

November 02, 2014

The Chairman  
Bangladesh Securities & Exchange Commission  
Jibon Bima Tower (14, 15, 16 & 20 Floor)  
10, Dilkusha C/A, Dhaka 1000

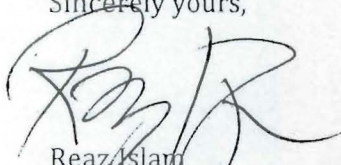
**Sub: Valuation Method**

Dear Sir,

In reference to the *Bangladesh Securities & Exchange Commission (Mutual Fund) Rules, 2001* and the approved trust deeds of our 6 (six) Mutual Funds, namely – *DBH First Mutual Fund, Green Delta Mutual Fund, AIBL 1<sup>st</sup> Islamic Mutual Fund, MBL 1<sup>st</sup> Mutual Fund, LR Global Bangladesh Mutual Fund One* and *NCCBL Mutual Fund-1*, we would like to inform you of the enclosed procedure for the valuation process for all our mutual funds. We have also enclosed the last audited financial statements of “*Green Delta Mutual Fund*” for your reference.

We would appreciate if you would kindly give us your consent regarding the above-mentioned valuation method. We thank you for your co-operation.

Sincerely yours,

  
Reazul Islam  
CEO, LR Global

**Enclosure:**

1. Valuation method for listed and non-listed securities
2. Audited financial statements of “*Green Delta Mutual Fund*” for the year ended **June, 2014**

**Cc: Trustee: Bangladesh General Insurance Company Ltd.**



**Valuation Method:**

Type of Securities	Valuation Method	Reference		
		Bangladesh Securities & Exchange (Mutual Fund) Rules, 2001	Trust Deed	IFRS / IAS
Listed Securities	Will be made based on the closing market price at Dhaka Stock Exchange on the date of valuation.		Clause No. 3.2.16	IAS-39, IFRS-13, IFRS-7
Listed Securities (Not Traded within last one month)	Will be made with the reasonable value but shall not be more than intrinsic value. Such Value must be approved by the Trustee and Commented Upon by the Auditor in the annual report of the mutual fund.	Rule no. 59	Clause No. 3.2.20	IAS-39, IFRS-13, IFRS-7
Non-Traded Investments (all un-listed securities)	Will be made with the reasonable value but shall not be more than intrinsic value. Such value must be approved by the Trustee and Commented Upon by the Auditor in the annual report of the mutual fund.	Rule no. 58	Clause No. 3.2.19	IAS-39, IFRS-7
Securitized Debt / Debentures / Fixed Deposits	The accrued interest on such instruments on the date of valuation shall be taken into account for calculating the Net Asset Value of the Fund.		Clause No. 3.2.17	IAS-39, IFRS-7





# BANGLADESH SECURITIES AND EXCHANGE COMMISSION

JIBON BIMA TOWER (14, 15, 16 & 20 FLOOR), 10 DILKUSHA C/A, DHAKA-1000, BANGLADESH

BSEC/MF & SPV/MF-127/2014/672

November 13, 2014

## Chief Executive Officer

LR GLOBAL Bangladesh Asset Management Company Ltd.

I-K Tower, 4<sup>th</sup> Floor, Plot-2, CEN (A),

Gulshan North Avenue, Gulshan-2,

Dhaka-1212

Subject: Valuation Method of Funds under Management of LR Global.

Dear Sir,

In response to the application dated 02.11.2014 you are advised by order to follow provisions of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and Bangladesh Accounting Standard and BFRS 13 and BFRS 7 in relevant cases along with of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ regarding investment valuation of assets under mutual funds.

Additionally all the parties of mutual fund are required to follow Rule 58 and 59 about the valuation of investment; specially the Auditor must give opinion in the audited accounts about the valuation principle followed for the fund.

Thanking you.

For Bangladesh Securities and Exchange Commission,

Sultana Parveen  
Assistant Director (MF & SPV)

### Copy to:

- Trustee of all funds managed by LR GLOBALAMCL.
- Chairman's Office, BSEC.

