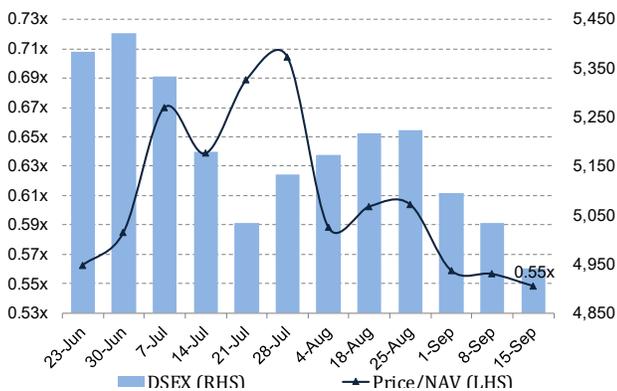




Weekly Report on Mutual Funds September 15, 2019

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

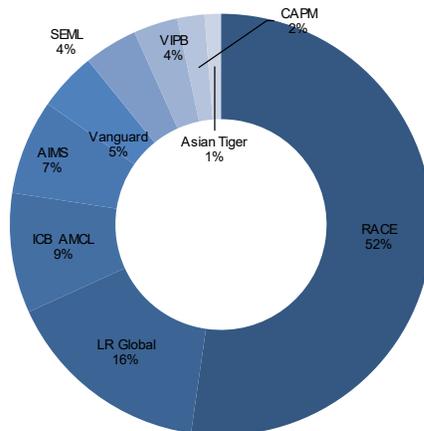


Source: BRAC EPL Research and DSE, September 2019

The fund managers have reported NAV of the closed-ended mutual funds for the week ending on September 12, 2019. Based on the recently reported NAV and today's (September 15, 2019) close prices, the sectoral Price to NAV stood at 0.55x, lower than last week's Price to NAV of 0.56x. On average, price of the mutual funds decreased by 2.49% and NAV of mutual funds decreased by 1.03% from previous week against a negative 1.58% WoW change in DSEX. Among all the asset managers, RACE performed best in terms of NAV return of its funds, losing 0.11% during the week.

Among the 37 mutual funds, 33 of them were trading at discount. Market capitalization of 37 funds stood at BDT 31.1 billion (USD 379.1 million), while the Asset Under Management (AUM) of the sector stood at BDT 56.7 billion (USD 691.4 million). RACE holds the highest market share of 52.3% with 10 funds and AUM of BDT 29.6 billion. The fund manager has the lowest Price/NAV ratio of 0.39x, while Vanguard stood at the second lowest Price/NAV ratio of 0.60x. The average daily turnover of the sector stood at BDT 99.6 million in the last week, which was 7.2% lower than the previous week's turnover value.

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



Source: BRAC EPL Research and DSE, September 2019

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

Fund Name	Fund Manager	Discount	Price/NAV	Price (BDT)
First Bangladesh Fixed Income Fund	RACE	63.1%	0.37x	3.80
Popular Life First M.F.	RACE	62.4%	0.38x	3.90
AB Bank 1st M.F.	RACE	62.2%	0.38x	3.90
IFIC Bank 1st M.F.	RACE	61.8%	0.38x	3.90
PHP First M.F.	RACE	61.7%	0.38x	3.90

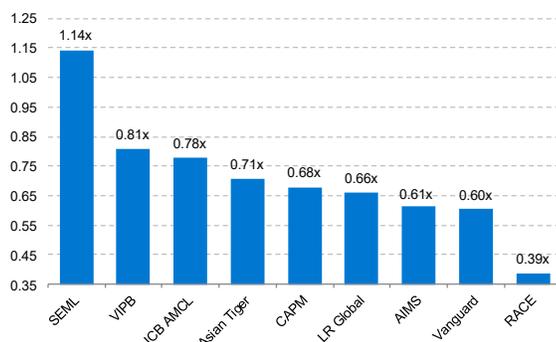
Source: BRAC EPL Research and DSE, September 2019

Table 2 - Funds traded with highest premium

Fund Name	Fund Manager	Premium	Price/NAV	Price (BDT)
SEML FBLSL Growth Fund	SEML	60.4%	1.60x	17.20
Prime Finance First M.F.	ICB AMCL	57.9%	1.58x	15.70
SEML IBBL Shariah Fund	SEML	4.1%	1.04x	10.70
ICB AMCL Second M.F.	ICB AMCL	1.5%	1.01x	7.60

Source: BRAC EPL Research and DSE, September 2019

Chart 3 - Price/NAV of the fund managers:



Source: BRAC EPL Research and DSE, September 2019

Table 3 - Top five funds based on last four weeks NAV return*

Fund Name	Fund Manager	Excess Return over DSEX	Price/NAV	Price (BDT)
CAPM IBBL Islamic Mutual Fund	CAPM	11.9%	0.69x	7.20
SEML FBLSL Growth Fund	SEML	10.4%	1.60x	17.20
Reliance Insurance Mutual Fund	AIMS	9.3%	0.65x	8.40
SEML IBBL Shariah Fund	SEML	9.3%	1.04x	10.70
SEML Lecture Equity Management Fund	SEML	8.2%	0.64x	6.60

Source: BRAC EPL Research and DSE, September 2019

Table 4 - Top five funds based on YTD NAV return

Fund Name	Fund Manager	NAV YTD	Price/NAV	Price (BDT)
CAPM IBBL Islamic Mutual Fund	CAPM	6.3%	0.69x	7.20
SEML FBLSL Growth Fund	SEML	6.3%	1.60x	17.20
Reliance Insurance Mutual Fund	AIMS	5.4%	0.65x	8.40
Grameen One : Scheme Two	AIMS	3.7%	0.60x	11.10
SEML IBBL Shariah Fund	SEML	3.4%	1.04x	10.70

Source: BRAC EPL Research and DSE, September 2019

* Calculated on the basis of total NAV reported in DSE

Table 5: 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	0.65x	8.40	12.85	1.6%	777.7	5.4%	Jul-21	3.44	10.3%
GRAMEENS2	Jun	0.60x	11.10	18.39	6.5%	3,354.9	3.7%	Sep-18	2.1	7.3%
Asian Tiger										
ATCSLGF	Jun	0.71x	8.10	11.44	1.6%	707.0	-3.1%	Apr-21	12.1	8.3%
CAPM										
CAPMBDBLMF	Jun	0.66x	6.40	9.67	1.0%	484.6	0.4%	Jan-27	0.5	7.0%
CAPMIBBLMF	Jun	0.69x	7.20	10.42	1.5%	696.6	6.3%	Mar-28	2.6	9.6%
ICB AMCL										
ICBEPMF1S1	Jun	0.73x	4.70	6.48	1.1%	486.3	-5.0%	Jan-20	0.5	8.7%
1STPRIMFMF	Dec	1.58x	15.70	9.94	1.0%	198.8	-7.4%	Mar-29	15.0	7.5%
ICBAMCL2ND	Jun	1.01x	7.60	7.49	1.2%	374.6	-5.6%	Oct-19	1.1	7.5%
PRIME1ICBA	Jun	0.73x	5.30	7.22	1.7%	721.9	-2.8%	Jan-20	0.2	9.7%
ICB3RDNRB	Jun	0.70x	4.60	6.57	1.5%	657.3	-5.4%	May-20	0.3	7.4%
PF1STMF	Jun	0.88x	6.00	6.79	1.2%	407.2	-6.4%	May-20	5.1	7.8%
IFILISLMF1	Jun	0.74x	5.60	7.55	1.8%	755.3	-3.2%	Nov-20	0.2	9.2%
ICBSONALI1	Jun	0.71x	5.60	7.88	1.8%	788.0	-3.0%	Jun-23	0.5	9.2%
ICBAGRANI1	Jun	0.65x	5.50	8.46	1.7%	830.8	-4.2%	Aug-27	2.0	8.2%
LR Global										
DBH1STMF	Jun	0.84x	8.30	9.91	3.2%	1,189.5	-1.8%	Feb-30	1.5	9.3%
GREENDELMF	Jun	0.81x	8.00	9.83	3.9%	1,475.2	-2.6%	Sep-30	2.1	10.3%
AIBL1STMF	Mar	0.64x	6.50	10.08	2.1%	1,004.9	-1.0%	Jan-31	0.1	9.8%
MBL1STMF	Mar	0.60x	6.10	10.13	2.0%	1,013.4	-2.1%	Feb-31	0.9	10.8%
LRGLOBMF1	Sep	0.57x	5.90	10.44	5.9%	3,248.0	-1.8%	Sep-31	1.3	7.7%
NCCBLMF1	Dec	0.60x	6.10	10.14	2.1%	1,100.4	-3.2%	May-32	0.5	8.0%
RACE										
EBL1STMF	Jun	0.48x	4.90	10.13	2.3%	1,466.5	-3.3%	Aug-29	0.3	5.5%
TRUSTB1MF	Jun	0.39x	4.00	10.27	3.9%	3,118.4	-4.0%	Jan-30	3.1	7.8%
IFIC1STMF	Jun	0.38x	3.90	10.21	2.3%	1,859.5	-2.7%	Mar-30	0.7	0.7%
1JANATAMF	Jun	0.39x	4.00	10.31	3.7%	2,987.7	-1.8%	Sep-30	1.4	6.8%
POPULAR1MF	Jun	0.38x	3.90	10.36	3.8%	3,099.7	-1.8%	Oct-30	1.2	7.0%
PHPMF1	Jun	0.38x	3.90	10.19	3.5%	2,872.4	-1.3%	Nov-30	1.5	7.0%
EBLNRBMF	Jun	0.41x	4.20	10.30	3.0%	2,310.3	-1.0%	May-31	0.5	6.1%
ABB1STMF	Jun	0.38x	3.90	10.33	3.0%	2,470.5	-5.7%	Jan-32	1.5	6.8%
FBFIF	Jun	0.37x	3.80	10.29	9.5%	7,988.8	-2.2%	Feb-32	1.2	7.0%
EXIM1STMF	Jun	0.42x	4.30	10.19	2.0%	1,459.3	-5.1%	Jun-33	0.6	7.1%
SEML										
SEMLLECMF	Jun	0.64x	6.60	10.26	1.1%	512.8	2.3%	Oct-25	7.0	7.2%
SEMLIBLSF	Jun	1.04x	10.70	10.28	3.4%	1,028.3	3.4%	Feb-27	7.2	5.6%
SEMLFBSLGF	Jun	1.60x	17.20	10.72	4.0%	781.9	6.3%	Mar-29	14.6	2.8%
Vanguard										
VAMLBDMF1	Sept	0.62x	6.20	10.07	2.1%	1,050.2	-5.3%	Oct-25	1.1	6.3%
VAMLRBBF	Dec	0.60x	5.60	9.40	2.9%	1,492.1	-8.9%	Dec-26	1.3	7.2%
VIPB										
SEBL1STMF	Jun	0.81x	10.10	12.53	3.2%	1,249.8	1.4%	May-21	0.9	10.1%
NLI1STMF	Jun	0.81x	10.80	13.38	1.7%	673.7	1.2%	Feb-22	3.5	10.2%

Figures in BDT

Source: BRAC EPL Research and DSE, September 2019

The table above lists fund managers on alphabetical order.

*NAVs of ICB AMCL funds were updated on September 10, 2019; NAVs of all other funds were updated on September 12, 2019.

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

***YTD NAV is calculated on the basis of calendar year (from Jan 01, 2019).

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, CFA	Research Analyst	sakib.chowdhury@bracepl.com	01709 641 247
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
Md. Mahirul Quddus	Research Associate	mmahirul.quddus@bracepl.com	01709 636 546

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