

IDLC ASSET MANAGEMENT LIMITED

ASSET MANAGER'S REPORT June 30, 2019



SIP অ্যাণ্ড রিল্যাক্স

প্রতিমাসে ন্যূনতম ৩,০০০ টাকা ইনভেস্ট করার সুযোগ করে দিচ্ছে IDLC SIP (Systematic Investment Plan)

- নিয়মিত ইনভেস্ট করার মাধ্যমে বিনিয়োগ করা টাকা রিট ম্যানেন্স করে ভালো বেড়ে উঠতে পারে
- ইনভেস্টমেন্টের পুরো টাকাই ট্যাক্স রিবেটের জন্য দেখানো যায়
- খুবই অল্প প্রিমিয়ামে লাইফ ইন্স্যুরেন্স নেয়া যায়

IDLC SIP-এর আরো অনেক সুবিধা সম্পর্কে জানতে-

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• নিউক্লিয়ার ফান্ডে বিনিয়োগ ব্যাপিটাল মার্কেটের ঝুঁকির সাথে সম্পর্কিত। বিনিয়োগের আগে সংশ্লিষ্ট ডকুমেন্টস ভালোমনে পড়ে ও খুঁজে নিন।

DATE OF PUBLICATION: July 30, 2019

Mutual Funds are subject to market risks. Investors are highly encouraged to know all the risks associated with investment from the prospectus of respective mutual funds.

To know more and invest, please visit aml.idlc.com or call 16409.

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 **IDLC**
Asset Management Limited
financing happiness

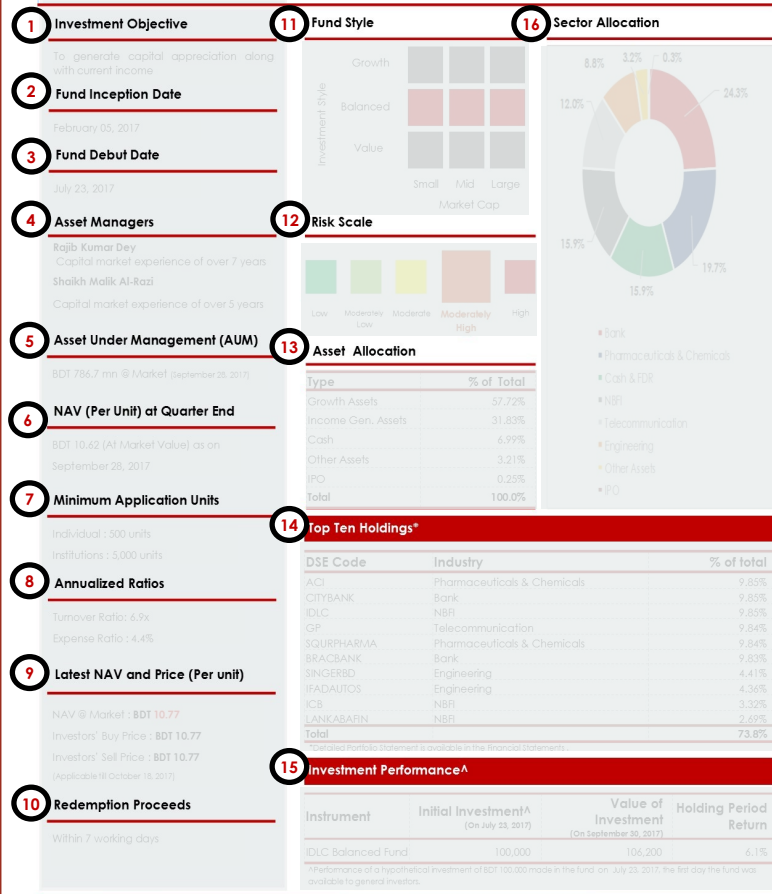
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GUIDE TO THE FACTSHEET

- 1 This section describes the objective of the particular fund.
- 2 The date on which the fund was formed.
- 3 The date on which the fund was open for the investors after IPO.
- 4 The name of the asset managers and their tenure of experience. Asset managers are employees of Asset Management Company (AMC) who manage the mutual funds.
- 5 AUM or Asset under management refers to the market value of all the investments of a mutual fund as on the specific date mentioned.
- 6 NAV is defined as the market value of all assets in the fund less liabilities. This section states the quarter end NAV of the Fund.
- 7 This is the minimum amount/number of units an investor (individual/institution) has to subscribe.
- 8 **Turnover ratio** is calculated as Total Turnover divided by Average Fund Size. The higher the ratio, the quicker the Asset Manager reshuffles the portfolio and incurs transaction fees.
Expense ratio is calculated as Total Expenses incurred divided by Average Fund Size. The expenses include management fee, trustee fee, custodian fee, auditor fee, transaction fee and other operational fees. The higher the ratio, the higher the extent of expenses incurred by the fund.
- 9 **Latest NAV** is the last published NAV before the publication of the fact sheet.
Investors' buy price is the price at which investors can purchase one unit of the fund.
Investors' sell price is the price at which investors can sell one unit of the fund.
IDLC Asset Management Limited does not charge entry/exit load. Investors can buy and sell units at NAV.
- 10 This states the maximum number of days that investors need to wait to get their money after sale of units.
- 11 **Fund style** matrix shows the position of the fund in terms of investment style (Value, Balanced and Growth) and market cap (Small, Mid and Large) of invested securities.

IDLC MUTUAL FUND FACTSHEET



- 12 **Risk Scale** shows the level of risk an investor has to assume when investing in the fund. Details of risk profile can be found in the respective fund's prospectus.
- 13 **Asset allocation** shows what portion of the total AUM is invested in each asset class.
- 14 This section shows the top ten holdings of the fund in terms of percentage of total AUM.
- 15 Graphical presentation of value of investment of a hypothetical amount of BDT 100,000 in respective IDLC mutual funds and value of similar investment in DSEX over time from the respective inception dates of the mutual funds
- 16 This section shows the sector-wise asset allocation of the total AUM of the Fund.

ASSET MANAGER'S REMARKS

Get the updates on the investments and the performance of your Fund right from your Asset Manager.

Over the period of July 2018 to June 2019, IDLC Balanced Fund posted a return of 5.2%, while a Hypothetical Balanced Portfolio~ would have generated 2.3%. During the same period, DSEX yielded a return of merely 0.3% and investors earned a weighted average interest rate of 5.4% through Bank Deposits. In the meantime, our newly launched IDLC Growth fund yielded 7.3% return since its inception in May, 2018, while the benchmark DSEX declined by 4.8% over the same period.

Amid soaring interest rate and liquidity pressure, equity market remained volatile throughout of last year. Although market saw rebound after the general election of December 2018, the post-election rally was short lived and benchmark DSEX closed posting only 0.3% return. During the period, we maintained higher exposure in the money market and by the end of the year, we maintained 39.6% and 37.4% exposure in income generating assets in Balanced Fund and Growth Fund, respectively. Meanwhile, our exposure in growth assets remained at 42.2% and 42.6% for Balanced Fund and Growth Fund, respectively.

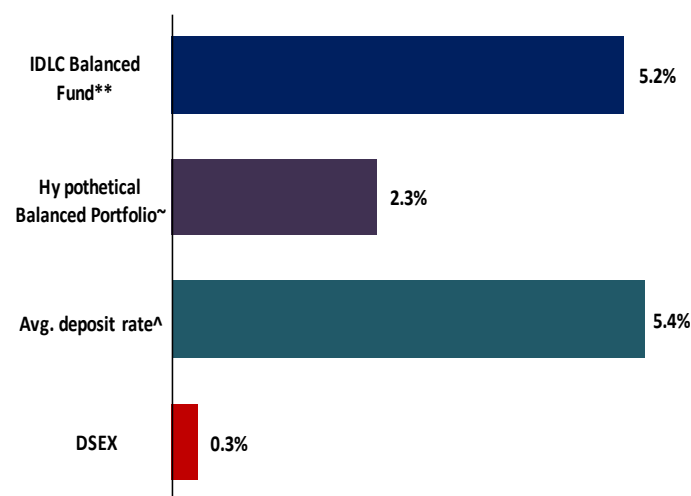
Our highest exposure rests with Pharmaceuticals which is 16.2% and 16.4% for IDLC Balanced Fund and IDLC Growth Fund, respectively.

Engineering became our second largest exposure, consisting roughly 13.0-14.0% in both of our funds.

Meanwhile, our exposure in Short Term Deposit (STD) and FDR is 38.1% in IDLC Balanced Fund and 32.6% in IDLC Growth Fund.

We would like to take the opportunity to thank our investors to remain with IDLC. We are optimistic on the long term market outlook and the growth story of Bangladesh. We believe short term market corrections gives opportunity to the long term value investors and capital market will follow suit the economic growth over time.

Return of IDLC Balanced Fund for the period of 1st July, 2018 - 30th June, 2019

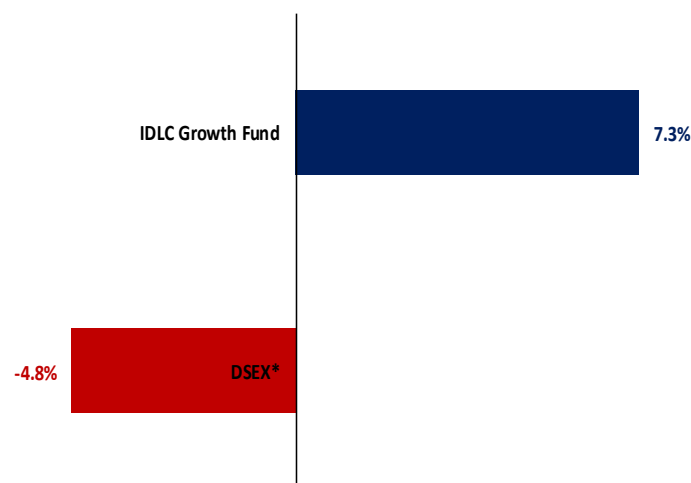


^The latest Average deposit rate is taken from Bangladesh Bank website.

~Hypothetical Balanced portfolio shows the return that could have been generated if a fixed allocation of 60% equity and 40% debt securities would have been maintained during the quarter.

**The actual return of IDLC Balanced Fund during the quarters with active fund management.

Return of IDLC Growth Fund for the period of 7th May 2018 - 30th June 2019



*DSEX return is calculated from 7th May, 2018 to be more comparable with return of IDLC Growth Fund.

IDLC BALANCED FUND FACTSHEET

Investment Objective

To generate capital appreciation along with current income

Fund Inception Date

February 05, 2017

Fund Debut Date

July 23, 2017

Asset Managers

Shaikh Malik Al-Razi

Capital market experience over 7 years

Md Arman Chy Nayan

Capital market experience over 6 years

Asset Under Management (AUM)

BDT 788.8 mn @ Market (June 30, 2019)

NAV (Per Unit) at Quarter End

BDT 10.74 (At Market Value) as on June 30, 2019

Minimum Application Requirement

SIP: BDT 3,000 (Individuals)
BDT 10,000 (Institutions)

Non SIP: 500 units (Individuals)
5,000 units (Institutions)

Annualized Ratios

Turnover Ratio: 4.3x
Expense Ratio : 3.0%

Latest NAV and Price (Per unit)

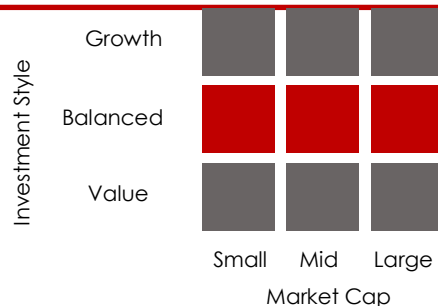
NAV @ Market : BDT 9.85
Investors' Buy Price : BDT 9.85
Investors' Sell Price : BDT 9.85

(Applicable till July 31, 2019)

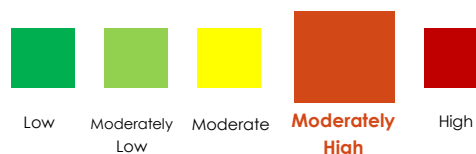
Redemption Proceeds

Within 3 working days after transfer of units

Fund Style



Risk Scale



Asset Allocation

Type	% of Total
Growth	42.20%
Income Generating	39.56%
STD	16.97%
Other Assets	1.05%
IPO	0.22%
Total	100.00%

Sector Allocation



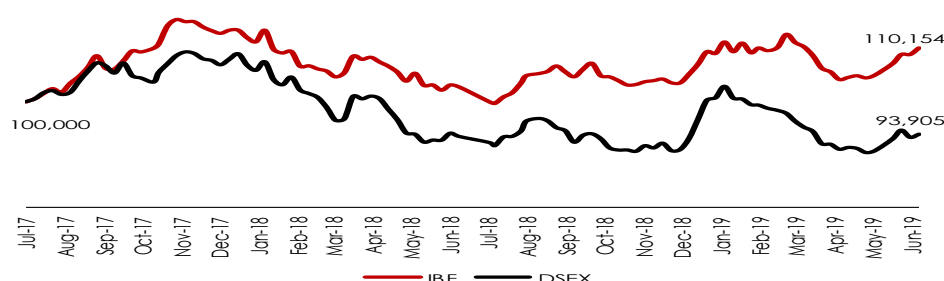
STD & FDR	38.10%
Pharmaceuticals & Chemicals	16.24%
Engineering	13.72%
Bank	12.10%
Telecommunication	9.81%
Fuel & Power	5.12%
Mutual Funds	3.51%
Other Assets	1.05%
IPO	0.22%
Textile	0.06%
IT	0.05%
Travel & Leisure	0.03%

Top Ten Holdings*

DSE Code	Industry	% of total
SINGERBD	Engineering	9.93%
BRACBANK	Bank	9.90%
GP	Telecommunication	9.81%
SQURPHARMA	Pharmaceuticals & Chemicals	9.76%
BXPBARMA	Pharmaceuticals & Chemicals	5.29%
SUMITPOWER	Fuel & Power	5.12%
IFADAUTOS	Engineering	3.76%
ATCSLGF	Mutual Funds	3.27%
DHAKABANK	Bank	2.20%
RENATA	Pharmaceuticals & Chemicals	1.14%
Total		60.18%

*Detailed Portfolio is available in the Portfolio Statement.

Investment Performance[^] of IDLC Balanced Fund (IBF) vs DSEX



[^]Value of BDT 100,000 invested in IBF vs value of similar investment in DSEX over time, both made on July 20, 2017, the point of inception of IBF.

IDLC GROWTH FUND FACTSHEET

Investment Objective

To generate long-term capital appreciation from a portfolio of predominantly equity & equity related instruments.

Fund Inception Date

September 11, 2017

Fund Debut Date

May 08, 2018

Asset Managers

Shaikh Malik Al-Razi

Capital market experience over 7 years

Md Arman Chy Nayan

Capital market experience over 6 years

Asset Under Management (AUM)

BDT 325.3 mn @ Market (June 30, 2019)

NAV (Per Unit) at Quarter End

BDT 10.73 (At Market Value) as on June 30, 2019

Minimum Application Units

SIP: BDT 3,000 (Individuals)
BDT 10,000 (Institutions)

Non SIP: 500 units (Individuals)
5,000 units (Institutions)

Annualized Ratios

Turnover Ratio: 4.7x
Expense Ratio : 3.8%

Latest NAV and Price (Per unit)

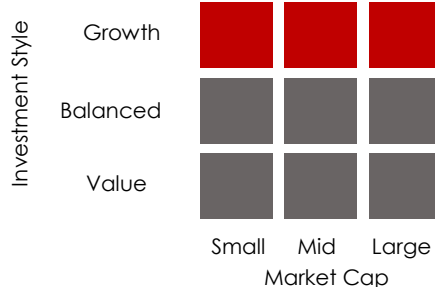
NAV @ Market : BDT 9.84
Investors' Buy Price : BDT 9.84
Investors' Sell Price : BDT 9.84

(Applicable till July 31, 2019)

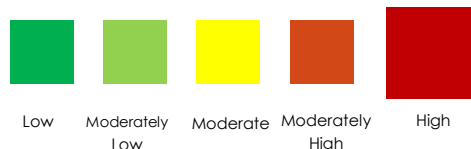
Redemption Proceeds

Within 3 working days after transfer of units

Fund Style



Risk Scale



Asset Allocation

Type	% of Total
Growth	42.60%
Income Generating	37.40%
STD	13.21%
Other Assets	6.25%
IPO	0.53%
Total	100.00%

Sector Allocation



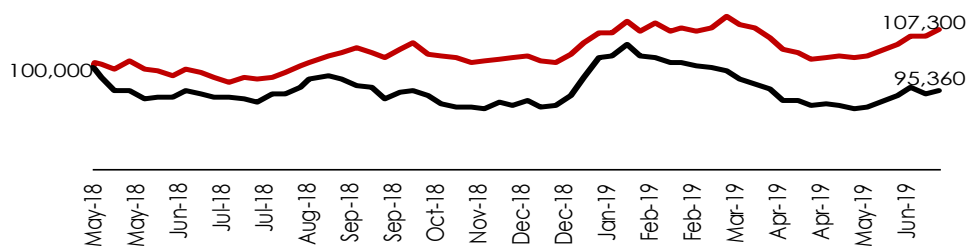
- STD & FDR 32.61%
- Pharmaceuticals & Chemicals 16.39%
- Engineering 13.67%
- Bank 12.22%
- Telecommunication 9.99%
- Other Assets 6.25%
- Fuel & Power 4.85%
- Mutual Funds 3.17%
- IPO 0.53%
- Textile 0.14%
- IT 0.12%
- Travel & Leisure 0.07%

Top Ten Holdings*

DSE Code	Industry	% of total
BRACBANK	BRAC Bank Ltd.	10.08%
SINGERBD	Singer Bangladesh Limited	10.03%
GP	Grameenphone Ltd.	9.99%
SQURPHARMA	Square Pharmaceuticals Ltd.	9.99%
BXPBARMA	Beximco Pharmaceuticals Ltd.	5.16%
SUMITPOWER	Summit Power Limited	4.85%
IFADAUTOS	IFAD Autos Limited	3.57%
ATCSLGF	AT Capital Sandhani Life Growth Fund	2.75%
DHAKABANK	Dhaka Bank Ltd.	2.14%
RENATA	Renata Ltd.	1.10%
Total		59.65%

*Detailed Portfolio is available in the Portfolio Statement.

Investment Performance[^] of IDLC Growth Fund (IGF) vs DSEX



[^]Value of BDT 100,000 invested in IGF vs value of similar investment in DSEX over time, both made on May 07, 2018, the point of inception of IGF.

DISCLAIMER

Investors should know that the return from mutual funds is not guaranteed. Past performance of the Sponsor and their affiliates / AMC does not guarantee future performance of the funds. Name of the funds does not in any manner indicate either the quality of the funds or their future prospects and returns.

Mutual Funds are subject to market risks. Investors are highly encouraged to know all the risks associated with investment from the prospectus of respective mutual funds.

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