VANGUARD AML BD FINANCE MUTUAL FUND ONE

Asset Manager : Vanguard Asset Management Limited

As per rule 70 of Securities and Exchange Commission (Mutual Fund) Rule, 2001, The unaudited Financial statements of ***Vanguard AML BD Finance Mutual Fund One*** *for 1st Quarter ended on 31 December 2018 are appended below:*

1ST QUARTER (Q1) FINANCIAL STATEMENTS (PROVISIONAL & UNAUDITED)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

	Notes	(Provisional & Unaudited) 31.12.2018 In BDT	Audited 30.09.2018 In BDT
Assets		**1,130,577,107**	**1,157,869,219**
Investments in securities at cost	3	999,263,605	1,004,537,477
Issue and formation expenses	4	24,670,448	25,561,918
Other receivables	5	9,027,176	891,033
Deposit and prepayments	6	2,149,169	2,460,933
Cash and cash equivalents	7	95,466,709	124,417,858
Liabilities		**24,556,063**	**24,692,186**
Accounts payables	8	15,926,110	6,223,721
Provision for erosion in value of marketable securities	9	8,629,953	18,468,465
Net Assets		**1,106,021,044**	**1,133,177,033**
Equity		**1,106,021,044**	**1,133,177,033**
Capital fund	10	1,043,200,000	1,043,200,000
Retained earnings		62,821,044	89,977,033
Net Asset Value (NAV) Per Unit:			
-At Cost	11	**10.68**	**11.04**
-At Market Price	12	**10.60**	**10.86**

Member Trustee
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Trustee of "**Vanguard AML BD Finance MF One**"

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SVP & Head, Fund Operations & Control
Vanguard Asset Management Limited
Asset Manager of "**Vanguard AML BD Finance MF One**"

Managing Director & CEO
Vanguard Asset Management Limited
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VANGUARD AML BD FINANCE MUTUAL FUND ONE

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD FROM 01 OCTOBER 2018 TO 31 DECEMBER 2018

	Notes	(Provisional & Unaudited) 01.10.2018 to 31.12.2018	01.10.2017 to 31.12.2017
		In BDT	In BDT
Income		**21,138,126**	**55,954,572**
Net gain on sale of marketable securities		7,197,151	44,253,067
Dividend income		12,360,176	10,039,890
Interest income	13	1,580,799	1,661,615
Expenditure		**5,972,627**	**6,892,486**
Management fee		3,818,560	4,357,207
Amortization of issue and formation expenses	4	891,469	891,469
Brokerage fee		140,532	373,834
Trustee fee		281,033	334,898
BSEC annual fee		287,492	330,958
Custodian fee		90,074	112,706
CDBL - annual fee, settlement, demat & line charges	14	45,346	57,421
DSE annual fee		128,205	128,205
CSE annual fee		128,205	128,205
DSE - book building and IPO application fee		6,000	10,000
Publication & others fee		100,600	94,150
Bank charges & excise duty		55,110	73,433
Profit before provision for the period		**15,165,500**	**49,062,086**
Less: Provision add back during the period	9	9,838,511	-
Net profit for the period		**25,004,011**	**49,062,086**
Add: Other comprehensive income		-	-
Total comprehensive income		**25,004,011**	**49,062,086**
Earning Per Unit during the period	**15**	**0.24**	**0.47**

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VANGUARD AML BD FINANCE MUTUAL FUND ONE

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD FROM 01 OCTOBER 2018 TO 31 DECEMBER 2018

(Provisional & Unaudited)
In BDT

	Capital fund	Retained earnings	Total equity
Balance as at 01 October 2017	1,043,200,000	151,388,825	1,194,588,825
Dividend declared	-	(104,320,000)	(104,320,000)
Net profit for the period	-	49,062,086	49,062,086
Balance as at 31 December 2017	**1,043,200,000**	**96,130,911**	**1,139,330,911**
Balance as at 01 October 2018	1,043,200,000	89,977,033	1,133,177,033
Dividend declared	-	(52,160,000)	(52,160,000)
Net profit for the period	-	25,004,011	25,004,011
Balance as at 31 December 2018	**1,043,200,000**	**62,821,044**	**1,106,021,044**

STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM 01 OCTOBER 2018 TO 31 DECEMBER 2018

(Provisional & Unaudited)

	01.10.2018 to 31.12.2018 In BDT	01.10.2017 to 31.12.2017 In BDT
A. Cash Flows from Operating Activities	**965,229**	**2,006,738**
Interest income realized in cash	2,471,832	2,104,920
Dividend income - received in cash	3,333,000	5,505,713
Deposit & prepayments	(540,077)	(5,558)
Payment made for expenses	(4,299,527)	(5,598,337)
B. Cash Flows from Investing Activities	**12,471,023**	**24,208,362**
Acquisition of shares from secondary market	(30,144,776)	(55,162,032)
Investment in Pre IPO placement	-	(18,788,460)
Investment in IPO	(633,800)	(40,000,000)
Proceeds from sale of shares in secondary market	43,249,599	138,158,854
C. Cash Flows from Financial Activities	**(42,387,401)**	**(84,636,890)**
Dividend paid	(42,387,401)	(84,636,890)
Net Cash flows (A+B+C)	**(28,951,149)**	**(58,421,791)**
Cash and cash equivalent at the beginning of the period	124,417,858	104,365,273
Cash and cash equivalent at the end of the period	**95,466,709**	**45,943,484**
Net Operating Cash Flow Per Unit During the Period	**0.01**	**0.02**

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1 The Fund and the legal status

Vanguard AML BD Finance Mutual Fund One (hereafter referred to as "the Fund"), a close ended Fund was established on 22 July 2013 under the Trust Act, 1882, registered under the Registration Act, 1908 and subsequently on 12 August 2013 registered as a Close-End Mutual Fund from the Bangladesh Securities and Exchange Commission with initial tenure of 10 years under Securities and Exchange Commission (Mutual Fund) Rules, 2001 for a total paid-up capital of Taka 1043.2 million divided into 104.32 million units of Taka 10 each. The Fund was enlisted with Dhaka Stock Exchange and Chittagong Stock Exchange as of 24 December, 2015 and started its trading operation as of 17 January, 2016 under the code of "VAMLBDMF1".

Bangladesh General Insurance Company Limited (BGIC) is the Trustee while BRAC Bank Limited is the Custodian of the Fund and Vanguard Asset Management Limited is managing the operation of the Fund.

2 Basis of measurement

These financial statements have been prepared under historical cost convention on going concern basis and in conformity with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS), Securities and Exchange Rules 1987, Securities and Exchange Commission (Mutual Fund), Rules, 2001 and other applicable laws and regulations.

Reporting Period

The reporting period of the fund covers a period from 01 October 2018 to 31 December 2018.

	(Provisional & Unaudited)	Audited
	31.12.2018	30.09.2018
	In BDT	In BDT
3 Investments in securities at cost (Annexure A)		
Investment in listed securities	876,263,603	861,537,475
Investment in open ended mutual funds	25,000,002	25,000,002
Investment in Pre-IPO placement	98,000,000	118,000,000
	999,263,605	1,004,537,477
4 Issue and formation expenses		
Opening balance	25,561,918	29,098,725
add: Addition made during the period	-	-
	25,561,918	29,098,725
Less: Amortization of issue and formation expenses	891,469	3,536,808
	24,670,448	25,561,918
5 Other receivables		
Dividend receivables	9,027,176	-
Interest receivables	-	891,033
	9,027,176	891,033
6 Deposits and prepayments		
Deposit with CDBL	500,000	500,000
Prepayments	1,649,169	1,960,933
	2,149,169	2,460,933
7 Cash and cash Equivalents		
Cash at bank - savings account	95,466,709	124,417,858
	95,466,709	124,417,858
8 Accounts payables		
Management fees	3,818,556	3,873,220
Custodian fee	184,349	94,275
CDBL fee - settlement & demat charges	5,947	18,667
Publication & others fee	103,000	145,900
Audit fees	-	50,000
IPO payable (Book building system)	2,024,580	2,024,580
Dividend payable (including tax on dividend payable)	9,789,678	17,080
	15,926,110	6,223,721

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	(Provisional & Unaudited)	Audited
	31.12.2018	30.09.2018
	In BDT	In BDT
9 Provision for erosion in value of marketable securities		
Provision at the beginning of the period	18,468,465	-
Add: Provision (add back) during the period	(9,838,511)	18,468,465
	8,629,953	**18,468,465**
10 Capital fund		
10,43,20,000 units at par value of Tk. 10 each.	1,043,200,000	1,043,200,000
	1,043,200,000	**1,043,200,000**
11 Net Asset Value (NAV) per unit at cost		
Net asset value at market price	1,106,021,044	1,133,177,033
Add: Provision for erosion in value of marketable securities	8,629,953	18,468,465
Net Asset Value (NAV) at cost	**1,114,650,998**	**1,151,645,498**
Number of units	104,320,000	104,320,000
NAV per unit at cost	**10.68**	**11.04**
12 Net Asset Value (NAV) per unit at market price		
Net asset value at market price	1,106,021,044	1,133,177,033
Net Asset Value (NAV) at market price	**1,106,021,044**	**1,133,177,033**
Number of units	104,320,000	104,320,000
NAV per unit at market price	**10.60**	**10.86**

	(Provisional & Unaudited)	
	01.10.2018 to 31.12.2018	01.10.2017 to 31.12.2017
	In BDT	In BDT
13 Interest income		
Interest income from savings account	1,580,799	1,661,615
	1,580,799	**1,661,615**
14 CDBL - annual fee, settlement & demat and line charges		
CDBL - annual fee	26,905	26,931
CDBL fee - settlement & demat charges	9,441	21,489
Line charges	9,000	9,000
	45,346	**57,420**
15 Earning Per Unit		
Net profit for the period (A)	25,004,011	49,062,086
Number of units (B)	104,320,000	104,320,000
Earning per unit (A/B)	**0.24**	**0.47**

16 Other Notes

(a) Investment valuation policies are closing price or last trading price of the period at DSE is taken.

(b) Earning per unit has been calculated on number of units outstanding for the period ended 31 December 2018 and profit for the respective period.

(c) To facilitate comparison, certain relevant balances pertaining to the previous period may have been rearranged/ restated/ reclassified, whenever considered necessary, to confirm to current period's presentation.

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