

If you have any queries about this document, you may consult Asset Manager.

PROSPECTUS

PRIME BANK 1ST ICB AMCL MUTUAL FUND

Total Issue

10,00,00,000 units of Tk. 10.00 each at par for Tk. 100.00 crore

Sponsor's Contribution

2,00,00,000 units of Tk. 10.00 each at par for Tk. 20.00 crore

Pre-IPO Placement

4,00,00,000 units of Tk. 10.00 each at par for Tk. 40.00 crore

Reserved for Mutual Funds

40,00,000 units of Tk. 10.00 each at par for Tk. 4.00 crore

Non-Resident Bangladeshis

40,00,000 units of Tk. 10.00 each at par for Tk. 4.00 crore

Resident Bangladeshis

3,20,00,000 units of Tk. 10.00 each at par for Tk. 32.00 crore

Asset Manager

ICB Asset Management Company Limited

(A Subsidiary of ICB, registered as a public limited company under the Companies Act, 1994)

Sponsor

Prime Bank Limited

Trustee

Investment Corporation of Bangladesh

Custodian

Investment Corporation of Bangladesh

Subscription

Subscription opens: December 06, 2009	Subscription closes: December 10, 2009
For Non-Resident Bangladeshis subscription closes on: December 19, 2009	

Registered Office

Shilpa Bank Bhaban (15th Floor), 8 DIT Avenue, Dhaka, Bangladesh.

Phones: 7160303, 7160306; Fax: 880 02 9570176

E-mail: ceoamcl@accesstel.net

Web site: www.icbamcl.com.bd

Date of publication of Prospectus: November 04, 2009

The Issue/Fund shall be placed in "A" category.

The Fund shall apply for listing with both the Stock Exchange(s).

The investors are advised, in their own interest, to carefully read the contents of the Prospectus, in particular the Risk Factors in Clause 5.1 before making any investment decision.

FUND PROFILE:

Registered Office	:	ICB Asset Management Company Limited Shilpa Bank Bhaban 8, DIT Avenue (15 th Floor) Dhaka-1000.
Sponsor	:	Prime Bank Limited Adamjee Court Annex-2 119-120 Motijheel C/A Dhaka-1000.
Trustee	:	Investment Corporation of Bangladesh (ICB) Shilpa Bank Bhaban 8, DIT Avenue (12-15 th Floors) Dhaka-1000.
Custodian	:	Investment Corporation of Bangladesh (ICB) Shilpa Bank Bhaban 8, DIT Avenue (12-15 th Floors) Dhaka-1000.
Asset Manager/ Fund Manager	:	ICB Asset Management Company Limited (ICB AMCL) Shilpa Bank Bhaban 8, DIT Avenue (15 th Floor) Dhaka-1000.
Auditor	:	S.F. Ahmed & Co. (S.F.A. Co) House # 25, Road # 13A Block # D, Banani Dhaka-1213.
Banker	:	Prime Bank Limited SBC Tower Branch SBC Tower (Ground Floor), 37/A Dilkusha C/A Dhaka-1000.

Definition and Elaboration of the abbreviated words and definitions used in the Prospectus:

øhødjimj / Rules	:	øpøLEøøVS J H,-Q" Løjne (øjEQøÉuim gjä) øhødjimj, 2001
Act	:	øpøLEøøVS J H,-Q" Løjne BCe, 1993
Allotment	:	Letter of Allotment for units
Asset Manager/AMC	:	The Asset Management Company (AMC); refers to "ICB Asset Management Company Limited (ICB AMCL)", a subsidiary of ICB incorporated as a public limited company with the Registrar of Joint Stock Companies and Firms.
BO A/C	:	Beneficial Owner Account or Depository Account
CDBL	:	Central Depository Bangladesh Ltd.
CEO	:	The Chief Executive Officer of the Asset Management Company
Certificate	:	Unit Certificate of the Fund
Commission	:	Securities and Exchange Commission
Companies Act	:	-LjÇfje£ BCe, 1994 (1994 p-el 18 ew BCe)
CSE	:	Chittagong Stock Exchange Ltd.
DSE	:	Dhaka Stock Exchange Ltd.
Escrow Account	:	Foreign Currency Account
EPS	:	Earning Per Share
FI	:	Financial Institution
Government	:	The Government of the People's Republic of Bangladesh
Issue	:	Public Issue
ICB	:	Investment Corporation of Bangladesh
NBFI	:	Non-Banking Financial Institution
Net Assets	:	The excess of assets over liabilities of the Fund, computed in the manner specified hereunder
Net Asset Value (NAV):	:	Net Asset Value of the Fund
NBR	:	National Board of Revenue
NRB	:	Non-Resident Bangladeshi (NRB) means Bangladeshi citizens staying abroad including all those who have dual citizenship (provided they have a valid Bangladeshi passport) or those, whose foreign passport bear a stamp from the concerned Bangladesh Embassy/High Commission to the effect that no visa is required to travel to Bangladesh.
Offering Price	:	Price of the Securities of the Fund being offered
Prospectus	:	The advertisements or other documents (approved by the SEC), which contain the investment and all other information in respect of the particular Mutual Fund, as required by the øhødjimj and is circulated to invite the public to invest in the respective Mutual Fund.
RJSC	:	Registrar of Joint Stock Companies & Firms
SEC	:	Securities and Exchange Commission of Bangladesh
Securities	:	Units of the Fund
Sponsor	:	Sponsor of the Fund i.e. Prime Bank Limited.
STD A/C	:	Short Term Deposit Account
Subscription	:	Application Money
The Fund	:	Prime Bank 1 ST ICB AMCL Mutual Fund
The Scheme	:	Prime Bank 1 ST ICB AMCL Mutual Fund
Unit	:	One undivided share in the Fund

HIGHLIGHTS		
1.	Name:	Prime Bank 1 ST ICB AMCL Mutual Fund
2.	Size of the Fund:	Tk. 100.00 crore divided into 10,00,00,000 units at par value of Tk. 10.00 each.
3.	Face Value	Tk. 10.00 (ten) per unit
4.	Market Lot	500 (five hundred) units
5.	Nature:	Close-end Mutual Fund of ten years tenure
6.	Objective:	The objective of the Fund is to provide attractive dividend to the unit holders by investing the proceeds in the Capital Market and Money Market.
7.	Target Group:	Individuals, institutions, non-resident Bangladeshis (NRB), mutual funds and collective investment schemes are eligible to apply for investment in the Fund.
8.	Dividend:	Minimum 70% income of the Fund will be distributed as dividend in Bangladeshi Taka at the end of each accounting year. The Fund shall create a dividend equalization reserve to ensure consistency in dividend.
9.	Mode of Distribution:	The dividend will be distributed within 45 days from the date of declaration.
10.	Transferability:	Units are transferable. The transfer will be made by the CDBL under electronic settlement process.
11.	Encashment:	The units will be listed with DSE and CSE. So investment in this Fund will easily be encashable.
12.	Tax Benefit:	Income will be tax free up to certain level, which is permitted as per Finance Act. Investment in the Fund would qualify for investment tax credit under section 44(2) of the Income Tax Ordinance 1984.
13.	Report & Accounts:	Every unit holder is entitled to receive annual report together with the yearly and half-yearly statements of accounts as and when published.

RISK FACTORS	
1	The performance of the Fund is directly related with the macro economic situation particularly the capital market of Bangladesh.
2	Since the capital market of Bangladesh is highly volatile, there is no assurance of achieving the stated objective of the Fund.
3	Due to small number of listed securities in both the Stock Exchange(s), it may be difficult to invest the Fund's assets in a widely diversified portfolio as and when required to do so.
4	Stock market trend shows that prices of almost all the listed securities move in unpredictable direction, which may affect the value of the Fund. Moreover, there is no guarantee that the market price of unit of the Fund will fully reflect their underlying net asset values.
5	If the companies wherein the Fund will be invested fail to pay expected dividend may affect the return of the Fund.
6	For investing in Pre-IPO Placement securities i.e. in unlisted securities by the Fund may involve liquidity risk.
7	Uncertainties like political and social instability may affect the value of the Fund's Assets.
8	Adverse natural climatic condition may hamper the performance of the Fund.

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CHAPTER -1

PRELIMINARY

1.1 Publication of Prospectus for Public Offering:

ICB Asset Management Company Limited has received Registration Certificate from the Securities and Exchange Commission (SEC) under the “Securities and Exchange Act of 1933 and the Securities and Exchange Act of 1934” and the Securities and Exchange Commission (SEC) Order, 2001 made there under and also received approval for issuing Prospectus for Public Offering. A complete copy of the Prospectus of the Public Offering is available for public inspection at the registered office of the Fund.

1.2 Approval of the Securities and Exchange Commission (SEC)

“APPROVAL OF THE SECURITIES AND EXCHANGE COMMISSION HAS BEEN OBTAINED TO THE ISSUE/OFFER OF THE FUND UNDER THE SECURITIES AND EXCHANGE ORDINANCE, 1969 AND THE SECURITIES AND EXCHANGE ACT OF 1933 AND THE SECURITIES AND EXCHANGE ACT OF 1934. IT MUST BE DISTINCTLY UNDERSTOOD THAT IN GIVING THIS APPROVAL THE COMMISSION DOES NOT TAKE ANY RESPONSIBILITY FOR THE FINANCIAL SOUNDNESS OF THE FUND, ANY OF ITS SCHEMES OR THE ISSUE PRICE OF ITS UNITS OR FOR THE CORRECTNESS OF ANY OF THE STATEMENTS MADE OR OPINION EXPRESSED WITH REGARD TO THEM. SUCH RESPONSIBILITY LIES WITH THE ASSET MANAGER, TRUSTEE, SPONSOR AND/OR CUSTODIAN.”

1.3 Listing of Fund:

Declaration about Listing of Fund with the Stock Exchange(s):

“None of the Stock Exchange(s), if for any reason, grants listing within 75 (seventy five) days from the closure of subscription, any allotment in terms of this Prospectus shall be void and the Asset Management company shall refund the subscription money within fifteen days from the date of refusal for listing by the Stock Exchange(s), or from the date of expiry of the said 75 (seventy five) days, as the case may be.

In case of non-refund of the subscription money within the aforesaid fifteen days, The Asset Management Company, in addition to the Sponsor and Trustee, shall be collectively and severally liable for refund of the subscription money, with interest at the rate of 2% (two percent) per month above the bank rate, to the subscribers concerned.

The Asset Management Company, in addition to the Sponsor and Trustee shall ensure due compliance of the above mentioned conditions and shall submit compliance report thereon to the Commission within seven days of expiry of the aforesaid fifteen days time period allowed for refund of the subscription money.”

1.4 Documents available for inspection:

- (01) Copy of this Prospectus will be available at the Members of the Stock Exchange(s), Banker to the Issue and the registered office of the ICB Asset Management Company Limited and also available at the website of Securities and Exchange Commission (www.secbd.org) and ICB Asset Management Company Limited (www.icbamcl.com.bd).
- (02) Copy of Trust Deed, Investment Management Agreement and the Prospectus may be inspected during the business hours at the head office of the Asset Management Company of the Fund during the period **10 (ten) days** from the publication date of this Prospectus.

1.5 CONDITIONS OF PUBLIC OFFER:

- i. Fund size will not be increased as Prime Bank 1ST ICB AMCL Mutual Fund is a Close-end Mutual Fund.
- ii. The following further conditions are mentioned under Part-A,B,C and D namely:-

PART-A

1. The Fund shall go for Public Offer (PO) for 4,00,00,000 units of Taka 10.00 each at par worth Taka 40.00 (forty) crore following the **শেখ হাসিনা** "শেখ হাসিনা" লেজিসলেটিভ অর্ডিন্যান্স, ২০০১, the Securities and Exchange Commission (Public Issue) Rules, 2006, the Securities Ordinance, 1999 and regulations issued there under.
2. The Prospectus/abridged version of the Prospectus as vetted by SEC, shall be published in two widely circulated national daily newspapers (Bangla and English) within **10 (Ten) days** of receipt of the approval letter. Provided that information relating to publication of Prospectus in the form of advertisement be published in two national daily newspapers (Bangla and English);
3. Sufficient copies of Prospectus shall be made available by the Asset Management Company so that any person requesting a copy may receive one. A notice shall be placed on the front of the application form distributed in connection with the offering, informing that interested persons are entitled to a Prospectus, if they so desire, and that copies of Prospectus may be obtained from the Asset Management Company. The subscription application shall indicate in bold type that no sale of securities shall be made, nor shall any money be taken from any person, in connection with such sale until **25 (twenty five) days** after the Prospectus has been published.
4. The Asset Management Company shall ensure transmission of the Prospectus and relevant application forms for NRBs through e-mail, simultaneously of publication of the Prospectus, to the Bangladesh Embassies and Missions abroad, as mentioned in the Prospectus, and shall also ensure sending of the printed Prospectus and application forms to the said Embassies and Missions within **5 (five) working days** of the publication date by express mail service (EMS) of the postal department. A compliance report shall be submitted in this respect to the SEC by the Asset Management Company within **3 (three) working days** from the date of said despatch of the Prospectus & the forms.
5. The paper clipping of the published Prospectus/abridged version of the Prospectus and all other published documents/notices regarding the Fund shall be submitted to the Commission within **24 (Twenty Four)** hours of publication thereof.
6. The Asset Management Company shall submit 40 (forty) copies of the printed Prospectus, along with a diskette/Compact Disc(CD) prepared in "MS WORD" containing the Prospectus and its abridged version, as vetted by SEC, to the Securities and Exchange Commission for official record within **5 (Five) working days** from the date of publication of the Prospectus in the newspaper.
7. The Asset Management Company shall maintain separate bank account(s) for collecting proceeds of the Public Offering and shall also open Escrow account(s) to deposit the application money of the Non-Resident Bangladeshis (NRBs) for Public Offer purpose, and shall incorporate full particulars of said Escrow account(s) in the Prospectus. The company shall open the abovementioned accounts for Public Offer

purpose; and close these accounts after refund of over-subscription. **NRB means Bangladeshi citizens staying abroad including all those who have dual citizenship (provided they have a valid Bangladeshi passport) or those, whose foreign passport bear a stamp from the concerned Bangladesh Embassy/High Commission to the effect that no visa is required to travel to Bangladesh.**”

8. Subscription shall start after **25 (Twenty five) days** from the date of publication of the Prospectus for both NRBs and resident Bangladeshis. Subscription will remain open for **5 (five) consecutive banking days**.
9. Application shall be sent by the NRB applicants directly to the Asset Management Company within the closing date of the subscription so as to reach the same to the Asset Management Company by the closing date plus **9 (nine) days**. Applications received by the Asset Management Company after the above mentioned time period will not be considered for allotment purpose.
10. The Asset Management Company shall apply the spot buying rate (TT clean) in US\$, UK Pound Sterling and Euro of Sonali Bank Ltd. as prevailed on the date of opening of the subscription for the purpose of application of the NRBs.
11. **A non-resident Bangladeshi shall apply either directly by enclosing a foreign demand draft drawn on a bank payable at Dhaka, or through a nominee by paying out of foreign currency deposit account maintained in Bangladesh or in Taka, supported by original copy of foreign currency encashment certificate issued by the concerned bank, for the value of securities applied for through crossed bank cheque marking “Account Payee only”. Application shall be sent by the NRB applicants to the Asset Management Company within the closing date of the subscription so as to reach the same to the company by the closing date plus 9 (nine) days. Applications received by the company after the above time period will not be considered for allotment purpose.**
12. The Asset Management Company shall ensure prompt collection/ clearance of the foreign remittances of NRBs for allotment of units without any difficulty/complain.
13. The Asset Management Company shall provide SEC with the preliminary status of the subscription within **5 (five) working days** from closure of the subscription date, and also the list of valid and invalid applicants (i.e. final status of subscription) in electronic form in 2 (two) CDs to the Commission within **3 (three) weeks** after the closure of the subscription date including bank statement (original), branch-wise subscription statement. The final list of valid and invalid applicants shall be finalized after examining with the CDBL in respect of BO accounts and particulars thereof. The Public Offering shall stand **cancelled** and the application money shall be refunded immediately {but not later than **5 (five) weeks** from the date of the subscription closure} if any of the following events occur:
 - a. **Upon closing of the subscription list it is found that the total number of valid applications is less than the minimum requirement as specified in the listing regulations of the Stock Exchange(s) concerned; or**
 - b. **At least 60% (i.e. Tk. 60.00 crore) of the targeted amount (i.e. Tk. 100.00 crore) under çhçd 48 of the çpçLEçlçVS J H,,-Q” Lçjne (çjEQçÉuim giä) çhçdjimj, 2001 is not subscribed.**

14. Public Offer distribution system:

- a. **Units of Tk. 4.00 (four) crore** of total Public Offering shall be reserved for non-resident Bangladeshi (NRB) and **units of Tk. 4.00 (four) crore** for mutual funds and collective investment schemes registered with the Commission, and the remaining

units of **Tk. 32.00 (thirty two) crore** shall be open for subscription by the general public.

- b. All securities/units stated in para (a) shall be offered for subscription and subsequent allotment by the Asset Management Company subject to any restriction which may be imposed from time to time by the Securities and Exchange Commission.
 - c. In case of **over subscription under any of the 3 (three) categories** mentioned in para (a), the Asset Management Company shall conduct an open lottery of all the applications received under each category **separately** in accordance with the SEC's instructions.
 - d. In case of **under-subscription** under any of the 2 (two) categories [**i.e. units of Tk. 4.00 (four) crore for NRB and units of Tk. 4.00 (four) crore for mutual funds**] mentioned in para (a), the unsubscribe portion shall be added to the **general public category [units of Tk. 32.00 (thirty two) crore]** and, if after such addition, there is over subscription in the general public category, the Asset Management Company shall conduct an open lottery of all the applicants added together.
 - e. The lottery as stated in para (c) and (d) shall be conducted in presence of the authorized representatives of the SEC, Stock Exchange(s) concerned, Sponsor, Asset Management Company, Trustee and the applicants.
15. Upon completion of the period of subscription for securities the Asset Management Company shall provide the Commission and the Stock Exchange(s) with the preliminary status of the subscription within **5 (five) working days**, in respect of the following matters, namely:-
- (a) Total number of securities for which subscription has been received;
 - (b) Amount received from the subscription; and
 - (c) Amount of commission paid to the banker to the issue.
16. The Asset Management Company shall issue unit allotment letters to all successful applicant's within **5 (five) weeks** from the date of the subscription closing date. Within the same time, refund to the unsuccessful applicant's shall be made in the currency in which the value of units was paid for by the applicant's without any interest and refunded to the respective banks for onward deposit of the refund money into the applicant's bank accounts provided in the respective application form for subscription.
- After completion of remittance of the Fund to the respective applicant's bank account, the Asset Manager shall disclose the information in the newspapers where the abridged version of Prospectus has been published. In this regards a compliance report shall be submitted to the Commission within **7 (seven) days** from the date of completion of the allotment of units and refund warrants (if applicable).
17. The applicant must mention the bank account in the application form which will be the same bank account as available in the database of Beneficiary Owners Account in central depository for the purpose of refund of application money.
18. All the applicants shall first be treated as applied for one minimum market lot of **500 (five hundred) units worth Tk. 5,000 (five thousand)**. If, on this basis, there is over subscription, then lottery shall be held amongst the applicants allocating one identification number for each application, irrespective of the application money. In case of over-subscription under any of the categories mentioned hereinabove, the issuer and the issue manager shall jointly conduct an open lottery of all the applications received under each category separately in presence of representatives from the SEC, Stock Exchange(s), Sponsor, Asset Management Company, Trustee and the applicants, if there be any.

19. **An applicant cannot submit more than two applications, one in his/her own name and another jointly with another person. In case an applicant makes more than two applications, all applications will be treated as invalid and will not be considered for allotment purpose. In addition, whole or part of application money may be forfeited by the Commission.**
20. Lottery (if applicable) will be held within **4 (four) weeks** from closure of the subscription date.
21. The Asset Management Company shall furnish the List of Allotees to the Commission and the Stock Exchange(s) simultaneously in which the units will be listed, within **24 (twenty four) hours** of allotment.
22. **Unit Certificates of the Sponsor's contribution amounting Tk. 20,00,00,000.00 (twenty crore) only shall be subject to a lock-in period of one year from the date of listing in the Stock Exchange(s) and 1/10th of the Sponsor's contribution amounting to Tk. 2,00,00,000.00 (two crore) shall be subject to a lock-in period of full time of the Fund.**
23. Institutional investors of pre-IPO placement will be in six months lock-in period from the date of listing of the Fund.
24. If the Asset Management Company fails to collect the **minimum 60%** of the targeted amount under clause 48 of the "SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2001, it will **refund** the subscription money within **5 (five) weeks** from the closure of subscription without any deduction. In case of failure, the Asset Management Company shall refund the same with interest @ 18 (Eighteen) percent per annum from its own account within the next month.
25. In case of over subscription, the excess amount shall be refunded within **5 (five) weeks** from the closure of subscription period, failing which the Asset Management Company will refund the same with an interest @ 18 percent per annum from its own account within the next month.
26. The Asset Management Company shall publish a notice through the newspaper to all successful applicants within **5 (five) weeks** from the closing of subscription for collection of allotment letters.
27. The Asset Management Company shall apply for listing of the Fund with Stock Exchange(s) within **7 (seven) working days** of first publication of the Prospectus.
28. **Declaration about Listing of Fund with the Stock Exchange(s):**
 "None of the Stock Exchange(s), if for any reason, grants listing within **75 (seventy five)** days from the closure of subscription, any allotment in terms of this Prospectus shall be void and the Asset Management company shall refund the subscription money within fifteen days from the date of refusal for listing by the Stock Exchange(s), or from the date of expiry of the said **75 (seventy five)** days, as the case may be.
 In case of non-refund of the subscription money within the aforesaid fifteen days, The Asset Management Company, in addition to the Sponsor and Trustee, shall be collectively and severally liable for refund of the subscription money, with interest at the rate of 2% (two percent) per month above the bank rate, to the subscribers concerned.
 The Asset Management Company, in addition to the Sponsor and Trustee shall ensure due compliance of the above mentioned conditions and shall submit compliance report thereon to the Commission within seven days of expiry of the aforesaid fifteen days time period allowed for refund of the subscription money."
29. **Letter informing allotment shall be issued within 5 (five) weeks from the closure of subscription.**
30. The Fund shall maintain **escrow bank account** for proceeds of Public Offering. The Fund collected through Public Offering shall not be utilized prior to the allotment and shall be

effected through banking channel i.e., through account payee cheque, pay order, bank draft etc.

31. The Fund shall not be involved in **option trading**, short selling or carry forward transactions.
32. The annual report of the Fund/or its abridged version shall be published within **45 (forty-five) days** of the closure of each accounting year of the Fund.
33. An annual report and details of investment and savings of the Fund shall be submitted to the Commission, Trustee and Custodian of the Fund within **90 (ninety) days** from the closure of the accounts.
34. Half-yearly accounts/financial results of the Fund shall be submitted to the Commission and the Stock Exchange(s) and published in at least one widely circulated Bangla national daily newspaper within **30 (thirty) days** from end of the period.
35. Dividend shall be paid within **45 (forty five) days** of its declaration, and a report shall be submitted to SEC, Trustee and Custodian within **7 (seven) days** of dividend distribution.
36. Net Asset Value (NAV) of the Fund shall be calculated and disclosed publicly as per çhçð 60 of the çpçLEççVS J H,,-Q” Lçjne (çjEQçÉuim gjä) çhçðjimi, 2001.
37. SEC may appoint auditors for special audit/investigation on the affairs of the Fund, if it so desires.

Part –B

1. The Asset Management Company (i.e. ICB Asset Management Company Ltd.) shall ensure that the Prospectus/abridged version of the Prospectus is published correctly and in strict conformity without any error/omission, as vetted by the Securities and Exchange Commission.
2. The Asset Management Company shall carefully examine and compare the published Prospectus /abridged version of the Prospectus on the date of publication with the Prospectus, as vetted by SEC. If any discrepancy/inconsistency is found both the Sponsor and the Asset Management Company shall jointly publish a corrigendum immediately in the same newspapers concerned, simultaneously endorsing copies thereof to SEC and the Stock Exchange(s) concerned, correcting the discrepancy/inconsistency as required under 'Declaration' provided with SEC.
3. The Sponsor and the Asset Management Company shall immediately after publication of the Prospectus jointly inform the Commission in writing that the published Prospectus/abridged version of the Prospectus is a verbatim copy of the Prospectus vetted by the Commission.
4. The Sponsor and the Asset Management Company shall simultaneously submit to the Commission an attested copy of the application filed with the Stock Exchange(s) for listing of the securities;.
5. The Fund collected through Public Offering shall not be utilized prior to allotment and/or issuance of unit, as and when applicable, and that utilization of the said Fund shall be effected through banking channel, i.e. account payee cheque, pay order or bank draft etc.

PART-C

1. All the above-imposed conditions shall be incorporated in the Prospectus/abridged version immediately after the page of the table of contents where applicable, with a reference in the table of contents, prior to its publication.
2. The Commission may impose further conditions/restrictions etc. from time to time as and when considered necessary which shall also be binding upon the Sponsor, Asset Management Company, Trustee and Custodian.

PART-D

1. As per provision of the ~~১৯৯৩~~ BCe, 1999 and regulations made there under, units shall only be issued in dematerialized condition. All transfer/transmission/splitting will take place in the Central Depository Bangladesh Ltd. (CDBL) system and any further issuance of units will be issued in dematerialized form only.

An applicant (including NRB) shall not be able to apply for allotment of units without Beneficiary Owner account (BO account).

2. The Asset Management Company shall also ensure due compliance of all above mentioned conditions.

General Information:

- (01) This Prospectus has been prepared by ICB AMCL based on the Trust Deed executed between the trustee & Sponsor of the Fund, which is approved by the Commission. The information contained herein is true and correct in all material aspects and that there are no other material facts, the omission of which would make any statement herein misleading;
- (02) No person is authorized to give any information to make any representation not contained in this Prospectus and if given or made, any such information or representation must not be relied upon as having been authorized by the ICB AMCL;
- (03) The issue as contemplated in this document is made in Bangladesh and is subject to the exclusive jurisdiction of the court of Bangladesh. Forwarding this Prospectus to any person residing outside Bangladesh in no way implies that the issue is made in accordance with the laws of that country or is subject to the jurisdiction of the laws of that country.

1.6 Subscription:

Subscription to the Prime Bank 1ST ICB AMCL Mutual Fund will remain open for **5 (five) consecutive banking days** which will commence at the opening of banking business on **December 06, 2009** and will be closed at the end of the banking business on **December 10, 2009**.

Declaration about the responsibility of the Trustee

We, as Trustee of the Prime Bank 1ST ICB AMCL Mutual Fund, accept the responsibility and confirm that we shall:

- a. be the guardian of the Fund, held in trust for the benefit of the unit holders in accordance with the Rules & Trust Deed;
- b. always act in the interest of the unit holders;
- c. take all reasonable care to ensure that the Fund floated and managed by the Asset Management Company are in accordance with the Trust Deed and the Rules;
- d. make such disclosure by the Asset Management Company to the investors as are essential in order to keep them informed about any information, which may have any bearing on their investments;
- e. take such remedial steps as are necessary to rectify the situation where they have reason to believe that the conduct of business of the Fund is not in conformity with the relevant Rules.

Sd/-
(Kamrul Islam Asad)
Deputy General Manager
Investment Corporation of Bangladesh

Declaration about the responsibility of the Custodian

We, as Custodian of the Prime Bank 1ST ICB AMCL Mutual Fund accept the responsibility and confirm that we shall:

- a. keep all the securities in safe custody and shall provide the highest security for the assets of the Fund; and
- b. preserve necessary documents and record so as to ascertain movement of assets of the Fund as per Rules.

Sd/-
(Kamrul Islam Asad)
Deputy General Manager
Investment Corporation of Bangladesh

CHAPTER-2

BACKGROUND

2.1 Formation of Prime Bank 1ST ICB AMCL Mutual Fund:

Mutual Funds are recent entrants in the field and are fast-emerging as a buffer between the gullible and vulnerable small and medium investors and treacherous capital market. Elsewhere in the world, Mutual Funds have proved to be safe intermediately in capital and money market. Safety of funds, disposal of risks and a satisfactory yield are the hallmarks of Mutual Funds. In Bangladesh ICB is the harbinger of Mutual Funds. Out of the total 22 Mutual Funds, ICB and its Subsidiary have so far floated 17 Mutual Funds in the Market. Among these 17 (seventeen) Mutual Funds, the ICB Asset Management Company Limited has floated 8 (eight) Mutual Funds of which are given below:

Conventional Mutual Funds	Nature	Non-conventional Mutual Funds	Nature
ICB AMCL First Mutual Fund	Close-end	ICB AMCL Islamic Mutual Fund	Close-end
ICB AMCL Second Mutual Fund	Close-end	ICB AMCL First NRB Mutual Fund	Close-end
Prime Finance First Mutual Fund	Close-end	ICB AMCL Second NRB Mutual Fund	Close-end
ICB AMCL Unit Fund	Open-end	ICB AMCL Pension Holders' Unit Fund	Open-end

All of the Mutual Funds except Prime Finance First Mutual Fund, managed by the company have been sponsored by the ICB Capital Management Limited, a subsidiary of ICB. Prime Finance First Mutual Fund has been sponsored by the Prime Finance and Investment Ltd. At present, Mutual Fund Industry is very important sector of the capital market of Bangladesh.

Mutual Funds contribution is bigger than other securities in developed countries. The contribution of the existing Mutual Funds in terms of the local stock market capitalization is around 3%, which is more than 50% in many developed countries. Keeping in view the situation, Prime Bank Limited comes forward with the proposal to act as sponsor of a Mutual Fund to fulfill the market demand. ICB itself will be the Trustee and Custodian of the various Schemes of the Fund whereas ICB AMCL will act as the Fund Manager or Asset Manager of the various Schemes of the said Mutual Fund.

2.2 Present condition of the capital market regarding formation of a Mutual Fund:

The major stock market indicators exhibited considerable volatility during FY2008-09. The index reached 3,010.3 points at the end of June 2009, the highest in FY2008-09, an increase of 9.0% over July 2008. Market capitalization of the Dhaka Stock Exchange rose from Tk970.4 billion in July 2008 to Tk1312.8 billion (21.3% of GDP) by the end of June 2009, up 35.3%. The volatility in transactions in the stock market during FY2008-09 was largely due to market speculation, and selling pressure from nervous retail investors.

The Chittagong Stock Exchange (CSE) selective categories index mostly followed the trend of the Dhaka Stock Exchange index and its volatility. The CSE index started to rise steadily in April 2009 and reached 6,772.2 points by June 2009, a rise of 22.7% over July 2008. CSE market capitalization rose 26.1% during FY2008-09.

The Securities and Exchange Commission (SEC) is introducing new sets of measures to increase the flow of funds into the capital market. The measures include enhancing the margin–loan ratio provided by brokers to clients, increasing the capacity of financial institutions to provide loans to brokers and issuing more licenses to merchant banks. Moreover, to attract big issues to the stock market, SEC approved rules for a book-building system for initial public offer (IPO) pricing of companies that either offer at least a 10% share of their paid-up capital or shares valued above Tk. 300 million.

2.3 Advantages in investing in Prime Bank 1ST ICB AMCL Mutual Fund:

Generally investment in mutual funds enjoys the some advantages compared to investment made directly in other securities of the capital market. Investors of this mutual fund will be able to enjoy the following advantages.

- (01) Diversified portfolio to be developed for the Fund will help in lowering investment risk of the small investors;
- (02) Diversified portfolio of the Fund will help the small investor to access to the whole market, which is difficult at individual level;
- (03) By channelizing small investors saving both in local currency and foreign currency will add liquidity to the market;
- (04) As the Fund will be professionally managed, investors will be relieved from the emotional stress associated with day-to-day management of individual investment portfolio;
- (05) The investors will be able to save a great deal in transaction/operating cost as he/she has access to a larger number of securities by purchasing a single unit of the Mutual Fund;
- (06) Fund will apply for listing on Stock Exchange(s) to enable investors to enjoy liquidity of their investment as well as to realise appreciation available as a result improving market positions.
- (07) According to the rules of SEC, the Mutual Funds and collective investment schemes registered with the Commission enjoy a ten percent reserve quota in all Initial Public Offerings (IPOs). Therefore, investors in Mutual Funds by default enjoy the benefit of acquiring lucrative stocks at the Primary Market;
- (08) Tax shelter is available for investors of Mutual Fund. Income from the fund will be tax free up-to certain level, which is permitted as per Finance Act;
- (09) Investment in the Fund would qualify for investment tax credit under section 44(2) of the Income Tax Ordinance 1984;
- (10) Management and operation of Mutual Funds are subject to prudential guidelines. SEC regularly monitors the performance of such funds. The laws governing mutual funds require exhaustive disclosure to the regulator and general public. As a result, the investors will be able to know the performance of the Fund and accordingly they can be able to take convenient entry and exit options.

CHAPTER-3

THE FUND

3.1 The constitution of the Fund:

The Prime Bank 1ST ICB AMCL Mutual Fund is constituted by a Trust Deed entered into between Prime Bank Limited and Investment Corporation of Bangladesh on **September 03, 2009** under the Trust Act, 1882 and Registration Act, 1908.

The Fund has been registered by the SEC on **September 16, 2009** under the "শ্রীমতী আইন, ২০০১" Løjne (শ্রীমতী আইন, ২০০১) ধর্ম, ২০০১. The Fund received consent for issuing Prospectus for Public Offer from SEC on, **2009**.

3.2 Life of the Fund:

The Fund will be a closed-end mutual fund of **10 (ten)** years tenure, established with a view to broaden the base of investment and develop the capital market.

3.3 Size, Face Value and Market Lot of the Fund:

Total size of the Fund is fixed at Tk. 100,00,00,000 (one hundred crore) divided into 10,00,00,000 (ten crore) units of Tk. 10.00 each and Fund size will not be increased. The Sponsor's portion of the Fund is Tk. 20,00,00,000 (twenty crore) i.e. 2,00,00,000 (two crore) units of Tk. 10.00 each. Pre-IPO Placement is Tk. 40,00,00,000 (forty crore) i.e. 4,00,00,000 (four crore) units of Tk. 10 each. The balance 4,00,00,000 (four crore) units of Tk. 10.00 each totaling Tk. 40,00,00,000 (forty crore) is available for Public Offering including NRBs, Mutual Funds and collective investment schemes. The market lot will be constituted of 500 (five hundred) units. Minimum Application amount for Public Offer shall be for 500 (five hundred) units amounting Tk. 5,000 (five thousand) and its multiples on a single BO account.

CHAPTER- 4

INVESTMENT OBJECTIVES AND POLICIES

4.1 Investment Objective: The main objective of the Fund is to invest in the Capital and Money Market of the country and to provide attractive dividend to the investors.

4.2 Investment Policies:

- (01) The Fund shall invest subject to the $\phi h\phi djm$; and only in securities, deposits and investments approved by the Securities and Exchanges Commission and/or the Bangladesh Bank;
- (02) Not less than 75% of the total assets of the Fund shall be invested in capital market instruments out of which at least 50 percent shall be invested in listed securities;
- (03) Not more than 25% of the total asset of the Fund shall be invested in Fixed Income Securities (FIS);
- (04) Not more than 15% percent of the total asset of the Fund shall be invested in Pre-IPOs at one time;
- (05) All money collected under the Fund shall be invested only in encashable/transferable instruments, securities whether in money market, capital market, IPO, privately placed pre-IPO equity, preference shares, debentures or securitised debts;
- (06) The Fund shall get the securities purchased or transferred in the name of the Fund;
- (07) Only the Asset Management Company will make the investment decisions and place orders for securities to be purchased or sold by the Fund;
- (08) Asset Management Company will choose broker(s) for the purchase and sale of securities for the Fund's portfolio;
- (09) Settlement of transaction will take place as per the customs and practice of the Stock Exchange(s) in the country.

4.3 Investment Restrictions:

In making investment decision the following restrictions should be taken due consideration:

- (01) The Schemes of the Fund shall not invest more than 10% of its total assets in any one particular company;
- (02) The Schemes of the Fund shall not invest in more than 15% of any company's paid-up capital;
- (03) The Schemes of the Fund shall not invest more than 20% in shares, debentures or other securities of a single company or group;

- (04) The Schemes of the Fund shall not invest more than 25% of its total assets in shares, debentures or other securities in any one industry;
- (05) The Fund shall not invest in or lend to another Scheme under the same Asset Management Company;
- (06) The Fund shall not acquire any asset out of the Trust property, which involves the assumption of any liability that is unlimited or shall result in encumbrance of the Trust property in any way;
- (07) The Fund or the Asset Management Company on behalf of the Fund shall not give or guarantee term loans for any purpose or take up any activity in contravention of the $\phi h\phi djimj$;
- (08) The Fund shall not involve in option trading or short selling or carry forward transaction;.
- (09) The Fund shall not buy its own unit.

4.4 Valuation Policy:

The Fund intends to determine its NAV per unit on the last business day of each week by dividing the value of the net asset of the Fund (the value of total assets less total liabilities as per Rule 60 of the $\phi p\phi LE\phi l\phi VS J H,-Q$ " $L\phi jne (\phi jEQ\phi \acute{E}uim gj\grave{a}) \phi h\phi djimj$, 2001 by the total number of units outstanding. As per section 58 of the $\phi p\phi LE\phi l\phi VS J H,-Q$ " $L\phi jne (\phi jEQ\phi \acute{E}uim gj\grave{a}) \phi h\phi djimj$, 2001, valuation policy of investment of the Fund needs to be approved earlier by Securities and Exchange Commission. Valuation criterion so far approved by the Commission in the trust deed is as follows:

- (01) For listed securities, the average quoted closing market price on the Stock Exchange(s) on the date of valuation shall form the basis of any calculation of Net Asset Value of such securities in the portfolio of the Fund;
- (02) When the securities were not traded either at DSE or CSE on the particular valuing date, immediate previous average price, which one is nearer, but not longer than 30 days, to the valuing date will be taken into account;
- (03) When the securities were not traded either at DSE or CSE for a period for over 30 days, the Fund shall follow the method approved by the Commission for valuation of the non-traded investment, and the Trustee shall periodically review the value of such investments;
- (04) The valuation of non-traded securities will be made with their reasonable value by the ICB AMCL and approved by the Trustee and commented upon by the Auditors in the Annual Report of the Mutual Fund but shall not be more than the intrinsic value of the securities;
- (05) The valuation of non-listed securities will be made by the Asset Management Company with their reasonable value and approved by the Trustee and commented upon by the Auditors in the Annual Report of the Fund;
- (06) Once non-listed securities are valued, the valued amount will be considered for purpose of valuing the Fund's assets in any interval of time until the securities are further revalued by the Asset Management Company;

- (07) Asset Management Company and Trustee will be made the value of non-listed securities at least after every three months;
- (08) For securitized debts, debentures, margin or fixed deposits, the accrued interest on such instruments on the date of valuation shall be taken into account in any calculation of Net Asset Value (NAV) of such securities in the portfolio of the Fund;
- (09) In case of deferred expenses, accrued expenses for the period will be taken into account for determining total liabilities.

Following the valuation criteria as set forth above, the Fund will use the following formula to derive NAV per unit:

$$\text{Total NAV} = V_A - L_T$$

$$\text{NAV per unit} = \frac{\text{Total NAV}}{\text{No. of units outstanding}}$$

V_A = Value of Total Assets of the Fund as on date

L_T = Total liabilities of the Fund as on date

V_A = Value of all securities in vault + Value of all securities placed in lien + Cash in hand and at bank + Value of all securities receivables + Receivables of proceeds of sale of investments + Dividend receivables, net of tax + Interest receivables, net of tax + Issue expenses amortized as on date + Printing, publication and stationery expenses amortized as on date.

L_T = Value of all securities payable + Payable against purchase of investments + Payable as brokerage and custodial charges + All other payable related to printing, publication and stationery + Accrued deferred expenses with regard to management fee, trustee fee, annual fee, audit fee and safe keeping fee.

4.5 Investment Management:

ICB AMCL will have discretionary authority over the Fund's portfolio about investment decision.

However, ICB AMCL shall conduct the day-to-day management of the Fund's portfolio as the Asset Management Company subject to the provisions laid down in the ~~CPCL ECLVS J H,-Q~~ Løjne (øjEQ æÉu jm gjä) øhødjimj, 2001 and trust deed or any general directions given by the trustee and/or by the Commission.

4.6 Dividend Policy:

- (01) The accounting year of the Fund shall be July 01 to June 30;
- (02) The Fund shall distribute minimum **70 percent** or as may be determined by this Rules from time to time, of the annual net income of the Fund as dividend at the end of each accounting period after making provision for Bad and Doubtful Investments. The Fund shall create a Dividend Equalization Reserve by appropriation from the income of the Fund;

- (03) Before declaration of dividend, the Asset Management Company shall make a provision in consultation with the auditors if market value of investments goes below the acquisition cost and the method of calculation of this provision will be incorporated in the notes of accounts;
- (04) Surpluses arising simply from the valuation of investments shall not be available for dividend;
- (05) Dividend warrants will be dispatched within 45 days from the declaration of such dividends;
- (06) Before record of ownership by the CDBL, a transferee shall not possess the right to any dividend declared by the Fund;
- (07) The Asset Management Company may open separate Bank Account for each dividend distribution out of the Fund. Notwithstanding any thing in the Trust Deed the beneficial ownership of the balances in the Accounts shall vest in the Unit Holders.

CHAPTER-5

RISK MANAGEMENT

5.1 Risk Factors

Investment in securities market always bears some risks. Investment in this Fund also involves certain risk factors. The investors should carefully consider the following risks in addition to other information contained in the Prospectus in evaluating the offer and also for taking a decision whether to invest or not.

- (01) The performance of the Fund is directly related with the macro economic situation particularly the capital market of Bangladesh;
- (02) Since the capital market of Bangladesh is highly volatile, there is no assurance of achieving the stated objective of the Fund;
- (03) Due to small number of listed securities in both the Stock Exchange(s), it may be difficult to invest the Fund's assets in a widely diversified portfolio as and when required to do so;
- (04) Due to a very thin secondary debenture market in Bangladesh, it would be difficult for the Fund Manager to swap between asset classes if and when required;
- (05) Limited money market instruments narrowed the opportunity of short term or temporary investments of the Fund;
- (06) Stock market trends show that price of almost all the listed securities move in unpredictable direction which may affect the value of the Fund. Moreover, there is no guarantee that the market price of shares of the Fund will fully reflect their underlying net asset values;
- (07) If the companies fail to provide expected dividend, Income of the Fund will be affected;
- (08) For investing in Pre-Public Offer Placement securities i.e. in unlisted equity securities by the Fund may involve liquidity risk;
- (09) Uncertainties like political and social instability may affect the value of the Fund's Assets;
- (10) Adverse natural climatic condition may hamper the performance of the Fund.

5.2 Expected Market Performance of the Fund:

- (01) As the capital market index is comparatively low now, the Fund should be able to construct portfolio at a relatively cheaper cost base;
- (02) It is expected that demand of the Fund's units will always rule over supply;
- (03) Image of ICB, being the holding company of the ICB AMCL and the Trustee of the Fund for successful marketing of eight closed-end and one open-end mutual fund may motivate investors to invest in this Fund before enactment of the *১৯৯৩ সালের মুদ্রা সংস্কার আইন* (১৯৯৩ সালের মুদ্রা সংস্কার আইন, ২০০১);
- (04) Successful launching and subsequent satisfactory performance of 8 (eight) Mutual Funds managed by the ICB AMCL may attract the Investors to invest in this Fund.

5.3 Who to invest and how much to invest:

Persons who do not have tolerance of bearing risk and know nothing about the functioning of the capital market need not apply for the units of the Fund. Considering other factors like the investment opportunities available in the market, return expectation, income level and consumption pattern, one may put a part of his/her total portfolio into the Fund.

CHAPTER-6

FORMATION, MANAGEMENT AND ADMINISTRATION

6.1 Sponsor of the Fund:

Prime Bank Limited is a modern, fully online and technologically superior private commercial bank in Bangladesh. It is a second generation commercial bank with 71 (seventy one) branches across major cities in Bangladesh. Listed on both Dhaka and Chittagong Stock Exchange(s), Prime Bank offers a full range of commercial banking products and services to corporate, middle-market and retail segments. The bank has set up a strong brand image through its superior customer service, innovative products and services at competitive prices and maximum technology utilization.

Considering the strong financial performance of the Bank along with its brand image, Prime Bank 1ST ICB AMCL Mutual Fund would be considered as a milestone in the history of the country's Mutual Fund industry. Using its experienced world-class investment management process and professionals, Prime Bank 1ST ICB AMCL Mutual Fund aims to invest in the capital market using a research-driven decision-making process to earn maximum benefit for its investors. Prime Bank 1ST ICB AMCL Mutual Fund will employ a three tier investment decision process that will combine fundamental, quantitative and qualitative elements giving it an edge over its competitors. With no speculation based investment and razor-sharp focus on research, the Fund is a pioneer in Bangladesh. The development of a research-driven mutual fund industry is extremely crucial in bringing more efficiency and transparency into the country's capital markets.

The present authorized capital of the Company is Tk. 1000.00 crore and paid up capital is Tk. 356.00 crore. The company is being managed by high caliber professional people. An independent board consisting people from private and public sectors provides guidance in framing objectives & policies of the company.

6.2 Trustee & Custodian of the Fund:

In order to ensure maximum trust and confidence of the investors, supervisory bodies and the persons concerned towards the Fund, the Investment Corporation of Bangladesh (ICB) itself will act as the Trustee & Custodian of the Fund.

The Investment Corporation of Bangladesh (ICB) was established on 01 October 1976, under "The Investment Corporation of Bangladesh" Ordinance, 1976 (No. XL of 1976) with a view to encouraging and broadening the base of investment, develop the capital market, mobilize savings, promote and establish subsidiaries for business development & provide for matters ancillary thereto. Over the years, the activities of ICB have grown manifold, particularly in Merchant Banking, Mutual Funds operations and Lease Financing activities. ICB is the biggest investment bank and the harbinger of mutual funds in the country. Out of country's 14 (Fourteen) closed-end mutual funds, ICB manages 8 (eight) funds. ICB also manages the biggest open-end fund in the country. It was also the single largest stockbroker and dealer in Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

In the reporting year, ICB and its subsidiary companies' contribution to total turnover (Tk. 62,344.76 crore) of both the bourses was 6.91 percent, which was 6.52 percent in the preceding year.

Up to June 2008, ICB acted as trustee to the debenture issues of 17 companies involving Tk. 184.15 crore, issues of bonds of 6 companies involving Tk. 144.86 crore. ICB also performed the

responsibilities of trustee as well as custodian to 6 closed-end mutual funds of Tk. 150.00 crore and 2 open-end mutual funds with initial capital of Tk. 10.00 crore each as on June 30, 2008.

As on June 30, 2008, the number of ICB assisted securities were 131 out of 378 listed securities of Dhaka Stock Exchange Limited. Out of 231 listed securities of Chittagong Stock Exchange Limited. ICB assisted securities totaled 91. Besides portfolios of over 45,971 investors (margin) accounts, institutional portfolios including mutual funds and unit fund are also being managed by ICB. The corporation has long and proven experience in advisory function, particularly in buying and selling of shares, corporate re-structuring and engineering, off loading of government shares and hosts of other merchant banking related activities for the benefit of its clients. Since inception, ICB has been playing a unique role in the development of country's capital market.

6.3 Asset Manager of the Fund:

ICB Asset Management Company Limited (ICB AMCL) a subsidiary of ICB will act as the Asset Manager of the Fund. ICB AMCL was created as part of the re-structuring program of ICB under Capital Market Development Program (CMDP) initiated by the Government of the Peoples Republic of Bangladesh and Asian Development Bank (ADB). The company was incorporated as a public limited company under the -LjÇfje£ BCe, 1994 with the Registrar of Joint Stock Companies & Firms on December 05, 2000. Registration of the company with the SEC was obtained on October 14, 2001. The company has also obtained necessary Government Gazette Notification on July 01, 2002 to carry out the Mutual Fund operations.

The present authorized capital of the Company is Tk. 100,00,00,000.00 (one hundred crore) only and paid-up capital is Tk. 7,50,00,000.00 (seven crore fifty lac) only. The company has been successfully managing 6 (six) close-end and 2 (two) open-end Mutual Funds for the last 7 (seven) years.

As per relevant provision of the ICB Ordinance, Corporation shall hold all or majority shares and may review business objectives, supervise and control its performance. The CEO and other key personnel have been deputed to the company from ICB. An independent Board consisting 50% directors from ICB and the rest from private sector has been created.

Brief profiles of the directors and key personnel of the company are as under:

Mr. M. A. Motalib Chowdhury, M.A. in Economics and General Manager of ICB is the Chairman of ICB Asset Management Company Limited. He has about 29 (twenty nine) years of service experience out of which 23 (twenty three) years in ICB and 6 (six) years in Agrani Bank and Bangladesh Krishi Bank in training, investment banking, portfolio management and other development banking activities. He has completed different training programs in home and abroad.

Mr. Md. Habibur Rahman, B.A. is a Director of ICB Asset Management Company Limited. He has completed 31 (thirty one) years of service in the Corporation in Fund Management operation, Merchandising, Recovery & Follow up and in legal affairs. He has completed several training programs.

Mr. Md. Wahiduzzaman Khandaker, M.Com in Finance is the Chief Executive Officer (CEO) of ICB Asset Management Company Limited. He has completed 24 (twenty four) years of service in the field of investment banking. He has completed several training programs in home and abroad.

Dr. Mokbul Ahmed Khan, an M.A. in Economics from Dhaka University and Ph.D. in Economics from Moscow is a director of the company. He has obtained post-Doctoral Fellowship from New Zealand, Post Graduate Diploma in Personnel Management from BIBM. He has completed different training in home and abroad. He is the secretary general of BPMI and associated in consultancy business, Government services for about 26 (twenty six) years.

Mr. Md. Nurul Alam, a director of the company is an MBA in Finance. He has obtained various professional training from home and abroad. He was an Executive Director of Bangladesh Bank and retired from the job few years back.

Dr. Mahmood Osman Imam is a Professor and Chairman of Department of Finance from University of Dhaka. He did his Doctorate Program at K.U. Leuven in Belgium and obtained Doctor in Applied Economics degree. Earlier he got his MBA (Major in Finance) degree from the same University. He is Fellow of Cost & Management Accountants, Dhaka. He has much publication and attended various workshop/seminar regarding Capital Market development in Bangladesh.

Senior executives of the company are highly experienced in the relevant fields with excellent academic background in Finance & Banking, Economics, Accounting, Management, Marketing and Computer Science etc. Most of them have undergone local training, particularly in capital market related subjects. Fund Management System of the company is highly automated.

6.4 Auditors:

S. F. Ahmed & Co. (S.F.A. Co), Chartered Accountants has been appointed as the Auditor of the Fund for the first year. They are one of the reputed audit firms of the country. The Trustee shall appoint subsequent auditors.

CHAPTER-7

FINANCIAL CHARGES

7.1 Limitation of Expenses:

- (01) The initial issue expenses in respect of the Fund shall not exceed 5% of the Fund to be raised.
- (02) The total expenses charged to the Fund, except the amortization of initial issue expenses and including transaction cost in the form of stock brokerage against buy & sale of securities forming a part of acquisition or disposal cost of such securities, transaction fees payable to the Custodian against acquisition or disposal of securities, listing fees payable to the Stock Exchange(s), the annual registration fees payable to the Commission, CDBL charges, audit fees, cost for publication of reports & periodicals, bank charge, etc, shall not exceed 4% of the weekly average net asset outstanding during any accounting year or as may be determined by the Rules.

7.2 Fees and Expenses:

The Fund will pay the fees of Asset Management Company, the Trustee and the Custodian together with any other fees, commissions and expenses as may arise from time to time. The Fund will bear its own costs and expenses incurred/accrued in connection with its formation, promotion, registration, Public Offering, listing together with certain other costs and expenses incurred in its operation, including without limitation expenses of legal & consulting services, auditing, other professional fees and expenses, brokerage, share/debenture registration expenses, guarantee or underwriting commission and fees due to the SEC. The Fund will also bear all the other incidental expenses including printing, publication and stationery relating to its smooth & fair operation.

Keeping in mind, the fund size of Taka 100.00 (hundred) crore, ICB AMCL estimated the normal annual operating expenses of the Fund, which will not exceed 4 percent of the average NAV of the Fund. However, there may be variation in the actual operating expenses of the Fund. Major expenses of the Fund are detailed as follows:

(a) Issue and Formation Expenses:

Issue and formation expenses are estimated to be not over 5 percent of the total Fund size i.e. Tk. 5.00 (five) crore. The expenses will be amortized within 10 (ten) years on a straight-line method. The estimated expenses for the issue and formation of the Fund are presented below:

1. Banker to the issue fee/Collection Charge	0.60 percent
2. Formation Fee payable to AMC	1.00 percent
3. Printing & Publication	0.60 percent
4. Legal Expenses (Listing Fees, Registration Fees etc.)	1.60 percent
5. Other expenses.	<u>1.20 percent</u>
Total	5.00 percent
		=====

CHAPTER-8

CAPITAL STRUCTURE, TAX STATUS AND RIGHTS OF UNIT HOLDERS

8.1 Issue of units

The paid up capital of the Fund shall be Tk. 100,00,00,000.00 (one hundred crore) divided into 10,00,00,000 units of Tk. 10.00 each. The total distribution of units shall be as follows:

Subscribers	No of units	Face Value (Tk.)	Amount (Tk.)	Remarks
Sponsor (20% of total issue)	2,00,00,000	10.00	20,00,00,000	Subscribed
Pre-IPO Placement (40% of total issue)	4,00,00,000	10.00	40,00,00,000	Subscribed
Public Offer (PO) {40% of total issue}				
Reserved for Mutual Funds (10% of PO)	40,00,000	10.00	4,00,00,000	Yet to be subscribed
Non-Resident Bangladeshis (NRB's) {10% of PO}	40,00,000	10.00	4,00,00,000	Yet to be subscribed
Resident Bangladeshis (80% of PO)	3,20,00,000	10.00	32,00,00,000	Yet to be subscribed
Total	10,00,00,000		100,00,00,000	

8.2 Capital Structure

a) Subscription from Sponsor

Prime Bank Ltd., the Sponsor, has already subscribed Tk. 20,00,00,000 for 2,00,00,000 units of Tk. 10.00 each at par as per Rule 9 of the Companies Act, 2013.

b) Pre-IPO Placements

The following institutions have been subscribed Tk. 40,00,00,000 (forty crore) for 4,00,00,000 (four crore) units of Tk. 10.00 each at par as follows:

Sl. No.	Pre-IPO Investors	No. of units	Amount (Tk.)
1.	Mobil Jamuna Lubricants Limited *	5,000,000	50,000,000
2.	Parkesine Products Limited *	3,000,000	30,000,000
3	Ambia Pulp & Paper Mills Ltd. *	300,000	3,000,000
4	Pedrollo nk Limited *	1,000,000	10,000,000
5	Bangla Trac Ltd. *	1,000,000	10,000,000
6	GQ Enterprise Ltd. *	1,000,000	10,000,000
7	Benocean Lines Ltd. *	1,000,000	10,000,000
8	Amin Jewellers Ltd. *	1,000,000	10,000,000
9	Uniglory Wheels Ltd. *	1,000,000	10,000,000
10	China Bangla Ceramic Industries Ltd. *	1,000,000	10,000,000
11	Marina Apparels Limited *	1,000,000	10,000,000
12	Shahadat Hossain Cold Storage Ltd. *	1,000,000	10,000,000
13	Ambia Holdings Ltd. *	400,000	4,000,000
14	Ambia Knitting & Dyeing Ltd. *	300,000	3,000,000
15	Executive Technologies Ltd. *	500,000	5,000,000
16	Uttara Exchange & Securities Ltd. *	150,000	1,500,000
17	Grameen Capital Management Ltd. *	50,000	500,000
18	Prime Finance Asset Management Co. Ltd. *	100,000	1,000,000
19	Prime Bank Ltd-Investors A/C-1	13,230,000	132,300,000
20	Prime Bank Ltd-Investors A/C-2	810,000	8,100,000

21	Prime Finance & Investment Ltd. *	200,000	2,000,000
22	Prime Insurance Co. Ltd. *	100,000	1,000,000
23	AB Bank Ltd. *	100,000	1,000,000
24	AB Bank Ltd-Investors A/C	1,300,000	13,000,000
25	LankaBangla Finance Ltd. *	100,000	1,000,000
26	LankaBangla Finance Ltd.-Investors A/C	1,880,000	18,800,000
27	Phoenix Finance & Investment Ltd. *	100,000	1,000,000
28	IDLC Finance Ltd.-MCI 04 Account	200,000	2,000,000
29	Investment Corporation Of Bangladesh *	1,000,000	10,000,000
30	ICB employees Provident Fund *	2,000,000	20,000,000
31	ICB Asset Management Company Ltd, Employee's Provident Fund*	80,000	800,000
32	Union Capital Limited *	100,000	1,000,000
Total		40,000,000	400,000,000

* All the institutions mentioned above (*) are subject to lock-in for 06 (six) months from the date of listing.

c) Public Offer

10% of the Public Offer i.e. 40,00,000 (forty lac) units of Tk. 10.00 (ten) each totaling Tk. 4,00,00,000 (four crore only) are being offered to the non-resident Bangladeshis (NRBs), 10% i.e. 40,00,000 (forty lac) units of Tk. 10.00 (ten) each totaling Tk. 4,00,00,000 (four crore only) are being reserved for Mutual Funds and the rest 3,20,00,000 (three crore twenty lac) units of Tk. 10.00 (ten) each amounting to Tk. 32,00,00,000 (thirty two crore) only are being offered to the Resident Bangladeshis for subscription in cash in full on application. The distribution is as under:

Sl. No.		No. of units	Amount (Tk.)
1.	Reserved for Mutual Funds (10% of PO)	40,00,000	4,00,00,000
2.	Non-Resident Bangladeshis (NRB's) {10% of PO}	40,00,000	4,00,00,000
3.	Resident Bangladeshis (80% of PO)	3,20,00,000	32,00,00,000
Total		4,00,00,000	40,00,00,000

8.3 Tax Exemption:

Investment in this Fund by individual investors will enjoy tax exemption benefit under section 44(2) of the Income Tax Ordinance, 1984.

8.4 Rights of the unit holders:

- (a) **Dividend:** All the unit holders have equal but proportionate right in respect of dividend. Dividend will be paid in Bangladeshi Taka only.
- (b) **Transfer of units:** Units are transferable. The transfer will be made by the CDBL under electronic settlement process.
- (c) **Voting Right:** All the unit holders shall have usual voting rights. Voting right can be exercised in person or by proxy in a meeting held in connection with any proposal to amend the characteristics of the Fund or any other agenda of meeting called by the trustee in the circumstances mentioned in the trust deed or the ষ্ৰ্ৰLEøVS J H,-Q" Løjne (øjEQæÉuim gjä) øhødjimj, 2001. In case of show of hands, every unit holder present in person or/and by proxy shall have only one vote and on a poll, every unit holder present in person and/or by a proxy shall have one vote for every unit of which he /she is the holder.
- (d) **Encashment:** The units will be listed with DSE and CSE. So investment in this Fund will easily be encashables.

8.5 Beneficial Interest:

- (a) **Ownership:** The unit holders shall preserve only the beneficial interest in the trust properties on pro rata basis of their ownership of the Fund.
- (b) **Periodic Information:** All the unit holders of the Fund shall have the right to receive the Annual Report & Audited Accounts of the fund. Moreover, NAV of the Fund be informed to the unit holders on monthly basis through DSE/CSE and newspaper(s).
- (c) **Accounts and Information:** The Fund's financial year will be closed on 30th June every year. Annual report or major head of Income & Expenditure A/C and Balance Sheet in line with schedule VI of the Companies Act, 2013 will be published within 45 (forty five) days from the closure of each accounting year. Furthermore, the NAV, NAV per unit, any suspension or alteration of the calculation of NAV of the Fund will be published / notified to the DSE and CSE by the Asset Management Company.

CHAPTER- 9

REDEMPTION / WINDING UP POLICY

9.1 Procedure of Redemption / Winding up

- (01) The Mutual Fund shall be redeemed on maturity on the expiry of pre-determine tenure of the Fund (ten years) from the date of first listing. However, unit holders at a general meeting arranged by the Trustee and the Asset Management Company may decide to extend the life of the Fund with three-fourth-majority vote of the unit holders.
- (02) The Fund may also be wound up on the happening of any event, which, in the opinion of the Trustee with approval from the Commission, requires the Scheme to be wound up.
- (03) The Fund may also be wound up if 75% of the unit holders of the Scheme pass a resolution that the Fund should be wound up.
- (04) The Fund may also be wound up if the Commission so directs in the interest of the unit-holders.
- (05) Where the Fund is to be wound up in pursuance to the above, the Trustee and the Asset Management Company shall give simultaneously separate notice of the circumstances leading to the winding up of the Scheme to the Commission and the Stock Exchange(s) and if winding up is permitted by the Commission, shall publish in two national daily newspapers including a Bangla newspaper having circulation all over Bangladesh.

9.2 Manner of Redemption / Winding up

- (01) The Trustee shall call a meeting of the unit holders within the period stipulated by the $\phi h \phi d j m j$ from the date of notice to consider and pass necessary resolutions by three-fourth majority of the unit holders present and vote at the meeting for authorizing the Trustee and/or AMC or the person authorized to take steps for winding up of the Scheme. If it fails to have three-fourth majority mandate, the Commission shall have the power to supercede the mandate if situation demands such.
- (02) The Trustee shall dispose of the assets of the Fund at the best interest of the unit holders, provided that the proceeds of sale made in pursuance of the $\phi h \phi d j m j$, shall in the first instance be utilized towards discharge of such liabilities as are properly due under the Scheme and after making appropriate provision for meeting the expenses connected with such winding up, the balance shall be paid to the unit holders in proportion to their respective interest in the assets of the Scheme as on the date when the decision for winding up was taken.
- (03) Within the period stipulated by the $\phi h \phi d j m j$ from the completion of the winding up, the Trustee shall forward to the Commission and the unit holders a report on the winding up containing particulars such as circumstances leading to the winding up, the steps taken for disposal of assets of the Fund before winding up, expenses of winding up, net assets available for distribution to the unit holders and a certificate from the auditors of the Fund.

9.3 Effect of Redemption / Winding up

On and from the date of the notice of the winding up of the Fund the Trustee or the Asset Management Company as the case may be, shall:

- a. Cease to carry on any business activities of the scheme;
- b. Cease to create and cancel units of the scheme;
- c. Cease to issue and redeem units of the scheme.

CHAPTER-10

CONDITIONS FOR PUBLIC OFFER, ALLOTMENT, SUBSCRIPTION AND REFUND OF UNITS

Disclosure in respect of issuance of security demat form

As per provisions of the $\phi Xf\phi SV\phi I$ BCe, 1999 and regulations made there under, unit of the Fund will be issued in dematerialized form, only and, for this purpose, Prime Bank 1ST ICB AMCL Mutual Fund has signed an agreement with the Central Depository Bangladesh Limited (CDBL). Therefore, all transfers/transmissions, splitting or conversions will take place in the CDBL system.

10.1 Issue of Units:

Total Issue	:	10,00,00,000 units of Tk. 10.00 each at par for Tk. 100.00 crore
Sponsor's Contribution	:	2,00,00,000 units of Tk. 10.00 each at par for Tk. 20.00 crore
Pre-IPO Placement	:	4,00,00,000 units of Tk. 10.00 each at par for Tk. 40.00 crore
Reserved for Mutual Funds and collective investment schemes	:	40,00,000 units of Tk. 10.00 each at par for Tk. 4.00 crore
Non-Resident Bangladeshis	:	40,00,000 units of Tk. 10.00 each at par for Tk. 4.00 crore
Resident Bangladeshis	:	3,20,00,000 units of Tk. 10.00 each at par for Tk. 32.00 crore

10.2 Minimum subscription for the issue:

The target amount to be raised in respect of the Fund is Tk.100,00,00,000.00 (one hundred crore) only including Sponsors portion and Pre-IPO Placement. As per the $\phi p\phi LE\phi l\phi VS J H,-Q$ ” $L\phi jne$ ($\phi jEQ\phi \acute{E}uim g;\grave{a}$) $\phi h\phi djimj$, 2001, the minimum subscription will be 60 per cent of the Fund's target amount i.e. Tk. 60,00,00,000.00 (sixty crore) only including Sponsors contribution and Pre-IPO Placement. The Trustee & Asset Management Company shall be liable to refund to the entire amount collected if public subscription stands below the balance amount of Tk. 60,00,00,000.00.

10.3 Conditions of Allotment:

- (01) 4,00,00,000 (four crore) units of Tk. 10.00 (ten) each will be allotted between the Resident and Non-Resident Bangladeshis (NRB's) reserved for Mutual Funds and collective investment schemes.

- (02) As per provision of the ঢাকা সিকিউরিটিজ এক্সচেঞ্জ বিসি, 1999 and regulations made there under Mutual Fund units will only be issued in dematerialized condition. Applicants have to mention his/her BO (Beneficiary Owner) Account number in the Application form. If any applicant does not mention his/her **valid** BO (Beneficiary Owner) Account, his/her application will be treated **invalid**.
- (03) **PUBLIC OFFER Distribution System**
1. **Units of Tk. 4,00,00,000.00 (four crore only)** of total public offering shall be reserved for non-resident Bangladeshi (NRB) and **units of Tk. 4,00,00,000.00 (four crore only)** for Mutual Funds and collective investment schemes registered with the Commission, and the remaining units of **Tk. 32,00,00,000.00 (thirty two crore only)** shall be open for subscription by the general public;
 2. All securities/units stated in Para (a) shall be offered for subscription and subsequent allotment by the Asset Management Company subject to any restriction which may be imposed from time to time by the Securities and Exchange Commission;
 3. In case of **over subscription under any of the 3 (three) categories** mentioned in Para (a), the Asset Management Company shall conduct an open lottery of all the applications received under each category **separately** in accordance with the SEC's instructions;
 4. In case of **under-subscription** under any of the 2 (two) categories [**i.e. units of Tk. 4,00,00,000.00 (four crore only) for NRB and units of Tk. 4,00,00,000.00 (four crore only) for Mutual Funds**] mentioned in Para (a), the unsubscribe portion shall be added to the **general public category [units of Tk. 32,00,00,000.00 (thirty two crore only)]** and, if after such addition, there is over subscription in the general public category, the Asset Management Company shall conduct an open lottery of all the applicants added together;
 5. The lottery, if needed, as stated in Para (c) and (d) shall be conducted by Asset Management Company in presence of the authorized representatives of the SEC, Stock Exchange(s) concerned, Sponsor, Asset Management Company, Trustee and the applicants, if present.
- (04) All the applicants shall first be treated as applied for one minimum lot. If, on this basis, there is over subscription, then lottery shall be held amongst the applicants allocating one identification number for each application, irrespective of the application money. On the other hand, if there is under subscription, then all the applicants shall first be distributed with a single lot and thereafter, for the balance amount, lottery, shall be held for the applicants who have applied for multiple lots on the basis of dividing the application money by amount of a market lot separately for both NRB and General Public.
- (05) In case of any difficulty in respect to implement the condition of offer & allotment of units, the allotment of units will be made in such a manner as determined by the SEC.
- (06) The Fund reserves the right to accept or reject any application in whole or in part.

- (07) The Asset Management Company shall issue unit allotment letters to all successful applicant's within **5 (five) weeks** from the date of the subscription closing. Within the same time, refund to the unsuccessful applicant's shall be made in the currency in which the value of units was paid for by the applicant's without any deduction.
- The Asset Management Company shall refund application in case of non-allotment of units, the application money of unsuccessful applicant shall be refunded to the respective banks for onward deposit of the refund money into the applicant's bank accounts as provided in the respective application form for subscription.
- (08) The applicant must mention the bank account in the application form which will the same bank account as available in the database of Beneficiary Owners Account in central depository for the purpose of refund of application money.
- (09) In case of joint application all correspondence will be made with the person whose name appears first.
- (10) Successful applicants will be notified by the dispatch of an allotment advice by registered post/courier. Advice of Allotment and Refund Warrants will be issued within **5 (five) weeks** from the closing of the subscription period. After allotment the Asset Management Company will have to be transferred the units to the allottees BO account, which has mentioned in the application form.
- (11) Where allotment is made in whole or in part in respect of joint application, the allotment advices will be dispatched to the person, whose name appears first in the application form, notwithstanding that the units have been allotted to the joint applicants. Where joint application is accepted in part, the balance of amount paid on application will be refunded without interest to the person named first in the application form.

10.4 Application for Subscription:

- (01) Application for units may be made for a minimum lot of **500** (five hundred) units to the value of Tk. 5000/- (five thousand) and should be made on the Asset Management Company's Printed Application forms. Application forms and the Prospectus may be obtained from the registered office of the Asset Management Company, members of Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited or from the Bankers to the Issue. In case adequate forms are not available, applicants may use photocopied, cyclostyled, typed/handwritten copies of the forms. Application must not be for less than **500** units and must be for a multiple of **500** units. Any Application not meeting the criterion will not be considered for allotment purpose.
- (02) Joint Application form for more than two persons will not be accepted. In the case of a joint Application each party must sign the Application form.
- (03) Application must be in full name of individuals or limited companies or trusts or societies and not in the name of firms, minors or persons of unsound mind. Applications from insurance, financial and market intermediary companies must be accompanied by Memorandum and Articles of Association.
- (04) Making of any false statement in the application or supplying of incorrect information therein or suppressing any relevant information shall make the Application liable to **rejection** and subject to **forfeiture** of Application money and/or **forfeiture** of the unit before or after issuance of the same by the Asset Management Company. The said **forfeited** Application money or unit will be deposited in account specified by the SEC. This may be in addition to any other penalties as may be provided for by law.
- (05) **An applicant cannot submit more than two applications, one in his/her own name and another jointly with another person. In case an applicant makes more than two applications, all applications will be treated as invalid and will not be considered for allotment purpose. In addition, whole or part of application money may be forfeited by the Commission.**

- (06) Bangladeshi Nationals (including Non-Resident Bangladeshis residing/working abroad) shall be entitled to apply for Units.
- (07) The Asset Management Company shall issue unit allotment letters to all successful applicant's within **5 (five) weeks** from the date of the subscription closing date. Within the same time, refund to the unsuccessful applicant's shall be made in the currency in which the value of units was paid for by the applicant's without any interest and refunded to the respective banks for onward deposit of the refund money into the applicant's bank accounts provided in the respective application form for subscription.
- (08) Application will not be treated as valid if anyone uses a non-scheduled bank for refund his/her subscription money. To avoid this complication investors are requested not to use the name of any non-scheduled bank for refund his/her subscription money and also requested to write the correct and full name of bank and branch in application form.
- (09) All completed application forms, together with remittance for the full amount payable on application, shall be lodged by investors other than Non-Resident Bangladeshis and Mutual Funds with any of the branches of the Banker to the Issue.
- (10) A Non-Resident Bangladeshi (NRB) shall apply against the Public Offer either directly by enclosing a foreign demand draft drawn on a Bank **payable at Dhaka**, or through a nominee (including a bank or a company) by paying out of foreign currency deposit account maintained in Bangladesh, for the value of Securities applied for. The value of Securities applied for may be paid in Taka, US Dollar, UK Pound Sterling or Euro at the Spot Buying (TT Clean) rate of exchange prevailing on the date of opening of subscription. Refund against over subscription of Units shall be made in the currency in which the value of Units applied for was paid by the applicant. Unit Application Form against the NRB shall be sent by the applicant directly along with a draft or cheque to the Asset Management Company at its Registered Office. The applicant shall furnish photocopies of relevant pages of valid passport(s) in support of his being a NRB, dual citizenship or of the foreign passport bearing an endorsement from the concerned Bangladeshi Embassy to the effect that no visa is required for him to travel to Bangladesh. Copies of Application Form and Prospectus shall be available with Bangladesh Embassy/High Commission in USA, UK, Saudi Arabia, UAE, Qatar, Kuwait, Oman, Bahrain, Malaysia and South Korea and web site of the Asset Management Company, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited and the Securities and Exchange Commission.
- (11) The Public Offer subscription money collected from investors (other than Non-Resident Bangladeshis) by the Banker to the Issue will be remitted to the **"PRIME BANK 1ST ICB AMCL MUTUAL FUND"** STD A/C no. 1001-296081-041 with **IFIC Bank Limited, Motijheel Branch, Dhaka**.
- (12) The Subscription money collected from Non-Resident Bangladeshis in US Dollar, UK Pound Sterling, Euro shall be deposited to "FC Account(s) for Public Offer". In case of over subscription, refund shall be made by the Asset Management Company out of the "FC Account(s) for Public Offer". The Asset Management Company has open required "FC Account(s) for Public Offer" in US Dollar, UK Pound Sterling, Euro with **IFIC Bank Limited, Motijheel Branch, Dhaka, Bangladesh**. These accounts will be closed after refund of over-subscription, if any.

Currency	Account No.	Bank & Branch
US Dollar	USD # 1001-296104-051	IFIC Bank Ltd. Motijheel Branch
UK Pound Sterling	GBP # 1001-296105-051	IFIC Bank Ltd. Motijheel Branch
Euro	EURO # 1001-296106-051	IFIC Bank Ltd. Motijheel Branch

APPLICATIONS NOT IN CONFORMITY WITH THE ABOVE REQUIREMENTS AND THE INSTRUCTIONS PRINTED ON THE APPLICATION FORM ARE LIABLE TO BE REJECTED.

10.5 Refund of Subscription Money:

In case of non-allotment of units, the application money of unsuccessful applicant shall be refunded to the respective banks for onward deposit of the refund money into the applicant's bank accounts as provided in the respective application form for subscription. For this purpose the number of bank account along with full name of bank and branch shall be clearly indicated in the unit application form which is as available as in the database of BO Account in CDBL.

10.6 Subscription by and Refund to Non-Resident Bangladeshi (NRB):

1. A Non-Resident Bangladeshi shall apply either directly by enclosing a foreign demand draft drawn on a bank payable at Dhaka, or through a nominee by paying out of foreign currency deposit account maintained in Bangladesh or in Taka, supported by original copy of foreign currency encashment certificate issued by the concerned bank, for the value of units applied for through crossed bank cheque marking "Account Payee only".
2. The value of units applied for by such person may be paid in Taka or US dollar or UK pound sterling or Euro at the Spot Buying (TT Clean) rate of exchange prevailing on the date of opening of subscription.
3. Refund against over subscription shall be made in the currency in which the value of units was paid for by the applicant through the respective banks for onward deposit of the refund money into the applicant's bank accounts provided in the respective application form for subscription.

PRIME BANK 1ST ICB AMCL MUTUAL FUND
Instructions

1. As per provision of the $\phi X f \phi S V \phi I$ BCE, 1999 and regulation made there under Mutual Fund units will only be issued in dematerialized condition. Please mention your Depository (BO) account number in the application form. If you do not mention your valid Depository (BO) account number, your application will be treated invalid.
2. All information must be typed or written in full (in block letters) in English or in Bengali and must NOT be abbreviated
3. Application must be made on the Fund's printed form/photocopy or typed copy/hand written form thereof.
4. Application must not be for less than **500** units and must be for a multiple of **500** units. Any application not meeting this criterion will not be considered for allotment purpose.
5. Remittance for the full amount of units must accompany each application and must be forwarded to any of the Bankers to the Issue. Remittance should be in the form of cash/cheque/bank draft/pay order payable to one of the Bankers to the Issue A/C "**PRIME BANK 1ST ICB AMCL MUTUAL FUND**" and crossed "**A/C PAYEE ONLY**" and must be drawn on a bank in the same town as the bank to which the application form has been sent.
6. In the case of a Joint Application Form, the Allotment Letter will be dispatched to the person whose name appears first on this Application Form and where any amount is refundable in whole or in part the same will be refunded by Account Payee cheque by post/courier service to the person named first on this Application Form in the manner prescribed in the Prospectus.
7. Joint Application form for more than two persons will not be accepted. In case of joint application, each party must sign the Application Form.
8. Application must be in full name of individuals or companies or societies or trusts and not in the name of firms, minors or persons of unsound mind. Application from financial and market intermediary companies and Private Company must be accompanied by Memorandum and Articles of Association and Certificate of Incorporation.
9. **An applicant can NOT submit more than two applications, one in his/her own name and another jointly with another person. In case an applicant makes more than two applications, all applications will be treated as invalid and will not be considered for allotment purpose. In addition, whole or part of application money may be forfeited by the Commission.**
10. No receipt will be issued for the payment made with the Application, but the bankers will issue a provisional acknowledgement to the issue for application lodged with them.
11. In case of non-allotment of units, the application money of unsuccessful applicant shall be refunded to the respective banks for onward deposit of the refund money into the applicant's bank accounts provided in the respective application form for subscription. For this purpose the number of the bank account along with full name of bank and branch shall be clearly indicated in the units application form.
12. Allotment shall be made solely in accordance with the instructions of the SEC.
13. Making of any false statement in the application or supplying of incorrect information therein or suppressing any relevant information shall make the Application liable to **rejection** and subject to **forfeiture** of Application money and/or **forfeiture** of the unit before or after issuance of the same by the Asset Management Company. The said **forfeited** Application money or unit will be deposited in account specified by the SEC. This may be in addition to any other penalties as may be provided for by law.
14. Applications, which do not meet the above requirements, or Applications, which are incomplete, shall NOT be considered for allotment purpose.
15. The bankers to the issue shall be obliged to receive the A/C payee cheque (s) on the closing day of the subscription of the PUBLIC OFFER.
16. **No sale of securities shall be made, nor shall any money be taken from any person, in connection with such sale until 25 (twenty five) days after the Prospectus has been published.**

BANKERS TO THE ISSUE

(With Bank Branch Code)

<p>01. Investment Corporation of Bangladesh (ICB)</p> <p>01. Head Office, NSC Tower (12th – 13th Floors), 62/3, Purana Paltan, Dhaka.</p> <p>02. Chittagong Branch, Delwar Bhaban (3rd Floor), Agrabad C/A, Chittagong.</p> <p>03. Rajshahi Branch, Dr.Gaffar Plaza (2nd Floor), Shaheb Bazar,Rajshahi.</p> <p>04. Khulna Branch, 25-26, KDA C/A, Khulna.</p> <p>05. Barisal Branch, 87-88,Hemayat Uddin Road, Barisal.</p> <p>06. Sylhet Branch, Chamber Building, Jail Road, Sylhet.</p> <p>07. Bogra Branch, Rajabazar, Baragola, Bogra.</p> <p>08. Local Office Branch, Kashfia Plaza, 35/C, Naya Paltan, Dhaka.</p> <p>02. Bangladesh Shilpa Bank</p> <p>01. Dhaka Commercial Branch Office, Dhaka.</p> <p>03. Bangladesh Shilpa Rin Sangstha</p> <p>01. Kawran Bazar (Corporate Banking) Br. 12, Kawran Bazar C/A, Dhaka.</p> <p>02. Motijheel (Commercial Banking) Br. 49, Motijheel C/A,Dhaka.</p> <p>04. IFIC Bank Ltd.</p> <p>01. Federation Branch, FBCCI Building, Dhaka.</p> <p>02. Dhanmondi Branch, Mirpur Road, Dhaka.</p> <p>03. Gulshan Branch, Gulshan Avenue, Dhaka.</p> <p>04. Banani Branch, Banani, Dhaka.</p> <p>05. Shantinagar Branch, Chamelybag, Dhaka.</p> <p>06. Elephant Road Branch, Dhaka.</p> <p>07. Islampur Branch, Dewan Mansion, Dhaka.</p> <p>08. Kawran Bazar Branch, Dhaka.</p> <p>09. Naya Paltan Branch, Dhaka.</p> <p>10. Uttara Branch, Dhaka.</p> <p>11. Malibagh Branch, Dhaka.</p> <p>12. Pallabi Branch, Dhaka.</p> <p>13. Lalmatia Branch, Dhaka.</p> <p>14. Narsingdi Branch, C & B Road, Narsingdi.</p> <p>15. North Brook Hall Road Branch, Dhaka</p> <p>16. Narayanganj Branch, Narayanganj.</p> <p>17. Faridpur Branch, Faridpur.</p> <p>18. Mymensingh Branch, Mymensingh.</p> <p>19. Agrabad Branch, Chittagong.</p> <p>20. Khatunganj Branch, Chittagong.</p> <p>21. Chawk Bazar Branch, College Road, Chittagong.</p> <p>22. Cox's Bazar Branch, Cox's Bazar.</p> <p>23. Sheikh Mujib Road Branch, Chittagong.</p> <p>24. Comilla Branch, Comilla.</p> <p>25. Brahmanbaria Branch, Brahmanbaria.</p> <p>26. Choumuhani Branch, Choumuhani, Noakhali.</p> <p>27. Feni Branch, Islampur Road, Feni.</p> <p>28. Rajshahi Branch, Ghoramara, Rajshahi.</p> <p>29. Rangpur Branch, Rangpur.</p> <p>30. Bogra Branch, Satmatha Bogra.</p> <p>31. Pabna Branch, Pabna.</p> <p>32. Dinajpur Branch, Dinajpur.</p> <p>33. Khulna Branch, Lower Jossore Road, Khulna.</p> <p>34. Boro Bazar Branch, Kalibari, Khulna.</p> <p>35. Jessore Branch, N.S.C Road, Jessore.</p> <p>36. Kushtia Branch, Kushtia.</p> <p>37. Barisal Branch, Barisal.</p> <p>38. Sylhet Branch, Laldighirpar, Sylhet.</p> <p>39. Moulvi Bazar Branch, Moulvi Bazar.</p> <p>40. Uposhohor Branch, Sylhet.</p>	<p>05. National Bank Ltd.</p> <p>01. Bangshal Road Branch, Dhaka.</p> <p>02. Babubazar Branch, Dhaka.</p> <p>03. Dilkusha Branch, Dhaka.</p> <p>04. Elephant Road Branch, Dhaka.</p> <p>05. Foreign Exchange Branch, Dhaka.</p> <p>06. Gulshan Branch, Dhaka.</p> <p>07. Imamganj Branch, Dhaka.</p> <p>08. Dhanmondi Branch, Dhaka.</p> <p>09. Kawran Bazar Branch, Dhaka.</p> <p>10. Motijheel Branch, Dhaka.</p> <p>11. Mohakhali Branch, Dhaka.</p> <p>12. Malibagh Branch, Dhaka.</p> <p>13. Mirpur Branch, Dhaka.</p> <p>14. Z H Sikder M. C. Branch, Dhaka.</p> <p>15. Islampur Branch, Dhaka.</p> <p>16. Uttara Branch, Dhaka.</p> <p>17. North Brook Hall Branch, Dhaka.</p> <p>18. Lake Circus Branch, Dhaka.</p> <p>19. Mohammadpur Branch, Dhaka.</p> <p>20. Pragati Sarani Branch, Dhaka.</p> <p>21. Banani Branch, Banani, Dhaka.</p> <p>22. Faridpur Branch, Faridpur.</p> <p>23. Jatrabari Branch, Dhaka.</p> <p>24. Gazipur Branch, Gazipur.</p> <p>25. Savar Bazar Branch, Dhaka.</p> <p>26. Narayanganj Branch. Narayanganj.</p> <p>27. Feni Branch, Feni.</p> <p>28. Sylhet Branch, Sylhet.</p> <p>29. Anderkillah Branch, Chittagong.</p> <p>30. Agrabad Branch, Chittagong.</p> <p>31. Khatunganj Branch, Chittagong.</p> <p>32. Jubilee Road Branch, Chittagong.</p> <p>33. Sheikh Mujib Road Branch, Chittagong.</p> <p>34. Pahartali Branch, Chittagong.</p> <p>35. Chawk Bazar Branch, Chittagong.</p> <p>36. Narsingdi Branch, Narsingdi.</p> <p>37. Tangail Branch, Tangail.</p> <p>38. Khulna Branch, Khulna.</p> <p>39. Rangpur Branch, Rangpur.</p> <p>40. Bogra Branch, Bogra.</p> <p>41. Rajshahi Branch, Rajshahi.</p> <p>42. Barisal Branch, Barisal.</p> <p>43. Comilla Branch, Comilla.</p> <p>44. Pagla Bazar Branch, Narayanganj.</p> <p>45. Chowmuhani Branch, Noakhali.</p> <p>46. New Eskaton Branch, Dhaka.</p>	<p>06. Southeast Bank Ltd.</p> <p>01. Principal Branch, Dilkusha, Dhaka.</p> <p>02. Corporate Branch, Dilkusha, Dhaka.</p> <p>03. Dhanmondi Branch, Dhanmondi, Dhaka.</p> <p>04. Uttara Branch, Uttara, Dhaka.</p> <p>05. Gulshan Branch, Gulshan Avenue, Dhaka.</p> <p>06. Kakrail Branch, Ramna, Dhaka.</p> <p>07. Bangshal Branch, North South Road, Dhaka.</p> <p>08. Motijheel Branch, Motijheel, Dhaka.</p> <p>09. Chouhatta Branch, Chouhatta, Sylhet</p> <p>10. Laldighirparr Branch, Sylhet</p> <p>11. Pathantula Branch, Sylhet.</p> <p>12. Agrabad Branch, Chittagong.</p> <p>13. Jubilee Road Branch, Chittagong.</p> <p>14. Halishahar Branch, Halishahar, Chittagong.</p> <p>15. Pahartali Branch, Pahartali, Chittagong.</p> <p>07. Standard Bank Ltd.</p> <p>01. Principal Branch, Dhaka.</p> <p>02. Foreign Exchange Branch, Dhaka.</p> <p>03. Topkhana Road Branch, Dhaka.</p> <p>04. Imamgonj Branch, Dhaka.</p> <p>05. Gulshan Branch, Dhaka.</p> <p>06. Dhanmondi Branch, Dhaka.</p> <p>07. Mirpur Branch, Mirpur, Dhaka.</p> <p>08. Uttara Branch, Dhaka.</p> <p>09. Gulshan-1 Branch, Dhaka.</p> <p>10. Panthapath Branch, Dhaka.</p> <p>11. Banani Branch, Dhaka.</p> <p>12. Narayanganj Branch. Narayanganj.</p> <p>13. Munshikhola Branch, Dhaka.</p> <p>14. Pragati Sarani Branch, Dhaka.</p> <p>15. Jubilee Road Branch, Chittagong.</p> <p>16. Agrabad Branch, Chittagong.</p> <p>17. Khatunganj Branch, Chittagong.</p> <p>18. CDA Avenue Branch, Chittagong.</p> <p>19. EPZ Branch, Chittagong.</p> <p>20. Bahaddar Hat Branch, Chittagong.</p> <p>21. Sylhet Branch, Sylhet.</p> <p>22. Khulna Branch, Khulna.</p> <p>23. Rajshahi Branch, Rajshahi.</p> <p>24. Jessore Branch, Jessore.</p> <p>25. Barisal Branch, Barisal.</p> <p>08. Trust Bank Limited</p> <p>01. Principal Branch, Dhaka Cantonment, Dhaka.</p> <p>02. SKB Branch, Motijheel C/A, Dhaka.</p> <p>03. Agrabad Branch, Chittagong.</p> <p>04. Dhanmondi Branch, Dhaka.</p> <p>05. Khatunganj Branch, Chittagong.</p> <p>06. Gulshan Corporate Branch, Dhaka.</p> <p>07. Dilkusha Corporate Branch, Dhaka.</p> <p>08. Sylhet Corporate Branch, Sylhet.</p> <p>09. Millennium Corporate Branch, Dhaka.</p> <p>10. Uttara Corporate Branch, Dhaka.</p> <p>11. Mirpur Branch, Pallabi, Dhaka.</p> <p>12. Kawran Bazar Branch, Dhaka.</p> <p>13. Feni Branch.</p> <p>14. Khulna Branch, KDA Avenue, Khulna.</p> <p>15. Narayanganj Branch, Narayanganj.</p> <p>16. Shahjalal Uposhohor Branch, Sylhet.</p> <p>17. Karful Branch, Dhaka.</p>
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PRIME BANK 1ST ICB AMCL MUTUAL FUND
Instructions

1. As per provision of the ঙXfSVçl BCe, 1999 and regulations made there under Mutual Fund units will only be issued in dematerialized condition. Please mention your BO (Beneficiary Owner) Account number in the Application form. If you do not mention your valid BO (Beneficiary Owner) Account, your application will be treated invalid.
2. All information must be written or typed in Block Letters in English and must NOT be abbreviated.
3. Application must not be for less than **500** Units and must be for a multiple of **500** Units. Any Application not meeting this criterion will not be considered for allotment purpose.
4. Application must be accompanied by a foreign demand draft drawn on a bank payable at Dhaka or cheque drawn out of foreign currency deposit account maintained in Bangladesh for the full value of units favouring “**PRIME BANK 1ST ICB AMCL MUTUAL FUND**” and crossed “**ACCOUNT PAYEE ONLY**”.
5. Application shall be sent by the applicant directly to the ICB Asset Management Company Limited within **December 10, 2009**, so as to reach the Asset Management Company within **December 19, 2009**. No Application sent after **December 10, 2009** or received by the ICB Asset Management Company Limited after **December 19, 2009** will be considered for allotment purpose.
6. Refund against over-subscription shall be made in the currency in which the value of Units was paid for by the applicant through Account Payee Cheque payable at Dhaka with bank account number, Bank’s name and Branch.
7. **Public Offer Distribution System:**
 - a. **Units of Tk. 4.00 (four) crore** of total Public Offering shall be reserved for non-resident Bangladeshi (NRB) and **units of Tk. 4.00 (four) crore** for mutual funds and collective investment schemes registered with the Commission, and the remaining units of **Tk. 32.00 (thirty two) crore** shall be open for subscription by the general public.
 - b. All securities/units stated in para (a) shall be offered for subscription and subsequent allotment by the Asset Management Company subject to any restriction which may be imposed from time to time by the Securities and Exchange Commission.
 - c. In case of **over subscription under any of the 3 (three) categories** mentioned in para (a), the Asset Management Company shall conduct an open lottery of all the applications received under each category **separately** in accordance with the SEC’s instructions.
 - d. In case of **under-subscription** under any of the 2 (two) categories [**i.e. units of Tk. 4.00 (four) crore for NRB and units of Tk. 4.00 (four) crore for mutual funds**] mentioned in para (a), the unsubscribe portion shall be added to the **general public category [units of Tk. 32.00 (thirty two) crore]** and, if after such addition, there is over subscription in the general public category, the Asset Management Company shall conduct an open lottery of all the applicants added together.
 - e. The lottery, if needed, as stated in para (c) and (d) shall be conducted by Asset Management Company in presence of the authorized representatives of the SEC, Stock Exchange(s) concerned, Sponsor, Asset Management Company, Trustee and the applicants, if present.
8. All the applicants shall first be treated as applied for one minimum lot. If, on this basis, there is over subscription, then lottery shall be held amongst the applicants allocating one identification number for each application, irrespective of the application money. On the other hand, if there is under subscription, then all the applicants shall first be distributed with a single lot and thereafter, for the balance amount, lottery, shall be held for the applicants who have applied for multiple lots on the basis of dividing the application money by amount of a market lot separately for both NRB and General Public.
9. Joint application by two persons will be acceptable. In such a case, allotment or refund shall be made by post to the first applicant.
10. Application must be made by an individual, a corporation or company, a trust or a society and not by a firm, minor or persons of unsound mind.
11. Making of any false statement in the application or supplying of incorrect information therein or suppressing any relevant information shall make the Application liable to **rejection** and subject to **forfeiture** of Application money and/or **forfeiture** of the unit before or after issuance of the same by the Asset Management Company. The said **forfeited** Application money or unit will be deposited in account specified by the Securities and Exchange Commission (SEC). This may be in addition to any other penalties as may be provided for by law.
12. The intending NRB applicants shall deposit unit money by US\$/UK Pound sterling/Euro draft drawn on and payable in Dhaka, Bangladesh, or through a nominee by paying out of foreign currency deposit account or in Taka, supported by original copy of foreign currency encashment certificate issued by the concerned bank, so that the Asset Management Company collecting bank can clear the proceeds and deposit the same into Asset Management Company’s bank account in time.
13. Spot buying rate (TT Clean) in US Dollar, UK Pound Sterling and Euro of Sonali Bank Ltd. as prevalent on the date of opening of subscription will be applicable for the Non-Resident Bangladeshi (NRB) applicants.
14. **The applicant shall furnish photocopies of relevant pages of valid passport(s) in support of his being a NRB, dual citizenship or of the foreign passport bearing an endorsement from the concerned Bangladeshi Embassy to the effect that no visa is required for him to travel to Bangladesh.**
15. In case of joint NRB application joint applicant shall also submit supporting papers/documents in support of their being an NRB as mentioned in para-14 above.
16. In case of non-allotment of units, the application money of unsuccessful applicant shall be refunded to the respective banks for onward deposit of the refund money into the applicant’s bank accounts provided in the respective application form for subscription. For this purpose the number of the bank account along with full name of bank and branch shall be clearly indicated in the units application form.
17. **An applicant cannot submit more than two applications, one in his/her own name and another jointly with another person. In case an applicant makes more than two applications, all applications will be treated as invalid and will not be considered for allotment purpose. In addition, whole or part of application money may be forfeited by the Commission.**
18. No sale of securities shall be made, nor shall any money be taken from any person, in connection with such sale until 25 (twenty five) days after the Prospectus has been published.

THE NRB APPLICATION ALONG WITH THE FOREIGN CURRENCY DRAFT/ PAY ORDER, AS ABOVE, IS TO BE SUBMITTED TO THE ASSET MANAGEMENT COMPANY’S HEAD OFFICE DIRECTLY WITHIN THE STIPULATED TIME MENTIONED IN PARA- 5.