

IDLC ASSET MANAGEMENT LIMITED

ASSET MANAGER'S REPORT September 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-

১৬৪০৯  aml.idlc.com

• নির্দিষ্টসময় ফলে বিনিয়োগ ব্যাপিট্যাল মার্কেটের বৃদ্ধির সাথে সম্পর্কিত। বিনিয়োগের আগে সংশ্লিষ্ট ডকুমেন্টস ভালোমনে পড়ে ও বুঝে নিন।

DATE OF PUBLICATION: September 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

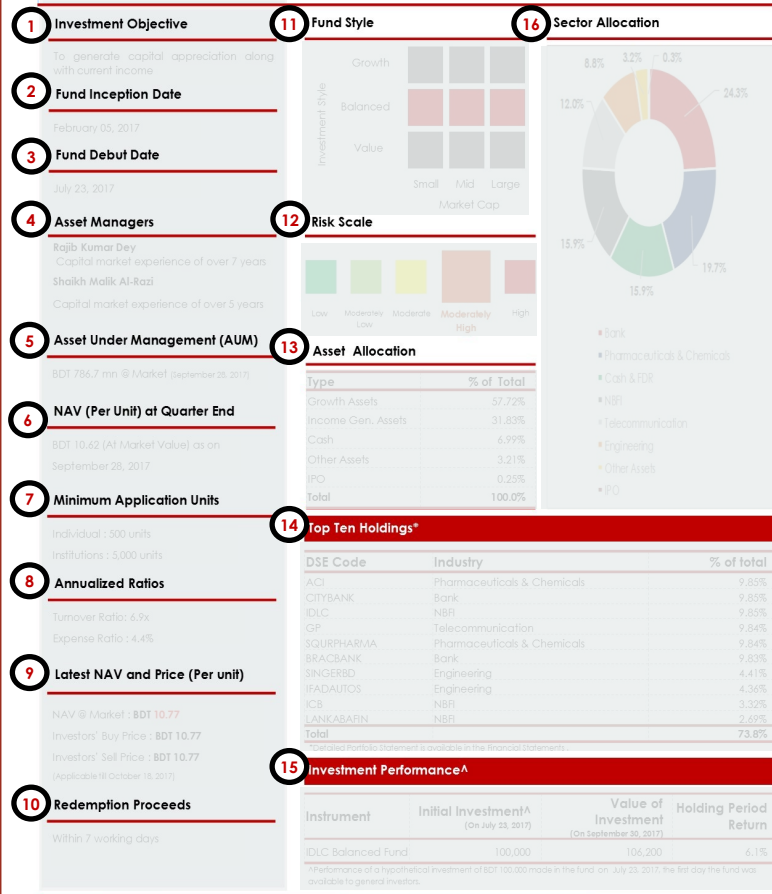
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GUIDE TO THE FACTSHEET

- 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 by dividing the total amount of securities purchased or sold, whichever is lower, by the 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 to September 2019, IDLC Balanced Fund posted a return of negative 0.6%, while a Hypothetical Balanced Portfolio~ would have generated negative 4.7%. IDLC Growth Fund also posted a return of negative 0.6% during the same period, while DSEX yielded a return of negative 8.7% and investors earned a weighted average interest rate of 1.4% through Bank Deposits.

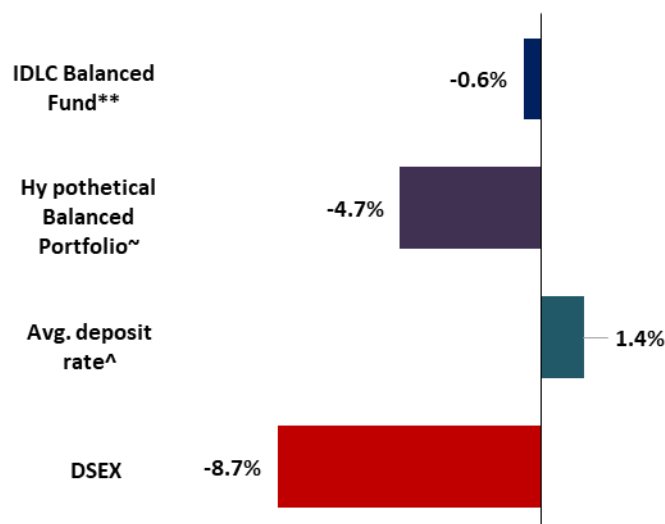
While the liquidity scenario in the money market improved and interest rate stabilized during this quarter, we adhered to our strategy of maintaining large exposure in income generating assets to avoid market volatility. By the end of the quarter, we maintained 34.0% and 34.6% investment in Short Term Deposit (STD) and FDR for IDLC Balance Fund and IDLC Growth Fund, respectively.

Our highest exposure rests in the Pharmaceutical sector as we believe the defensive nature of the sector provides excellent investment opportunity with stable demand. The Directorate General of Drug Administration (DGDA) this quarter has allowed the revision of retail prices of a number of drugs. Along with the long term prospects of the sector, we believe this price revision will ensure short term robust growth. In line with our expectations, we have increased pharmaceuticals exposure from 16.2% to 25.0% for IDLC Balance Fund and from 16.4% to 24.4% for IDLC Growth Fund.

Engineering became our second largest exposure, consisting roughly 9.0-10.0% in both of our funds.

We would like to take the opportunity to thank our investors to remain with IDLC. We are optimistic about the long term growth story of Bangladesh. Accordingly the capital market will follow suit the economic growth over time.

Return of IDLC Balanced Fund for the period of



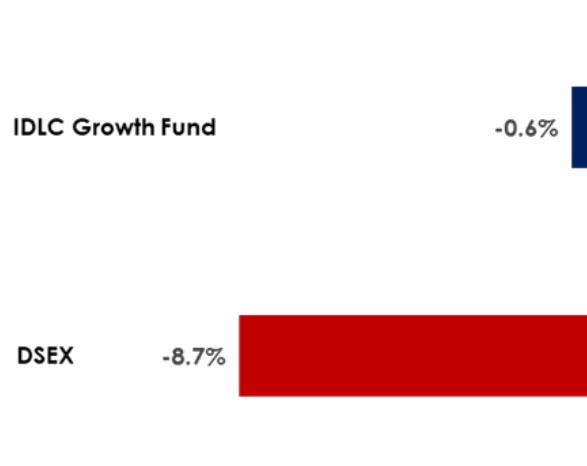
^The latest Average deposit rate is taken from Bangladesh Bank website.

~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

1st July 2019 - 30th September 2019



*DSEX return is calculated from 8th 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 701.7 mn @ Market (Sep 30, 2019)

NAV (Per Unit) at Quarter End

BDT 9.97 (At Market Value) as on Sep 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: 75.4%
Expense Ratio : 2.7%

Latest NAV and Price (Per unit)

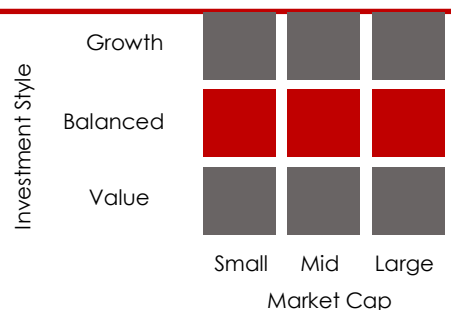
NAV @ Market : BDT 9.60
Investors' Buy Price : BDT 9.60
Investors' Sell Price : BDT 9.60

(Applicable till November 06, 2019)

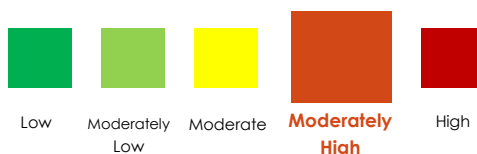
Redemption Proceeds

Within 3 working days after transfer of units

Fund Style



Risk Scale



Asset Allocation

Type	% of Total Assets
Growth	44.82%
Income Generating	41.95%
STD	9.66%
Other Assets	3.36%
IPO	0.21%
Total	100.00%

Sector Allocation



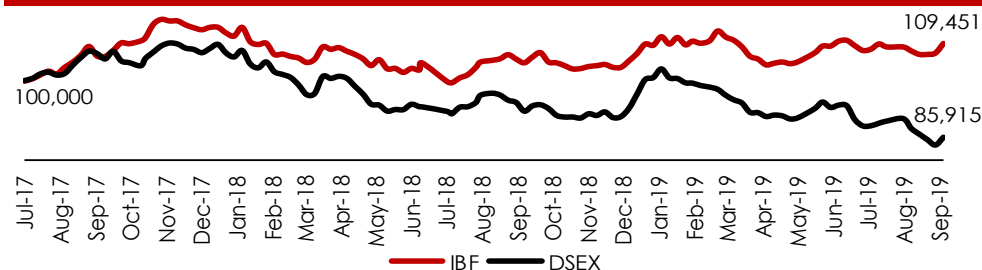
STD & FDR	34.02%
Pharmaceuticals & Chemicals	24.95%
Engineering	9.99%
Bank	9.73%
Telecommunication	9.10%
Mutual Funds	5.61%
Other Assets	3.36%
Fuel & Power	2.89%
IPO	0.21%
IT	0.06%
Textile	0.04%
Travel & Leisure	0.04%

Top Ten Holdings*

DSE Code	Industry	% of Total Assets
SINGERBD	Engineering	9.91%
RENATA	Pharmaceuticals & Chemicals	9.65%
SQURPHARMA	Pharmaceuticals & Chemicals	9.26%
GP	Telecommunication	9.10%
BXPHARMA	Pharmaceuticals & Chemicals	5.96%
BRACBANK	Bank	5.18%
CITYBANK	Bank	4.56%
GREENDELMF	Mutual Funds	3.18%
SUMITPOWER	Fuel & Power	2.89%
DBH1STMF	Mutual Funds	2.43%
Total		62.11%

*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 23, 2017, the point

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 312.5 mn @ Market (September 30, 2019)

NAV (Per Unit) at Quarter End

BDT 9.94 (At Market Value) as on September 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: 76%
Expense Ratio : 3.0%

Latest NAV and Price (Per unit)

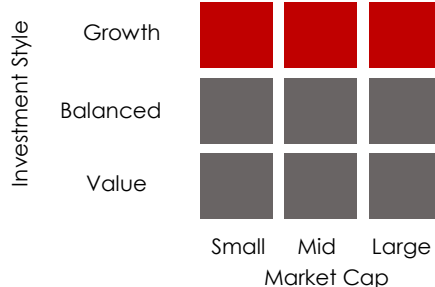
NAV @ Market : BDT 9.58
Investors' Buy Price : BDT 9.58
Investors' Sell Price : BDT 9.58

(Applicable till November 06, 2019)

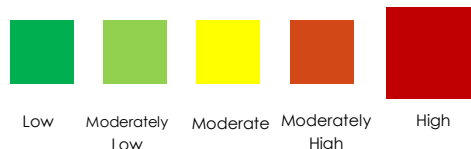
Redemption Proceeds

Within 3 working days after transfer of units

Fund Style



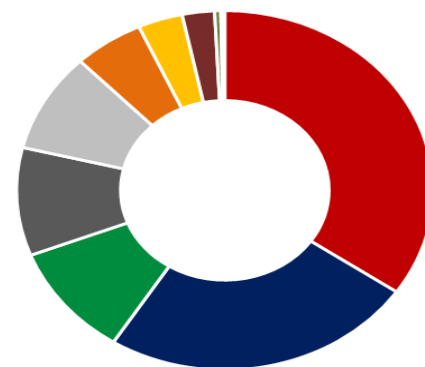
Risk Scale



Asset Allocation

Type	% of Total Assets
Growth	44.57%
Income Generating	37.48%
STD	14.00%
Other Assets	3.47%
IPO	0.47%
Total	100.00%

Sector Allocation



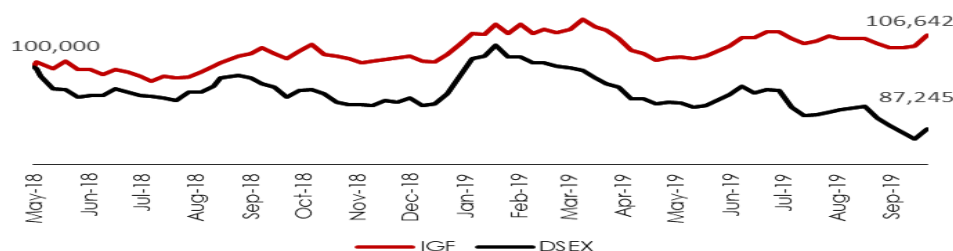
- STD & FDR 34.57%
- Pharmaceuticals & Chemicals 24.40%
- Engineering 10.13%
- Bank 9.72%
- Telecommunication 8.95%
- Mutual Funds 5.45%
- Other Assets 3.47%
- Fuel & Power 2.51%
- IPO 0.47%
- IT 0.13%
- Textile 0.10%
- Travel & Leisure 0.08%

Top Ten Holdings*

DSE Code	Industry	% of Total Assets
SINGERBD	Engineering	9.94%
RENATA	Pharmaceuticals & Chemicals	9.68%
SQURPHARMA	Pharmaceuticals & Chemicals	9.19%
GP	Telecommunication	8.95%
BXPBARMA	Pharmaceuticals & Chemicals	5.35%
BRACBANK	Bank	5.13%
CITYBANK	Bank	4.59%
GREENELMF	Mutual Funds	3.15%
SUMITPOWER	Fuel & Power	2.51%
DBH1STMF	Mutual Funds	2.30%
Total		60.80%

*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 08, 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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