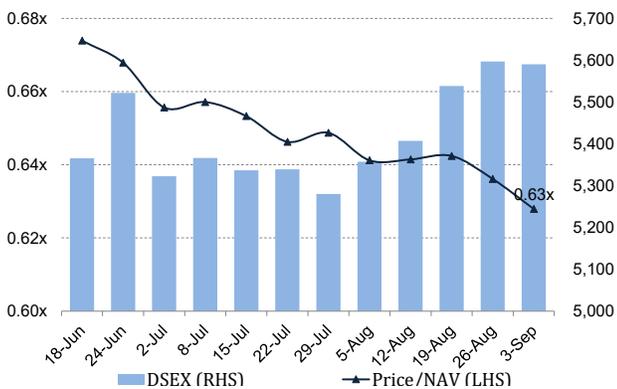


Weekly Report on Mutual Funds Sep 03, 2018

Chart 1 - Change in weighted average Price to NAV ratio of the sector in the last two months:

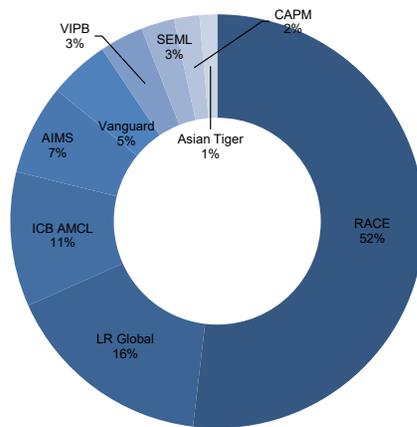


Source: BRAC EPL Research and DSE, Sep 2018

The fund managers have reported NAV of the closed-ended mutual funds for the week ending on August 30, 2018. Based on the recently reported NAV and today's (September 03, 2018) close prices, the sectoral Price to NAV stood at 0.63x lower than the last week's Price to NAV. On average, price of the mutual funds and NAV of mutual funds decreased by 1.5% and 0.21% respectively from previous week against a positive 0.5% WoW change in DSEX. Among all the asset managers, ICB AMCL performed best in terms of NAV return of its funds, gaining 1.90% during the week.

All the 36 mutual funds are trading at discount. Market capitalization of 36 funds stood at BDT 38.7 billion (USD 472.3 million), while the Asset Under Management (AUM) of the sector stood at BDT 61.7 billion (USD 752.2 million). RACE holds the highest market share of 51.9% with 10 funds and AUM of BDT 32.0 billion. The fund manager has the lowest Price/NAV ratio of 0.51x, while LR Global stood at the second lowest Price/NAV ratio of 0.69x. The average daily turnover of the sector stood at BDT48.3 million in the last week, which was 1.8% lower over the previous week's turnover value.

Chart 2 - Market share (AUM) of the fund managers:



Source: BRAC EPL Research and DSE, Sep 2018

Table 1 - Funds traded with highest discount (top five)

Fund Name	Fund Manager	Discount	Price/NAV	Price (BDT)
First Bangladesh Fixed Income Fund	RACE	53.7%	0.46x	5.60
IFIC Bank 1st M.F.	RACE	52.5%	0.48x	5.40
Popular Life First M.F.	RACE	52.2%	0.48x	5.40
AB Bank 1st M.F.	RACE	49.5%	0.50x	6.10
Trust Bank 1st M.F.	RACE	49.1%	0.51x	6.10

Source: BRAC EPL Research and DSE, Sep 2018

Table 2 - Top five funds based on last four weeks NAV return

Fund Name	Fund Manager	Excess Return over DSEX	Price/NAV	Price (BDT)
NLI First Mutual Fund	VIPB	-0.2%	0.89x	13.10
Prime Finance First Mutual Fund	ICB AMCL	-0.3%	1.00x	11.60
Trust Bank 1st Mutual Fund	RACE	-0.4%	0.51x	6.10
First Janata Bank Mutual Fund	RACE	-0.4%	0.53x	6.10
ICB AMCL Second Mutual Fund	ICB AMCL	-0.7%	0.75x	7.10

Source: BRAC EPL Research and DSE, Sep 2018

Chart 3 - Price/NAV of the fund managers:



Source: BRAC EPL Research and DSE, Sep 2018

Table 3- Top five funds based on YTD NAV return

Fund Name	Fund Manager	NAV YTD	Price/NAV	Price (BDT)
CAPM IBBL Islamic Mutual Fund	CAPM	2.0%	0.89x	9.10
SEML IBBL Shariah Fund	SEML	1.5%	0.78x	8.20
SEML Lecture Equity Management Fund	SEML	0.7%	0.72x	7.80
First Bangladesh Fixed Income Fund	RACE	0.5%	0.46x	5.60
Reliance Insurance Mutual Fund	AIMS	0.4%	0.74x	10.70

Source: BRAC EPL Research and DSE, Sep 2018

Table 4: Mutual Fund Sector Matrix

DSE Ticker	Year End	Price/NAV	Current Price	Latest NAV/ unit	Market Share	Total NAV	YTD NAV	Redemption Year	ADTV Last Week (BDT MM)	Dividend Yield**
AIMS										
RELIANCE1	Jun	0.74x	10.70	14.49	1.7%	876.6	0.7%	Jul-21	2.38	8.3%
GRAMEENS2	Jun	0.74x	14.00	19.04	6.6%	3,473.6	0.7%	Sep-18	7.2	8.0%
Asian Tiger										
ATCSLGF	Jun	0.79x	10.90	13.75	1.7%	849.8	-2.5%	Apr-21	5.9	11.3%
CAPM										
CAPMBDBLMF	Jun	0.72x	7.80	10.87	1.0%	545.0	-0.4%	Jan-27	0.6	2.3%
CAPMIBBLMF	Jun	0.83x	8.50	10.28	1.5%	687.4	2.2%	Mar-28	1.0	NA
ICB AMCL										
ICBEPMF1S1	Jun	0.78x	6.50	8.35	1.3%	626.2	-5.4%	Jan-19	0.8	8.2%
1STPRIMFMF	Dec	1.00x	11.60	11.61	0.6%	232.2	-4.5%	Mar-19	8.0	6.1%
ICBAMCL2ND	Jun	0.75x	7.10	9.53	0.9%	476.4	-8.3%	Oct-19	0.4	6.4%
PRIME1ICBA	Jun	0.78x	7.00	8.94	1.8%	893.5	-6.1%	Jan-20	0.9	8.5%
ICB3RDNRB	Jun	0.73x	6.00	8.22	1.5%	821.9	-6.5%	May-20	0.2	6.6%
PF1STMF	Jun	0.71x	6.10	8.58	0.9%	514.7	-6.2%	May-20	1.1	6.8%
IFILISLMF1	Jun	0.83x	7.90	9.57	2.0%	953.6	-3.0%	Nov-20	3.8	10.0%
ICBSONAL11	Jun	0.85x	8.20	9.68	2.1%	967.8	-4.8%	Jun-23	0.0	8.2%
ICBAGRANI1	Jun	0.71x	7.40	10.37	1.9%	1,017.7	-4.8%	Aug-27	0.2	NA
LR Global										
DBH1STMF	Jun	0.74x	8.80	11.89	2.7%	1,426.9	-6.3%	Feb-20	0.5	5.4%
GREENDELMF	Jun	0.72x	8.60	11.90	3.3%	1,785.1	-6.7%	Sep-20	0.5	5.6%
AIBL1STMF	Mar	0.68x	7.40	10.85	1.9%	1,084.6	-1.9%	Jan-21	0.1	9.0%
MBL1STMF	Mar	0.69x	7.70	11.20	2.0%	1,120.1	-6.1%	Feb-21	0.1	9.3%
LRGLOBMF1	Sep	0.66x	7.50	11.30	6.0%	3,513.7	-5.8%	Sep-21	0.0	9.0%
NCCBLMF1	Dec	0.66x	7.30	11.11	2.0%	1,205.1	-6.0%	May-22	0.7	10.8%
RACE										
EBL1STMF	Jun	0.78x	9.10	11.62	3.2%	1,573.7	-4.3%	Aug-19	1.2	2.5%
TRUSTB1MF	Jun	0.51x	6.10	11.98	4.5%	3,408.5	-4.9%	Jan-20	1.5	2.7%
IFIC1STMF	Jun	0.48x	5.40	11.36	2.4%	1,981.3	-5.5%	Mar-20	0.7	2.8%
1JANATAMF	Jun	0.53x	6.10	11.49	4.3%	3,165.9	-5.1%	Sep-20	0.3	2.7%
POPULAR1MF	Jun	0.48x	5.40	11.29	4.0%	3,219.4	-6.9%	Oct-20	1.3	4.8%
PHPMF1	Jun	0.53x	6.10	11.43	4.2%	3,059.2	-5.3%	Nov-20	0.4	3.3%
EBLNRBMF	Jun	0.52x	6.10	11.64	3.3%	2,460.5	-3.8%	May-21	0.7	2.6%
ABB1STMF	Jun	0.50x	6.10	12.08	3.5%	2,708.0	-6.2%	Jan-22	2.7	4.1%
FBFIF	Jun	0.46x	5.60	12.10	10.6%	8,872.9	-0.2%	Feb-22	1.2	2.9%
EXIM1STMF	Jun	0.59x	6.90	11.64	2.4%	1,548.1	-9.6%	Jun-23	0.3	2.6%
SEML										
SEMILLECMF	Jun	0.70x	7.60	10.89	1.0%	544.4	1.6%	Oct-25	2.1	9.9%
SEMLIBLSF	Jun	0.84x	8.90	10.55	2.3%	1,055.0	2.4%	Feb-27	1.0	2.7%
Vanguard										
VAMLBDMF1	Sept	0.80x	8.90	11.06	2.4%	1,154.3	-9.5%	Oct-25	0.0	9.3%
VAMLRBBF	Dec	0.76x	8.40	11.04	3.4%	1,753.0	-9.2%	Dec-26	0.0	11.2%
VIPB										
SEBL1STMF	Jun	0.88x	12.10	13.68	3.1%	1,364.8	-7.4%	May-21	0.2	9.4%
NLI1STMF	Jun	0.89x	13.10	14.71	1.7%	740.6	-6.8%	Feb-22	0.3	9.6%

Figures in BDT

Source: BRAC EPL Research and DSE, September 2018

The table above lists fund managers on alphabetical order.

*NAVs of ICB AMCL funds were updated on August 28, 2018; NAVs of all other funds were updated on August 30, 2018.

**Dividend Yield is based on latest declarations and price on record date.

IMPORTANT DISCLOSURES

Analyst Certification: Each research analyst and research associate who authored this document and whose name appears herein certifies that the recommendations and opinions expressed in the research report accurately reflect their personal views about any and all of the securities or issuers discussed therein that are within the coverage universe.

Disclaimer: Estimates and projections herein are our own and are based on assumptions that we believe to be reasonable. Information presented herein, while obtained from sources we believe to be reliable, is not guaranteed either as to accuracy or completeness. Neither the information nor any opinion expressed herein constitutes a solicitation of the purchase or sale of any security. As it acts for public companies from time to time, BRAC-EPL may have a relationship with the above mentioned company(s). This report is intended for distribution in only those jurisdictions in which BRAC-EPL is registered and any distribution outside those jurisdictions is strictly prohibited.

Compensation of Analysts: The compensation of research analysts is intended to reflect the value of the services they provide to the clients of BRAC-EPL. As with most other employees, the compensation of research analysts is impacted by the overall profitability of the firm, which may include revenues from corporate finance activities of the firm's Corporate Finance department. However, Research analysts' compensation is not directly related to specific corporate finance transaction.

General Risk Factors: BRAC-EPL will conduct a comprehensive risk assessment for each company under coverage at the time of initiating research coverage and also revisit this assessment when subsequent update reports are published or material company events occur. Following are some general risks that can impact future operational and financial performance: (1) Industry fundamentals with respect to customer demand or product / service pricing could change expected revenues and earnings; (2) Issues relating to major competitors or market shares or new product expectations could change investor attitudes; (3) Unforeseen developments with respect to the management, financial condition or accounting policies alter the prospective valuation; or (4) Interest rates, currency or major segments of the economy could alter investor confidence and investment prospects.

BRAC EPL Stock Brokerage Limited

Research

Ayaz Mahmud, CFA	Deputy Head of Research	ayaz.mahmud@bracepl.com	01708 805 221
Md. Sakib Chowdhury	Research Analyst	sakib.chowdhury@bracepl.com	01709 641 247
S. M. Samiuzzaman	Research Analyst	sm.samiuzzaman@bracepl.com	01708 805 224
Sadman Sakib	Research Associate	sadman.sakib@bracepl.com	01730 727 939
Ahmed Zaki Khan	Research Associate	zaki.khan@bracepl.com	01708 805 211
Md. Rafiqul Islam	Research Associate	mrafiqulislam@bracepl.com	01708 805 229

International Trade and Sales

Ahsanur Rahman Bappi	Head of International Trade & Sales	bappi@bracepl.com	01730 357 991
----------------------	-------------------------------------	--	---------------

BRAC EPL Research www.bracepl.com

Symphony, Plot No.: S.E.(F) – 9(3rd Floor), Road No.: 142
 Gulshan Avenue, Dhaka – 1212
 Phone: + (880)-2-9852446-50
 Fax: + (880)-2-9852451-52
 E-Mail: research@bracepl.com