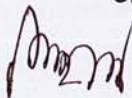


**RACE FINANCIAL INCLUSION UNIT FUND**  
**Statement of Financial Position (Un-Audited)**  
**As at June 30, 2023**

Particulars	Notes	Amount in Taka	
		30-Jun-23	31-Dec-22
<b>ASSETS</b>			
Investment at Fair Value	1.00	250,364,671	226,266,954
Dividend Receivable	2.00	11,024	-
Interest Receivable	3.00	533,370	511,644
Advance, Deposit & Prepayments	3.00	772,126	362,617
Receivable from Brokerhouse	4.00	1,874,013	8,801,234
Cash & Cash Equivalents	5.00	15,050,755	29,655,934
Preliminary & Issue Expenses	6.00	2,863,761	3,119,101
		<b>271,469,720</b>	<b>268,717,484</b>
<b>LIABILITIES</b>			
Accounts Payable	7.00	9,788,818	7,999,835
Unclaimed Dividend	5.01	1,116,408	-
		<b>10,905,226</b>	<b>7,999,835</b>
<b>NET ASSETS</b>			
		<b>260,564,493</b>	<b>260,717,649</b>
<b>OWNERS' EQUITY</b>			
Capital Fund		250,000,000	250,000,000
Unit Premium Reserve		1,485,000	1,485,000
Retained Earnings		9,079,493	9,232,649
		<b>260,564,493</b>	<b>260,717,649</b>
<b>Net Assets Value (NAV)-at Cost</b>	<b>8.00</b>	261,496,511	264,147,193
No. of unit		25,000,000	25,000,000
		<b>10.46</b>	<b>10.57</b>
<b>Net Assets Value (NAV)-at Fair Value</b>	<b>8.00</b>	260,564,493	260,717,649
No. of unit		25,000,000	25,000,000
		<b>10.42</b>	<b>10.43</b>

*On behalf of RACE Financial Inclusion Unit Fund*



**Chairman, Trustee**  
SENTINEL Trustee & Custodial Services Limited



**CEO & Managing Director**  
Asset Manager  
Bangladesh RACE Management PCL



**Member, Trustee**  
SENTINEL Trustee & Custodial Services Limited



**Head of Fund Accounts**  
Asset Manager  
Bangladesh RACE Management PCL



**Chief Compliance Officer**  
Asset Manager  
Bangladesh RACE Management PCL

Dhaka,  
Date: July 30, 2023



**RACE FINANCIAL INCLUSION UNIT FUND**  
**Statement of Profit or Loss & Other Comprehensive Income (Un-Audited)**  
**For the period from January 01, 2023 to June 30, 2023**

Particulars	Notes	Amount in Taka			
		Jan 01, 2023 to 30 Jun 2023	Jan 20, 2022 to 30 Jun 2022	Apr 01, 2023 to Jun 30, 2023	Apr 01, 2022 to Jun 30, 2022
<b>INCOME</b>					
Net Profit on Sale of Securities		490,706	15,477,568	219,816	-
Dividend Income from Investment		230,984	7,911,490	25,424	7,451,671
Financial Income		8,371,595	996,839	4,720,940	-
		<b>9,093,285</b>	<b>24,385,897</b>	<b>4,966,180</b>	<b>7,451,671</b>
<b>EXPENSES</b>					
Management Fee		1,930,470	1,680,636	957,666	944,691
Amortization of Preliminary & Issue Exp.	6.00	255,340	228,537	126,965	128,376
BSEC Fee		125,000	-	62,500	-
Trustee Fee		188,522	159,489	94,781	97,397
CDBL Charge		23,223	52,781	11,437	52,781
Audit Fee		5,250	11,500	-	-
Bank Charge		1,450	118,009	1,450	116,169
Printing Publication & IPO Expenses	9.00	118,000	278,000	46,600	3,000
		<b>2,647,255</b>	<b>2,528,952</b>	<b>1,301,399</b>	<b>1,342,414</b>
<b>Profit Before Provision</b>		<b>6,446,030</b>	<b>21,856,944</b>	<b>3,664,781</b>	<b>6,109,257</b>
(Total Provision for VAT, Tax & write off)/ write back against erosion of fair value	10.00	2,150,814	(14,469,095)	2,277,084	(13,621,828)
<b>(A) Net Profit after Provision transferred to retained earnings</b>		<b>8,596,844</b>	<b>7,387,849</b>	<b>5,941,865</b>	<b>(7,512,570)</b>
<b>Other Comprehensive Income:</b>					
Unrealised gain/(Loss)		-	(14,193,076)	-	(13,467,158)
<b>Total profit and loss &amp; other comprehensive income</b>		<b>8,596,844</b>	<b>(6,805,227)</b>	<b>5,941,865</b>	<b>(20,979,728)</b>
<b>(B) No. of Unit</b>		<b>25,000,000</b>	<b>25,000,000</b>	<b>25,000,000</b>	<b>25,000,000</b>
<b>Earnings Per Unit (EPU)*</b>	11.00	<b>0.34</b>	<b>0.30</b>	<b>0.24</b>	<b>(0.30)</b>

\* The EPU has been calculated, dividing (A) Net profit after provision transferred to retained earnings by (B) outstanding units as on June 30, 2023.

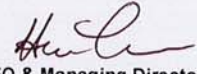
On behalf of RACE Financial Inclusion Unit Fund



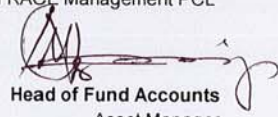
**Chairman, Trustee**  
SENTINEL Trustee & Custodial Services Limited



**Member, Trustee**  
SENTINEL Trustee & Custodial Services Limited



**CEO & Managing Director**  
Asset Manager  
Bangladesh RACE Management PCL



**Head of Fund Accounts**  
Asset Manager  
Bangladesh RACE Management PCL



**Chief Compliance Officer**  
Asset Manager  
Bangladesh RACE Management PCL

Dhaka,  
Date: July 30, 2023





**RACE FINANCIAL INCLUSION UNIT FUND**  
**Statement of Changes in Equity (Un-Audited)**  
**For the Period Ended June 30, 2023**

*Amount in Taka*

Particulars	Capital Fund	Unit Premium Reserve	Retained Earnings	Total Equity
Balance at January 01, 2023	250,000,000	1,485,000	9,232,650	260,717,649
Dividend Paid (2022) Cash	-	-	(8,750,000)	(8,750,000)
Net Profit during the Period	-	-	8,596,844	8,596,844
<b>Balance at June 30, 2023</b>	<b>250,000,000</b>	<b>1,485,000</b>	<b>9,079,493</b>	<b>260,564,493</b>

**Statement of Changes in Equity (Un-Audited)**  
**For the Period Ended June 30, 2022**

*Amount in Taka*

Particulars	Capital Fund	Unit Premium Reserve	Retained Earnings	Total Equity
Fund Capital	250,000,000	-	-	250,000,000
Premium on Surrendered of Unit	-	-	(12,100,000)	(12,100,000)
Premium on Sale of Unit	-	1,485,000	-	1,485,000
Net Profit during the Period	-	-	7,387,849	7,387,849
<b>Balance at June 30, 2022</b>	<b>250,000,000</b>	<b>1,485,000</b>	<b>(4,712,151)</b>	<b>246,772,849</b>

*On behalf of RACE Financial Inclusion Unit Fund*

  
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 SENTINEL Trustee & Custodial Services Limited

  
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Dhaka,  
 Date: July 30, 2023

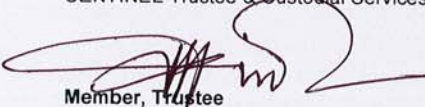


**RACE FINANCIAL INCLUSION UNIT FUND**  
**Statement of Cash Flows (Un-Audited)**  
**For the Period Ended June 30, 2023**

Particulars	Amount in Taka	
	30-Jun-23	30-Jun-22
<b>A. Cash Flows from / (used in) Operating Activities</b>		
Net Profit on Sale of Securities	490,706	15,477,568
Dividend from Investment	219,960	7,845,819
Interest Income	8,349,869	996,839
Operating Expenses	(1,012,440)	(541,801)
<b>Net Cash from Operating Activities</b>	<b>8,048,095</b>	<b>23,778,425</b>
<b>B. Cash Flows from/(used in) Investing Activities</b>		
Net Investment in Securities	(15,019,682)	(244,289,024)
<b>Net Cash Used in Investing Activities</b>	<b>(15,019,682)</b>	<b>(244,289,024)</b>
<b>C. Cash Flows from/(used in) Financing Activities</b>		
Fund Capital	-	250,000,000
Premium on Surrendered of Unit	-	(12,100,000)
Premium on Sale of Unit	-	1,485,000
Unclaimed Dividend	1,116,408	-
Dividend Paid (2022) Cash	(8,750,000)	-
<b>Net Cash used in Financing Activities</b>	<b>(7,633,592)</b>	<b>239,385,000</b>
<b>Net cash flows (A+B+C)</b>	<b>(14,605,179)</b>	<b>18,874,401</b>
Cash & Cash Equivalents at beginning of the period	29,655,934	-
<b>Cash &amp; Cash Equivalents at end of the period</b>	<b>15,050,755</b>	<b>18,874,401</b>
<b>Net Operating Cash Flow Per Unit (NOCFPU)</b>	<b>0.32</b>	<b>0.95</b>

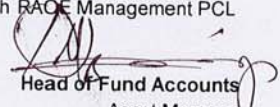
*On behalf of RACE Financial Inclusion Unit Fund*

  
**Chairman, Trustee**  
 SENTINEL Trustee & Custodial Services Limited

  
**Member, Trustee**  
 SENTINEL Trustee & Custodial Services Limited

Dhaka,  
 Date: July 30, 2023

  
**CEO & Managing Director**  
 Asset Manager  
 Bangladesh RACE Management PCL

  
**Head of Fund Accounts**  
 Asset Manager  
 Bangladesh RACE Management PCL

  
**Chief Compliance Officer**  
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**RACE Financial Inclusion Unit Fund  
Notes to the Financial Statements  
For the period ended June 30, 2023**

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**01.0 Valuation of Investment at Fair Value:**

Fair Value is a market-based measurement. It is to estimate the price at which an orderly transaction to sell the assets or to transfer the liability would take place between market participants at the measurement date under current market condition. As per IFRS-13, RACE Financial Inclusion Unit Fund (the fund) adopts the assumption the market participants would use when pricing the assets, including assumptions about risk (a) the risk inherent in a particular valuation technique used to measure fair value (such as pricing model); and (b) the risk inherent in quoted price/input to the valuation technique with regard to a) Amortized cost Method b) Fair value through Profit and loss accounts c) Fair value through other comprehensive income portfolios:

**Capital Market Securities-Listed Securities:**

The Capital Market Securities-Listed are valued at the closing quoted market price only on the Dhaka Stock Exchange on the date of Valuation i.e., on June 30, 2023 as per IFRS-13 Fair Value Measurement. Capital Market Securities-Listed (Mutual Fund) are valued considering the quoted market price and last disclosed NAV on June 30, 2023 by the methodology provided by BSEC vide directive no. SEC/CMRRCD/2009/193/172 dated June 30, 2015.

**Capital Market Securities-Non-Listed Unit Fund and Bonds:**

Capital Market Securities-Non listed (Unit Fund) are valued at the repurchase price which is enforceable on June 30, 2023 declared by respective AMC and this is also a quoted price as per IFRS-13. Non listed securities (simple bonds) are valued at fair value by applying the methodology as per IFRS-13 and BSEC approved letter using present value technique under income approach and complying Mutual Fund Bhidhimala 2001, Sec-58.

**Capital Market Securities-Non-Listed Pre-IPO Investments:**

The Fund has invested in the equity of two non-listed companies. Both of which are regulated, one of them is regulated by Bangladesh Bank and other is regulated by Bangladesh Securities and Exchange Commission.

The investment in shares of Padma Bank Limited has been approved by BSEC vide letter no. SEC/MF & SPV/MF-02/2009/467 dated May 31, 2012. Padma Bank is a Bangladesh Bank Regulated entity and going concern. Moreover, Padma Bank Ltd. has investment from Govt. Banks and financial institutions which owns 65% of the total equity of the banks. Therefore, Padma Bank Ltd. is considered a going concern and investment is held at cost. The investment in shares of Multi Securities and Services Limited has been approved by BSEC vide letter no. SEC/MF & SOV/MF-02/2009/783 dated November 04, 2015. The company is regulated by BSEC and is a going concern and has been paying dividends. Using prudence and conservative principle of accounting this investment is also held at cost.



**RACE FINANCIAL INCLUSION UNIT FUND**  
Notes to the Financial Statements  
For the period ended June 30, 2023

		Amount in Taka	
		30-Jun-2023	31-Dec-2022
<b>Investment at Fair Value</b>			
Capital Market Securities-Listed	1.01	56,319,503	34,773,942
Capital Market Securities-Non Listed	1.02	194,045,168	191,493,012
		<u>250,364,671</u>	<u>226,266,954</u>

**01.01 Capital Market Securities-Listed**

Sector/Category	Amount in Taka				
	No. of Shares	Cost Value	Fair Value (30 Jun 2023)	Required (Provision) / Excess	Fair Value (31 Dec 2022)
Bank	2,847,757	41,792,090	38,502,700	(3,289,390)	17,269,649
Corporate Bond	160	164,589	168,480	3,891	168,480
Food and Allied	21,516	14,552,674	12,668,413	(1,884,261)	12,371,797
Insurance	3,000	30,000	230,100	200,100	214,206
Pharma	3,900	4,757,337	4,749,810	(7,527)	4,749,810
<b>Total</b>	<b>2,876,333</b>	<b>61,296,689</b>	<b>56,319,503</b>	<b>(4,977,186)</b>	<b>34,773,942</b>

**01.02 Capital Market Securities-Non Listed:**

Sector/Category	Amount in Taka				
	No. of Shares	Cost Value	Fair Value (30 Jun 2023)	Required (Provision) / Excess	Fair Value (31 Dec 2022)
Capital Market Securities-Non Listed-Bond	19	190,000,000	194,045,168	4,045,168	191,493,012
<b>Total Unit Fund and Bond Investment</b>	<b>19</b>	<b>190,000,000</b>	<b>194,045,168</b>	<b>4,045,168</b>	<b>191,493,012</b>

**(Net Provision)/Unrealized Gain Taken**

<b>(932,018)</b>	<b>(3,429,544)</b>
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**02.00 Dividend Receivables**

IBBLPBOND	11,024	-
	<u>11,024</u>	<u>-</u>

**03.00 Interest Receivable**

Interest Receivable from from Corporate Bond	533,370	511,644
Interest Receivable from Bank Accounts	-	-
	<u>533,370</u>	<u>511,644</u>

**03.00 Advance, Deposit & Prepayments**

BSEC Annual Fee	250,000	125,000
Trustee Fee-Sentinel	192,421	-
CDDBL Annual Fee	31,546	8,770
Advance Income Tax	298,158	228,847
	<u>772,126</u>	<u>362,617</u>

**04.00 Receivable from Brokerhouse**

Receivable from brokerhouse	1,874,013	8,801,234
	<u>1,874,013</u>	<u>8,801,234</u>

**05.00 Cash and Cash Equivalents**

<b>Operation Accounts</b>		
Bank Asia-62036000025	10,385,764	15,533,990
One Bank-0183000001638	3,548,583	14,121,944
<b>Sub-Total</b>	<u>13,934,347</u>	<u>29,655,934</u>
<b>Dividend &amp; IPO Accounts</b>		
One Bank-0183000001809 (2022)	1,116,408	-
<b>Sub-Total</b>	<u>1,116,408</u>	<u>-</u>

Less: Unclaimed Dividend

05.01

<u>15,050,755</u>	<u>29,655,934</u>
<u>15,050,755</u>	<u>29,655,934</u>

**05.01 Unclaimed Dividend**

FY-2022	1,116,408	-
	<u>1,116,408</u>	<u>-</u>



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	30-Jun-2023	31-Dec-2022
<b>06.00 Preliminary and issue expenses</b>		
Opening Balance	3,119,101	3,607,210
Less: Amortisation During the Period	255,340	488,109
	<b>2,863,761</b>	<b>3,119,101</b>
<b>07.00 Accounts Payable</b>		
Management Fee	5,253,970	3,400,718
Trustee Fee-SENTINEL	-	309,176
Audit Fee	-	31,500
Preliminary Expenses Payable	3,279,280	3,279,280
Printing Publication & Other Expenses	175,100	175,100
Tax & VAT Payable	1,080,469	804,061
	<b>9,788,818</b>	<b>7,999,835</b>
<b>08.00 Net Asset Value (NAV)</b>		
Total Net Assets Value at Cost	261,496,511	264,147,193
Number of unit	25,000,000	25,000,000
<b>Per Unit NAV at cost</b>	<b>10.46</b>	<b>10.57</b>
a.Total Net Assets Value at Cost	261,496,511	264,147,193
b. (Unrealised loss) or Unrealised Gain (note 1.05)	(932,018)	(3,429,544)
Total Net Assets Value at Fair Value (a+b)	<b>260,564,493</b>	<b>260,717,649</b>
Number of unit	25,000,000	25,000,000
<b>Per Unit NAV at fair value</b>	<b>10.42</b>	<b>10.43</b>
<b>09.00 Printing Publication &amp; IPO Expenses</b>		
Publication of Reports & Periodicals Expenses	115,000	250,000
Listing Fees Expense	-	25,000
IPO Expenses	3,000	3,000
	<b>118,000</b>	<b>278,000</b>
<b>10.00 (Provision for VAT, Tax and write off)/ write back against erosion of fair value:</b>		
a. Balance Forwarded for provision from December 31 2022	(3,429,544)	-
b. Total Required (Provision)/Excess (Note 1.01+1.02)	(932,018)	(14,193,076)
(b-a)(Provision)/Written Back of provision in Profit or Loss Statement for mkt loss	<b>2,497,526</b>	<b>(14,193,076)</b>
Provision for Tax & VAT and write off/write back	(346,712)	(276,019)
<b>Total (Provision)/Writeback Charged</b>	<b>2,150,814</b>	<b>(14,469,095)</b>
<b>11.00 Earnings Per Unit (EPU)</b>		
Net profit after (provision)/writeback of unrealise loss	8,596,844	7,387,849
Number of unit	25,000,000	25,000,000
<b>EPU</b>	<b>0.34</b>	<b>0.30</b>

Dhaka,  
Date: July 30, 2023

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