

**AUDITORS' REPORT
AND
THE FINANCIAL STATEMENTS
OF
INVESTASIA Balanced Unit Fund**

For the year ended June 30, 2024



PrimeGlobal

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INDEPENDENT AUDITOR'S REPORT
To the Trustees of
INVESTASIA Balanced Unit Fund

Opinion

We have audited the accompanying financial statements of **INVESTASIA Balanced Unit Fund** which comprise the statement of financial position as at June 30, 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the period then ended and a summary of the significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as at June 30, 2024 and its financial performance and its cash flows for the period ended in accordance with the International Financial Reporting Standards (IFRSs).

Basis for Opinion

We have conducted our audit in accordance with the International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and Bangladesh Securities and Exchange Commission (BSEC), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and as per the Institute of Chartered Accountants of Bangladesh (ICAB) Bye-Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Reporting on Other Information

The Management is responsible for other Information. The other Information includes all of the information in the Annual Report/Prospectus other than the financial statements and our auditor's report thereon. The Annual report is expected to be made available to us after the date of this Auditor's Report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance and/or conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to go through the other information identified above when it becomes available and, in doing so, consider, whether the other information is materially inconsistent with the financial statements or with our knowledge obtained in the audit or otherwise appears to be materially misstated.

Management's Responsibility for the Financial Statements

The Management is responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standards (IFRSs) as explained in Note- 2, the Securities and Exchange Rules 1987, the Securities and Exchange Commission (Mutual Fund) Rules 2001 and for any such internal control(s) as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement(s), whether due to fraud and error.

In preparing the financial statements, the Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing as applicable, matter(s) related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Fund or to cease its operations, or has no other realistic alternative but to do so.

Those charged with governance (the Trustees) are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the ISAs, we have exercised professional judgment and have maintained professional skepticism throughout the audit. We have also :

- Identified and assessed the risks of material misstatements of the financial statements, whether due to fraud or error, designed and performed audit procedures responsive to those risks, and have obtained audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or the override of internal control(s).
- Obtained an understanding of the internal control(s) relevant to the audit 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 Fund's internal control policies and procedures.
- Evaluated the appropriateness of the accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Concluded on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions up to the date of the auditor's report that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluated the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We have communicated with those charged with governance regarding, among other matters, the planned scope and timing of the significant audit findings, including any significant deficiencies in the internal control system that we have identified during the course of our audit.

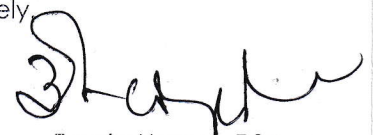
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and have communicated with them all other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we have determined those matters that were of most significance for the audit of the financial statements of the current period and are therefore the key audit matters. We have further described these matters in our auditor's report unless the applicable laws or regulations preclude public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because of the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made verification there of;
- b) in our opinion, proper books of accounts as required by law have been kept by the Fund so far as it appeared from our examination of these books;
- c) the Fund's statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account; and
- d) all the expenditure incurred were for the purposes of the Fund's business solely.



Fouzia Haque, FCA
Partner

FAMES & R

Chartered Accountants
DVC # 2408281032AS298755

Date: August 28, 2024
Place : Dhaka



INVESTASIA Balanced Unit Fund
Statement of Financial Position
as at June 30, 2024

Particulars	Notes	Amount in Taka	
		30-Jun-24	
ASSETS:			
Investments in Securities at Fair Value	3	19,195,230	
Cash & cash equivalents	4	184,816,298	
Accounts receivable	5	2,640,939	
Advance, deposit & prepayments	6	250,419	
Issue and preliminary expenses	7	3,773,231	
		210,676,117	
LIABILITIES:			
Current Liabilities & Provision	8	7,523,043	
		7,523,043	
Net Assets		203,153,073	
CAPITAL AND LIABILITIES			
Unit Holders' Equity			
Fund capital	9	200,000,000	
Retained earnings	10	3,153,073	
		203,153,073	
Net Assets Value (Cost)	11		10.47
Net Assets Value (Fair value)	12		10.16

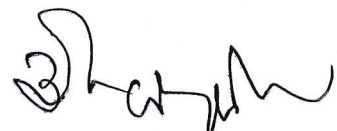
Annexed notes form an integral part of this financial statements.


Asset Manager


Trustee

Signed in terms of our separate report of even date annexed.

Date: August 28, 2024
Place : Dhaka


FAMES & R
Chartered Accountants
DVC # 2408281032AS298755




INVESTASIA Balanced Unit Fund
Statement of Profit or Loss and Other Comprehensive Income
For the year ended June 30, 2024

Particulars	Notes	Amount in Taka
		July 01, 2023 to June 30, 2024
<u>INCOME</u>		
Profit on sale of securities		-
Dividend income-Listed Securities		982,485
Interest income		11,734,176
Total income		12,716,661
<u>EXPENSES</u>		
Management fee		2,732,476
Trustee fee		128,607
Custodian Fee		23,391
Audit Fee		46,000
Amortization on issue and preliminary Expenses		278,649
Publication and Regulatory Advertisement		7,188
Bank charges		54,284
Operating expenses		3,270,594
Net profit before provision		9,446,067
(Provision) or write back against Investment at Fair Value		(6,292,994)
Net profit after provision		3,153,073
Earnings per unit (EPU)	13	0.16

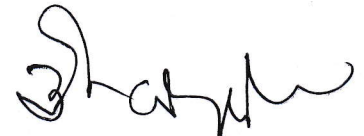
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Asset Manager


Trustee

Signed in terms of our separate report of even date annexed.

Place : Dhaka
Date: August 28, 2024


FAMES & R

Chartered Accountants
DVC # 2408281032AS298755



INVESTASIA Balanced Unit Fund
Statement of Changes in Equity
For the year ended June 30, 2024

Amount in Taka

Particulars	Unit Capital Fund	Unit Premium	Unrealized Gain	Retained Earnings	Total Equity
Opening Balance as on 01 July, 2023	-	-	-	-	-
Fund Capital	200,000,000	-	-	-	200,000,000
Unit Premium	-	-	-	-	-
Profit during the period	-	-	-	3,153,073	3,153,073
Closing Balance as at 30 June, 2024	200,000,000	-	-	3,153,073	203,153,073

Annexed notes form an integral part of this financial statements.


Asset Manager


Trustee

Place : Dhaka
Date: August 28, 2024




INVESTASIA Balanced Unit Fund
Statement of Cash Flows
For the year ended June 30, 2024

Particulars	Notes	Amount in Taka
		FY-2023-2024
Cash Flows from / (used) in Operating Activities:		
Interest Income		11,087,498
Operating Expenses		(61,472)
Issue & Preliminary Expenses		(81,650)
Interest from Escrow Bank Account		622,340
Accounts Receivable		(1,011,776)
Advance, Deposit & Prepayments		(250,419)
Net Cash from Operating Activities		10,304,522
Cash Flows from / (used) in Investing Activities:		
Investment in listed Securities		(25,488,224)
Net Cash Out Flows from Investing Activities		(25,488,224)
Cash Flows from / (used) in Financing Activities :		
Fund Capital		200,000,000
Net Cash used in Financing Activities		200,000,000
Net Increase / (Decrease) Cash		184,816,298
Cash & Cash Equivalents at the Beginning of the year		-
Cash and Cash Equivalents at the end of the year		184,816,298
Net Operating Cash Flow Per Unit (NOCFPU)		0.52

Annexed notes form an integral part of this financial statements.


Asset Manager


Trustee

Place : Dhaka
Date: August 28, 2024



INVESTASIA Balanced Unit Fund
Notes to the Financial Statements
as at and for the period ended June 30, 2024

1.00 Introduction

INVESTASIA Balanced Unit Fund was constituted through a Trust Deed signed on 7 August 2019 between **INVEST ASIA CAPITAL AND ASSET MANAGEMENT LIMITED** as 'Sponsor' and the **Sentinel Trustee and Custodial Services Limited** as "Trustee" under the Trust Act 1882 (Act II of 1882) and within the legal framework and specific provisions of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা ২০০১ and Registration Act 1908.

Sentinel Trustee and Custodial Services Limited is custodian of the fund and **INVEST ASIA CAPITAL AND ASSET MANAGEMENT LIMITED** manages the operations of the Fund as Fund Manager.

1.01 Objectives

The objective of **INVESTASIA Balanced Unit Fund** is to provide a capital market based platform for investors interested in socially responsible and sustainable investments and to channel capital toward Companies that generate positive financial and social returns; To provide demand support for the SME Trading platform launched by the bourses; to provide access to financial and growth capital to the SME sector Companies; And to set an example of Socially responsible & SME investment in Bangladesh that may attract global capital to deserving sectors of the economy.

2.00 Significant Accounting Policies

2.01 Basis of Accounting

These combined financial statements have been prepared under Current cost convention in accordance with generally accepted accounting principles as laid down in the International Accounting Standards(IAS)/International Financial Reporting Standards (IFRS),applicable to the Fund so far adopted by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards(BAS)/Bangladesh Financial Reporting Standards(BFRS). The disclosures of information made in accordance with the requirements of Trust Deed and সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা ২০০১ and other applicable Rules and regulations.

2.02 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 financial instruments accounting convention 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 specific purpose fund ongoing basis. Revisions to accounting estimates are recognized 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.

2.03 Presentation of financial statements

The financial statements are prepared and presented covering the period from July 01, 2023 to June 30, 2024.

2.04 Investment

All purchases and sales of securities that require delivery within the time-frame established by regulation or market convention are recognized at the date of trading i.e. the date on which the Fund commits to purchase or sell the investment. Bonus entitlements, if any, are not accounted for as income rather included in the portfolio to reduce the average cost after being confirmed on respective Trustee meeting date.

- a) Investment is recorded in the Balance Sheet at cost.
- b) Fair value of listed securities (other than mutual fund) are disclosed at closing quoted market prices prevailed as at June 30, 2024.

- c) Fair value of listed mutual funds are valued at intrinsic value as per BSEC directive (No. SEC/CMRRCD/2009-193/172).

2.05 Unrealised Gain (Market Risk Reserve)

The difference between cost of investment and the Fair Market value of investment on aggregated portfolio basis to be shown as Unrealised Gain when applicable.

2.06 Revenue Recognition

- a) Gain/losses arising on sale of investment are included in the Profit and Loss Account on the date at which transaction takes place.
- b) Cash dividend is recognized when the unitholders' right to receive payment is established.
- c) Interest income is recognized on time proportion basis.

2.07 Amortization of Preliminary and Issue Expenses

Preliminary and issue expenses represent expenditure incurred prior to commencement of operations and establishment of the Fund. These costs are amortized within ten years' tenure after adjusting interest income from escrow accounts as per trust deed and সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা ২০০১.

2.08 Dividend Policy

Pursuant to rules সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা ২০০১ and Trust Deed, the Fund is required to distribute its profit by way of dividend either in cash or re-investment units dividend or both to the holders of the units after the closing of the annual accounts.

2.09 Management Fee

Management fee is charged as per the Trust Deed (clause-4.3.13) and under the provisions of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা ২০০১.

2.10 Trustee Fee

Trustee fee is charged as per the Trust Deed (caluse 4.2.21) and under the provisions of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা ২০০১.

2.11 Custodian Fee

Sentinel Trustee and Custodial Services Limited, as custodian of the fund is entitled to receive a safekeeping fee @ 0.07% on the balance worth of securities.

2.12 Earnings Per Unit

Earnings per unit has been calculated in accordance with Bangladesh Accounting Standard – 33 "Earnings per Share" and shown on the face of statement of profit or loss and other comprehensive income.

2.13 General

- a) Figures appearing in these financial statements have been rounded off to nearest Taka.
- b) Figures of the previous period have been rearranged where ever considered necessary, to confirm with the current year presentation.



Amounts in Taka
30-Jun-24

3 Investment in Securities at Fair Value

Cost Value of Securities	25,488,224
Unrealised gain/(loss)	(6,292,994)
Fair Value	19,195,230

3.01 Investment in Securities

Particulars	Amount in Taka			
	Cost Value	Fair Value June 30, 2024	Required (Provision)/Excess	Fair Value June 30, 2024
Listed securities	25,488,224	19,195,230	(6,292,994)	19,195,230
Non Listed Securities	-	-	-	-
Total	25,488,224	19,195,230	(6,292,994)	19,195,230

4 Cash and cash equivalents

Cash at bank (FDR)-One Bank-0184120012700	10,250,000
Cash at bank (FDR)-One Bank-0184120012711	10,250,000
Cash at bank (FDR)-One Bank-0184120012722	10,250,000
Cash at bank (FDR)-One Bank-0184120012733	10,250,000
Cash at bank (FDR)-One Bank-0184120012744	10,250,000
Cash at bank (ESCROW)-One Bank-0183000001911	1,378,699
Cash at bank (STD)-One Bank (Sponsor A/C)-0183000001718	3,470,554
Cash at bank (STD)-One Bank-0183000002129	128,717,045
	184,816,298

5 Accounts Receivable

Interest receivable from Bank	646,678
Dividend Receivable	982,485
Receivables from brokerage house	1,011,776
	2,640,939

6 Advance, deposit and prepayments

Advance in Initial public offer (IPO)	-
Advance income tax	53,124
Advance BSEC Fee	197,295
	250,419

7 Issue and preliminary expenses and

Opening balance	4,592,570
Add: Prospectus abridged version published	81,650
Less: Interest income on escrow. acc. at One Bank -0183000001911	(622,340)
Interest Income	672,915
AIT & Maintenance Fee	(50,575)
Total	4,051,880
Less: Amortization during the period	(278,649)
	3,773,231

8 Current Liabilities and Provisions

Payable for Management fee	2,138,459
Payable for Trustee Fee	100,649
Payable for Custodian Fee	18,306
VAT & TDS Payable	627,060
Payable for Audit Fees	46,000
Payable fro Issue & Preliminary Expense	4,592,570
	7,523,043




Amounts in Taka
30-Jun-24

9 Fund Capital	
Unit Fund	200,000,000
Number of Units (TK 10 each)	<u>200,000,000</u>
10 Retained Earnings	
Opening Balance	-
During the period	3,153,073
	<u>3,153,073</u>
11 Net Asset Value Per Unit at Cost	
Net Asset Value	209,446,067
Number of Units (TK 10 each)	<u>20,000,000</u>
	10.47
12 Net Asset Value Per Unit at Market	
Net Asset Value at cost	209,446,067
Less: Unrealised gain/(loss)	(6,292,994)
Net Asset Value Per Unit at Market Value	<u>203,153,073</u>
Number of Units (TK 10 each)	<u>20,000,000</u>
	10.16
13 Earnings Per Unit	
Net profit for the period	3,153,073
Number of Units	<u>20,000,000</u>
	0.16
14 Approval of the Financial Statements	

These financial statements were authorized for issue in accordance with a resolution of the Fund's Board of Trustee on August 28, 2024


Asset Manager


Trustee

Place : Dhaka
Date: August 28, 2024

