd (A/C-1011220139908)	4,494	5,446
	The Farmers Bank (0113000164458)	2,047,378	1,905,710
	The Farmers Bank (0113000082178)	380,459	364,768
	NRB Bank Ltd.-1021030022229	-	-
	<i>IPO and dividend account:</i>		
	One Bank Ltd (A/C-0013000001302)	18,916	12,787
	Southeast Bank (008313100000135)	11,101	7,426
	Southeast Bank (008313100000192)	670	296
	Southeast Bank (008313100000255)	245,335	-
	BRAC Bank Ltd (A/C-1501101738427003)	10,450	8,175
		<b>324,470,122</b>	<b>63,406,197</b>

		Amount in BDT	
		2017-2018	2016-2017
<b>8.00</b>	<b>Preliminary and issue expenses : Tk. 15,943,187</b>		
	Opening balance	22,540,991	29,138,796
	Less: Amortisation during the year	6,597,804	6,597,805
	Closing balance	<u>15,943,187</u>	<u>22,540,991</u>
<b>9.00</b>	<b>Other receivables : Tk. 28,015,715</b>		
	Interest receivable	19,836,834	3,103,036
	Dividend receivable	8,071,833	9,129,682
	Receivable from Brokerage house	107,049	35,952,356
		<u>28,015,715</u>	<u>48,185,074</u>
<b>9.01</b>	<b>Interest receivables : Tk. 19,836,834</b>		
	Corporate bond	14,903,163	2,797,392
	Interest income	4,528,418	-
	Short term deposit (STD)	-	-
	Fixed deposit account	405,253	305,644
		<u>19,836,834</u>	<u>3,103,036</u>
<b>10.00</b>	<b>Advance deposit and prepayment : Tk. 6,270,466</b>		
	Advance income tax deducted at source	978,597	972,523
	Security Deposit- CDBL	500,000	500,000
	Prepayments	4,791,868	4,722,213
		<u>6,270,466</u>	<u>6,194,736</u>
<b>10.01</b>	<b>Prepayments : Tk. 4,791,868</b>		
	Annual fee-BSEC	2,677,515	2,580,315
	Trustee fee- BGIC	1,465,569	1,445,116
	Annual fee - DSE	302,466	326,465
	Annual fee - CSE	302,466	326,465
	CDBL Annual Fee	43,853	43,852
		<u>4,791,868</u>	<u>4,722,213</u>
<b>11.00</b>	<b>Liability for expenses : Tk. 17,908,801</b>		
	Management fee	16,544,445	15,741,421
	Custodian fee	1,170,083	684,263
	Audit fee	54,000	57,500
	Payable to sundry securities	-	-
	CDBL Charges	40,273	-
	Other payable	100,000	100,000
		<u>17,908,801</u>	<u>16,583,184</u>
<b>12.00</b>	<b>Other liabilities : Tk. 3,323,288</b>		
	Other finance	2,770,363	2,827,676
	Preliminary expenses	402,925	402,925
	Publication expenses	150,000	150,000
		<u>3,323,288</u>	<u>3,380,601</u>

		Amount in BDT	
		2017-2018	2016-2017
<b>13.00</b>	<b>Capital fund : Tk. 2,677,514,620</b>		
	<b>Size of capital fund</b>		
	248,107,188 units of Taka 10 each	2,481,071,880	2,331,352,030
	Add: Re-investment unit	196,442,740	149,719,850
		<u>2,677,514,620</u>	<u>2,481,071,880</u>
<b>14.00</b>	<b>Net asset value (NAV) per unit</b>		
	<b>At cost : 11.51</b>		
	Total Asset	3,081,970,892	2,843,656,911
	Number of units (denominator)	267,751,462	248,107,188
	NAV per unit at cost	<u>11.51</u>	<u>11.46</u>
	<b>At market value (adjusted) : 11.31</b>		
	Total asset value at Market price	3,029,129,983	2,943,213,209
	Number of units (denominator)	267,751,462	248,107,188
	NAV per unit at market value	<u>11.31</u>	<u>11.86</u>
<b>15.00</b>	<b>Financial income :Tk. 65,986,463</b>		
	Short term deposit (STD) account	8,595,682	12,644,042
	Corporate bonds	51,844,635	30,530,756
	Interest income	4,528,418	-
	Fixed deposit receipts (FDR) account	1,017,728	1,910,120
		<u>65,986,463</u>	<u>45,084,918</u>
<b>16.00</b>	<b>Net Profit on sale of investment :Tk. 212,212,807</b>		
	Net Profit on sale of Investment	299,715,633	153,653,678
	Less: Loss on sale of Investment	87,502,826	30,161,664
	<b>Total</b>	<u>212,212,807</u>	<u>123,492,014</u>
<b>17.00</b>	<b>Dividend from investment :Tk. 74,914,128</b>		
	Listed securities	67,938,920	61,565,272
	Listed bond	1,523,865	2,814,121
	Non-listed securities	5,451,343	1,955,482
		<u>74,914,128</u>	<u>66,334,875</u>
<b>18.00</b>	<b>Management fees</b>	<u>35,057,009</u>	<u>31,335,728</u>
<b>19.00</b>	<b>Trustee fees :Tk. 3,036,584</b>	<u>3,036,584</u>	<u>2,542,111</u>
	Bangladesh General Insurance Company Limited (BGIC) the trustee of the fund is entitled to get an annual trusteeship fee @ 0.10% of the net asset value per annum, payable semi-annually in advance basis during the entire life of the Fund as per Trust Deed.		
<b>20.00</b>	<b>BSEC annual Fee :Tk. 2,481,072</b>	<u>2,481,072</u>	<u>2,681,055</u>

		Amount in BDT	
		2017-2018	2016-2017
Annual fee paid to BSEC as per Rules 11(1) of Bangladesh Securities and Exchange Commission (Mutual Fund) Bidhimala (Rules) 2001			
<b>21.00</b>	<b>Custodian fees :Tk. 2,263,182</b>	<b>2,263,182</b>	<b>1,551,479</b>
BRAC Bank Limited, the custodian of the fund is entitled to receive a safekeeping fee @ 0.07% on the balance of securities calculated on average month end value per annum as per Trust Deed.			
<b>22.00</b>	<b>CDBL Charges :Tk. 409,298</b>	<b>409,298</b>	<b>316,935</b>
CDBL charge paid to Central Depository Bangladesh Limited (CDBL) as per Annex A 1 of CDBL Bye Laws (3.7).			
<b>23.00</b>	<b>Listing fees expenses :Tk. 835,249</b>		
	Dhaka Stock Exchange Ltd.	419,664	345,090
	Chittagong Stock Exchange Ltd.	394,664	345,090
	Central Depository Bangladesh Ltd.	20,921	9,881
		<b>835,249</b>	<b>700,061</b>
<b>24.00</b>	<b>Provision or written back against investment : Tk. 115,106,657</b>		
	Provision for previous year B/F	115,106,657	115,106,657
	Less: Provision required during the year	167,934,463	-
	Provision or written back to P/L accounts	<b>(52,827,805)</b>	<b>115,106,657</b>
<b>25.00</b>	<b>Earnings per unit for the year</b>		
	Net profit for the year (numerator)	247,499,868	302,406,493
	Number of units (denominator)	267,751,462	267,751,462
	Earnings per unit	<b>0.92</b>	<b>1.13</b>

**Events after the reporting period**

This represents the number of units outstanding at the beginning of the year plus the number of re-investment units (RIU) issued during the year. The logic behind this basis is, that the re-investment units (RIU) are issued to the existing unit holders without any consideration, and therefore, the number of units outstanding is increased without an increase in resources generating new earnings.

**26.00** The Trustee of the Fund has approved 3% cash dividend and Re-investment units (RIU) of 6% on the capital fund of Taka 2,677,514,620 for the year of on June 30, 2018 to be issued at a valuation of the last published NAV per unit before the Record date and at meeting held on August 14, 2018.

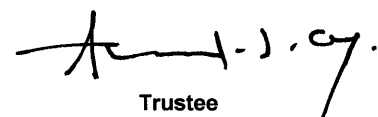
**27.00 Others**

- (i) These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- (ii) Figures in these notes and annexed financial statements have been rounded off to the nearest BDT.
- (iii) Figures of previous year have been rearranged wherever considered necessary, to conform with the current year's presentation.



**Asset Manager**

Bangladesh RACE Management PCL



**Trustee**

Bangladesh General Insurance Company Limited

Dated: Dhaka  
August 14, 2018

Annex A

PHP First Mutual Fund

Amount in BDT

List of the total Investment and aggregate required provision

Particulars	Cost value	Market value	Required provision /(excess)
Investment in marketable securities (Note-5)	2,047,242,062	1,914,975,408	(132,266,655)
Listed Securities (Annex-A1)	<b>2,047,242,062</b>	<b>1,914,975,408</b>	<b>(132,266,655)</b>
Investment in Non-listed securities (Note-6)	681,261,430	760,687,176	79,425,746
Non listed Securities	681,261,430	760,687,176	79,425,746
<b>Total amount as at 30.06.2018</b>	<b>2,728,503,492</b>	<b>2,675,662,583</b>	<b>(52,840,909)</b>

Annex- A1

Sector-wise break up of investment in Listed securities

Particulars	Number of shares	Cost value	Market value	Difference
Bank	32,693,139	740,205,149	665,340,462	(74,864,688)
Cement	67,229	24,490,852	24,242,777	(248,075)
Corporate Bond	555	514,646	533,910	19,264
Engineering	344,329	35,995,921	25,380,957	(10,614,964)
Food and Allied	58,952	15,543,284	13,228,829	(2,314,456)
Fuel and Power	2,436,966	147,816,714	127,118,976	(20,697,738)
Insurance	642,283	45,987,904	25,332,896	(20,655,008)
Mutual Funds	18,629,576	195,172,341	151,898,462	(43,273,878)
NBFI	3,509,512	295,785,039	260,962,048	(34,822,991)
Pharma	989,253	419,616,622	494,799,132	75,182,509
Tannery	20,055	6,132,217	7,237,850	1,105,632
Telecommunication	304,957	119,787,110	118,597,777	(1,189,332)
Textile	21,371	194,262	301,331	107,069
<b>Total value of listed securities</b>	<b>59,718,177</b>	<b>2,047,242,062</b>	<b>1,914,975,408</b>	<b>(132,266,655)</b>