

Prospectus

Shanta
amanah
shariah
fund



“আল্লাহ্ ব্যবসাকে হালাল
এবং সুদকে হারাম করেছেন”
(বাক্বারাহ ২/২৭৫)

“Allah has permitted trade
and has forbidden interest”
(Baqarah 2/275)

PROSPECTUS
Shanta Amanah Shariah Fund

Prospectus Shanta Amanah Shariah Fund

Initial Size of Issue	BDT 30,00,00,000.00 (Taka Thirty Crore)
Total Number of Units	3,00,00,000 (Three Crore)
Initial/Opening Price	BDT 10.00 (Taka Ten) per Unit
Sponsor's Contribution	BDT 3,00,00,000.00 (Taka Three Crore Only)
Subscription Opens	November 04, 2018

Sponsor & Asset Manager
Shanta Asset Management Limited
Corporate & Registered Office
The Glass House (Level 13)
S.E (B)-2, 38, Gulshan Avenue
Gulshan -1, Dhaka -1212

Trustee & Custodian
Investment Corporation of
Bangladesh (ICB)
8, Rajuk Avenue, BDBL Bhaban,
(Level 14 -17) Dhaka-1000



This Offer Document sets forth concisely the information about the Fund that a prospective investor ought to know before investing. This Offer Document should be read before making an application for the Units and should be retained for future reference.

Investing in the Shanta Amanah Shariah Fund (hereinafter the Fund) bears certain risks that investors should carefully consider before investing in the Fund. Investment in the capital market and in the Fund bears certain risks that are normally associated with making investments in securities including loss of principal amount invested. There can be no assurance that the Fund will achieve its investment objectives. The Fund value can be volatile and no assurance can be given that investors will receive the amount originally invested. When investing in the Fund, investors should carefully consider the risk factors outlined in the document.

THE AMC, SPONSOR, OR THE FUND IS NOT GURANTEERING ANY RETURNS

The particulars of the Fund have been prepared in accordance with সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, as amended till date and filed with Bangladesh Securities and Exchange Commission.

The investors are advised, in their own interest, to carefully read the contents of the Prospectus, in particular, the risk factors before making any investment decision.

“পুঁজিবাজারে বিনিয়োগ ঝুঁকিপূর্ণ। জেনে ও বুঝে বিনিয়োগ করুন।”

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FUND DIRECTORTY

Sponsor and Asset Manager

Shanta Asset Management Limited

Registered and Corporate Office
The Glass House (Level 13)
S.E (B)-2, 38, Gulshan Avenue
Gulshan -1, Dhaka -1212

Trustee and Custodian

Investment Corporation of Bangladesh (ICB)

8, Rajuk Avenue, BDBL Bhaban, (Level 14 -17) Dhaka-1000.

Auditor

Rahman Mostafa Alam & Co., Chartered Accountants

Paramount Heights (7th Floor-D2), 65/2/1
Box Culvert Road, Purana Paltan, Dhaka-1000, Bangladesh

Banker

Al-Arafah Islami Bank Limited

Head Office: Al-Arafah Tower
63, Purana Paltan, Dhaka-1000

Investor Relation Office

The Glass House (Level 13)

S.E (B)-2, 38, Gulshan Avenue
Gulshan -1, Dhaka -1212

If you have any query regarding this document, please contact with the Asset Management Company



Abbreviations and Definitions

বিধিমালা/ Rules	সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১
Act	সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন আইন, ১৯৯৩
Allotment	Letter of Allotment for Units
AMC/Asset Management Company/ Fund Manager/Investment Manager	Shanta Asset Management Limited
Application Form	An application form meant to be used by an investor to purchase units of the Fund
BO A/C	Beneficiary Owner Account
BSEC/Commission	Bangladesh Securities and Exchange Commission
Business Day	A day not being: <ul style="list-style-type: none"> • A weekend; • A day on which the stock exchanges are closed; • A day on which purchase and repurchase of units is suspended or a book closure period/record date announced by the Trustee/AMC; or • A day on which normal business cannot be transacted due to unavoidable circumstances or such other events as the AMC may specify from time to time; • A day on which banks are closed.
CDBL	Central Depository of Bangladesh Limited
CEO/MD	Chief Executive Officer/Managing Director
CDS	Central Depository System
CIP	Cumulative Investment Plan
Certificate /Unit Certificate	Unit Certificate of the Fund in dematerialized form under CDBL
Confirmation of Unit Allocation	Letter conforming allocation of units
CSE	Chittagong Stock Exchange Ltd
Custodian	Investment Corporation of Bangladesh
DSE	Dhaka Stock Exchange Ltd
EPU	Earnings Per Unit
Fund/Scheme	Shanta Amanah Shariah Fund
IPO	Initial Public Offering
NAV	Net Asset Value
Offer Document	This document issued by Shanta Amanah Shariah Fund, offering Units of the Fund for subscription. Any modifications to the offer document will be made by way of an addendum which will be attached to offer document. On issuance of any such addendum, prior approval from BSEC is required and offer document will be deemed to be updated by the addendum.
Reinvestment	Distribution of profit by issuing units based on most recent NAV of the Mutual Fund
Repurchase Price	Price at which the Units can be redeemed/repurchased and calculated in the manner provided in this offer document prescribed by the rules and its amendment
Repurchase/Surrender	Repurchase of units by the Fund from a unit-holder
Reinvestment Units	Additional Units issued as dividend by the Scheme
SAML	Shanta Asset Management Limited
Sponsor	Shanta Asset Management Limited
Trustee	Investment Corporation of Bangladesh (ICB)
Unit	One undivided share of the Mutual Fund
Unit Holder	A person (single / joint) or institution holding units of Shanta Amanah Shariah Fund offered under this offer document

Interpretation

For all purposes of this offer document, except as otherwise expressly provided or unless the context otherwise requires:

- Singular terms used in this offer document include the plural, and plural terms include the singular.
- Pronouns having a masculine or feminine gender shall be deemed to include the other.
- A "crore" means "ten million" and a "lakh" means a "hundred thousand".

Fund Highlights

Features	Description
Name of the Fund	Shanta Amanah Shariah Fund
Nature	Open-end Fund
Life and size of the Fund	Perpetual life and unlimited size
Sponsor and Asset Manager	Shanta Asset Management Limited (SAML)
Trustee & Custodian	Investment Corporation of Bangladesh
Initial Size of the Fund	BDT 30,00,00,000 (Taka Thirty Crore) divided into 3,00,00,000 (Three Crore) units of BDT 10 (Taka Ten) each.
Face value	BDT 10 of one unit each
Objective	To provide attractive return to the unit holders through achieving capital appreciation as well as earning dividend income and building up reserves.
Minimum Subscription	500 Units per application for individuals 5,000 Units per application for institutions (Not applicable for SIP Investors)
Transparency	NAV, Sales Price and Repurchase Price will be calculated on a weekly basis and shall be published on the website of the Asset Manager (www.shanta-aml.com) and as prescribed in the Rule
Target Group	Individuals—both resident and non-resident, institutions—both local and foreign, registered mutual funds, collective investment schemes, trusts and societies/foundations are eligible to apply for investing in the Fund.
Dividend	Being an 'Income Fund', the Fund shall distribute at least 70% of realized Annual Income ¹ of the Fund as dividend in Bangladeshi Taka or CIP (if requested by the investor) only net of provisions in each accounting year.
Dividend Distribution	The dividend warrant will be distributed within 45 (forty-five) days from the date of declaration.
Transferability	The Units of the Fund are transferable by way of inheritance/ gift and/ or by specific operation of the law.
Systematic Investment Plan (SIP) facility	Systematic Investment Plan or SIP allows investor to invest a certain predetermined amount at a regular interval (monthly, quarterly, yearly etc.). SIP is a planned approach towards investments and helps to inculcate the habit of saving and building wealth for the future. Investor can start SIP with a very small amount i.e. minimum BDT 1,000 or any multiple of BDT 500/1,000.
Surrender and Encashment	The unit holders can surrender and encash their unit certificates through the Asset Management Company or through the selling agents appointed by the AMC during the business hours as specified by the Asset Management Company.
Accounts and information	The unit holders of the Fund are entitled to receive the audited Annual Reports of the Fund along with the yearly, half-yearly and quarterly statements of accounts as and when published from the official website of Asset Management Company.
Tax Benefit	Income from the Mutual Fund up to BDT 25,000.00 is exempted from tax according to the 6th Schedule, Part A under Income Tax Ordinance, 1984
Allowable / Eligible Investment	Investment in the Mutual Fund will qualify for investment tax credit according to the Section 44(2) under Income Tax Ordinance, 1984

¹Before deriving the annual distributable income and declaring dividend, the Fund shall provide for future depreciation on investments and appropriate provision for bad and doubtful investments to the satisfaction of the Auditors and shall also create a sufficient Dividend Equalization Reserve by appropriation from the income of the Fund.

ফান্ড হাইলাইটস

বৈশিষ্ট্য	বিবরণ
ফান্ড এর নাম	শান্তা আমানাহ শরীয়াহ ফান্ড
প্রকৃতি	বে-মেয়াদী মিউচুয়াল ফান্ড
ফান্ড এর মেয়াদ এবং আকার	অসীম এবং বে-মেয়াদী
উদ্যোক্তা এবং সম্পদ ব্যবস্থাপক	শান্তা অ্যাসেট ম্যানেজমেন্ট লিমিটেড
ট্রাস্টি এবং হেফাজতকারী	ইনভেস্টমেন্ট কর্পোরেশন অব বাংলাদেশ
ফান্ডের প্রাথমিক আকার	৳ ৩০০,০০০,০০০/- (ত্রিশ কোটি টাকা মাত্র) যা প্রতিটি ৳ ১০/- (দশ টাকা মাত্র) অভিহিত মূল্যের ৩০,০০০,০০০ (তিন কোটি) ইউনিটে বিভক্ত।
অভিহিত মূল্য	৳ ১০/- (দশ টাকা মাত্র) প্রতি ইউনিট
উদ্দেশ্য	মূলধনী মুনাফা ও লভ্যাংশ আয় অর্জন এবং সঞ্চিতি তৈরির মাধ্যমে ফান্ড-এ বিনিয়োগকারীদের আকর্ষণীয় রিটার্ন প্রদান করা।
ন্যূনতম বিনিয়োগ	ব্যক্তি বিনিয়োগকারীগণের জন্য প্রতি আবেদনে ৫০০ ইউনিট প্রাতিষ্ঠানিক বিনিয়োগকারীগণের জন্য প্রতি আবেদনে ৫০০০ ইউনিট (নিয়মিত বিনিয়োগ পরিকল্পনা বা SIP বিনিয়োগকারীগণের জন্য ইহা প্রযোজ্য নয়।)
স্বচ্ছতা	প্রতি সপ্তাহে নেট অ্যাসেট ভ্যালু, বিক্রয় মূল্য ও পুনঃক্রয়মূল্য নির্ণয় করা হবে ও সম্পদ ব্যবস্থাপকের ওয়েবসাইটে (www.shanta-aml.com) এবং বিধি অনুযায়ী প্রকাশিত হবে।
উদ্দিষ্ট বিনিয়োগকারীগণ	নিবাসী ও অনিবাসী ব্যক্তিবর্গ, দেশী ও বিদেশী প্রতিষ্ঠানসমূহ, নিবন্ধিত মিউচুয়াল ফান্ডসমূহ, সমষ্টিক বিনিয়োগ ফ্রিমসমূহ, ট্রাস্ট এবং সোসাইটি/ফাউন্ডেশনসমূহ ফান্ডে বিনিয়োগ করতে পারবে।
লভ্যাংশ	বিধি অনুযায়ী, ইনকাম ফান্ড হিসেবে ফান্ডটি প্রতি হিসাব বছরে প্রডিশন সংরক্ষণের পর অর্জিত বাৎসরিক আয়ের ^১ ন্যূনতম ৭০% লভ্যাংশ, বাংলাদেশী টাকা অথবা সিআইপি (বিনিয়োগকারীগণের চাহিদা অনুযায়ী) বিতরণ করবে।
লভ্যাংশ বিতরণ	লভ্যাংশ ঘোষণার তারিখ থেকে ৪৫ (পয়ঁতাল্লিশ) দিনের মধ্যে তা বিতরণ করা হবে।
হস্তান্তর যোগ্যতা	ফান্ডের প্রতিটি ইউনিট উত্তরাধিকার/উপহার এবং/অথবা আইনের নির্দিষ্ট অপারেশন দ্বারা হস্তান্তরযোগ্য।
নিয়মিত বিনিয়োগ পরিকল্পনা বা Systematic Investment Plan (SIP)	এসআইপি (SIP) বা নিয়মিত বিনিয়োগ পরিকল্পনা এর মাধ্যমে এসআইপি (SIP) বিনিয়োগকারীরা নির্দিষ্ট সময় অন্তর অন্তর (মাসিক, ত্রৈমাসিক, বাৎসরিক প্রভৃতি) পূর্বনির্ধারিত পরিমাণ অর্থ বিনিয়োগ করবেন। ভবিষ্যৎ সঞ্চয় ও সম্পদ গড়ার লক্ষ্যে এবং বিনিয়োগের জন্য, SIP একটি কার্যকরী বিনিয়োগ পরিকল্পনা। বিনিয়োগকারীরা ন্যূনতম ১,০০০ টাকা অথবা ৫০০/১,০০০ টাকার গুণিতকের সমপরিমাণ অর্থ বিনিয়োগ করে এসআইপি (SIP) শুরু করতে পারবেন।
ইউনিট সমর্পন এবং নগদীকরণ	ফান্ডের ইউনিট সম্পদ ব্যবস্থাপক এবং সম্পদ ব্যবস্থাপক কর্তৃক নিয়োগকৃত বিক্রয় প্রতিনিধির নিকট সম্পদ ব্যবস্থাপক কর্তৃক নির্ধারিত অফিস সময়ে সমর্পন এবং নগদায়ন করা যাবে।
হিসাব এবং অন্যান্য তথ্যাদিসমূহ	ফান্ডের ইউনিট ধারকগণ ফান্ডের বাৎসরিক, অর্ধ-বার্ষিকী এবং ত্রৈমাসিক হিসাব বিবরণী সহ নিরীক্ষিত বার্ষিক প্রতিবেদন পাওয়ার অধিকার সংরক্ষণ করেন। ফান্ডের সাপ্তাহিক নীট সম্পদ মূল্য (NAV) পত্রিকায় প্রকাশ করার পাশাপাশি সম্পদ ব্যবস্থাপনা কোম্পানির ওয়েব সাইটে (www.shanta-aml.com) প্রকাশ করা হবে।
কর সুবিধা	Income Tax Ordinance, 1984 এর ষষ্ঠ তফসিল এর Part-A অনুযায়ী মিউচুয়াল ফান্ড বা ইউনিট ফান্ড হতে ২৫,০০০/- টাকা (পঁচিশ হাজার) পর্যন্ত প্রাপ্ত আয় করের আওতামুক্ত থাকবে।
কর রেয়াত জনিত সুবিধা	মিউচুয়াল ফান্ড-এ বিনিয়োগ, Income Tax Ordinance, 1984 এর 44(2) ধারা অনুযায়ী বিনিয়োগ জনিত কর রেয়াত সুবিধা পেয়ে থাকে।

^১বার্ষিক বন্টনযোগ্য আয় নিরূপণ এবং লভ্যাংশ ঘোষণার পূর্বে ফান্ড ভবিষ্যতে বিনিয়োগ মূল্য হ্রাস, মন্দ ও সন্দেহজনক বিনিয়োগের বিপরীতে নিরীক্ষকের সঙ্কল্প অনুযায়ী উপযুক্ত সঞ্চিতি সংরক্ষণ করবে এবং ফান্ডের অবন্টিত আয় হতে পর্যাপ্ত ডিভিডেন্ড সমতাকরণ তহবিল গঠন করবে।

RISK FACTORS

Investing in Shanta Amanah Shariah Fund (hereinafter the Fund) bears certain risks that investors should carefully consider before investing in the Fund. Investment in the capital market and in the Fund bears certain risks that are normally associated with making investments in securities including loss of principal amount invested. There can be no assurance that the Fund will achieve its investment objectives. The Fund value can be volatile and no guarantee can be given that investors will receive the amount originally invested. When investing in the Fund, investors should carefully consider the risk factors outlined below, which are not necessarily exhaustive or mutually exclusive:

General Risk:

There is no assertion that the Fund will be able to meet its desired investment objectives. Investors could potentially incur losses, including loss of principal when investing in the Fund. Investment in the Fund is not guaranteed by any government agency, the Asset Manager or the Sponsor. Mutual funds and securities investments are subject to market risks and there can be no assurance or guarantee that the Fund's objectives will be achieved. As with any investment in securities, the Net Asset Value (NAV) of the Fund may go up or down depending on the various factors and forces affecting the capital market and money market of the country. Past performance of the Sponsors and their affiliates and the Asset Manager do not indicate the future performance of the Fund and may not necessarily provide a basis of comparison with other investments to this Fund. Investors should study this Offer Document carefully in its entirety before investing in it.

External Risk:

Performance of the Fund is substantially dependent on the macroeconomic situation of Bangladesh which can have effects on the capital market and money market of the country as well. Political and social instability may have an adverse effect on the value of the Fund's assets. Changes in government policy on tax rates, interest rates may also affect the return on investments of the Fund. Adverse effect of the economic crisis of the international community on the capital market of Bangladesh may hinder the performance of the Fund. Bangladesh has been prone to natural disaster and political instability over last few decades. Undesirable events such as these may impact the value and performance of the Fund too.

Market Risk:

The capital market of Bangladesh is highly volatile where mutual fund prices and prices of other securities can fluctuate significantly. The Fund may lose its value or incur a sizable loss on its investments due to such market volatility. Stock market trends indicate that prices of majority of all the listed securities move in unpredictable direction which may affect the value of the Fund. Furthermore, there is no guarantee that the market prices of the units of the Fund will fully reflect their underlying Net Asset Value.

Concentration Risk:

Due to a limited number of Shariah complied securities listed in both DSE and CSE, it may be difficult to invest the Fund's assets in a widely diversified portfolio as and when required to do so. Due to existence of small number of Shariah Compliant securities in Bangladesh, it would be difficult for the Fund Manager to swap between asset classes, if and when required. Limited options of Shariah Compliant money market instruments would also narrow the opportunity of short term or temporary investments of the Fund which may adversely impact the expected return.

Dividend Risk:

Despite careful investment selection of securities in the Fund, if the companies/mutual funds fail to provide the expected dividend or fail to disburse the dividends declared in a timely manner, this will impact the income and the overall return of the Fund.

Underlying Liquidity Risk:

For investing in Pre-Public Offer Placement securities i.e. in unlisted equity securities by the Fund, may involve liquidity risk. In addition, market conditions and investment allocation may have an impact on the ability to sell securities during periods of market volatility. Shariah Compliant Bond, while somewhat less liquid, lack a well-developed secondary market, which may restrict the selling ability of the Fund and may also lead to the Fund incurring losses till the security is finally sold. While securities that are listed on the stock exchange carry lower liquidity risk, the ability to sell these investments is limited by the overall trading volume on the stock exchanges and may lead to the Fund incurring losses till the security is finally sold.

Investment Strategy Risk:

Since the Fund will be an actively managed investment portfolio; it is subject to management strategy risk. Although the AMC will apply its diligent investment process and risk minimization techniques when making investment decisions for the Fund, there can be no guarantee that such process and techniques would produce the desired outcome.

Issuer Risk:

In addition to market and price risk, value of an individual security can, in addition, be subject to factors unique or specific to the issuer, including but not limited to management malfeasance, lack of accounting transparency, management performance, management decision to take on financial leverage etc. Such risks can develop in an unpredictable fashion and can only be partially mitigated, and sometimes not at all, through research or due diligence. To the degree that the Fund is exposed to a security whose value declines due to issuer risk, the Fund's value may be impaired.

Redemption Risk:

In the event of a very large number of repurchase requests, there may be delays in the delivery of the payment.

“THE MUTUAL FUND IS NOT GUARANTEEING OR ASSURING ANY RETURNS”

CHAPTER 1: PRELIMINARY

1.1 Publication of the Prospectus for Public Offer

Shanta Amanah Shariah Fund has been established as a Trust under the Trust Act, 1882 by Shanta Asset Management Limited (SAML), and registered with the Sub Registrars Office under the Registration Act, 1908, on June 11, 2018. The Fund has received Registration Certificate from the Bangladesh Securities and Exchange Commission (BSEC) on July 10, 2018 under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন, ১৯৯৩, and the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, made thereunder and has also received consent for issuing Prospectus for Public Offer. A complete copy of the approved Prospectus of the Public Offer is available for inspection at The Glass House (Level 13), S.E (B)-2, 38, Gulshan Avenue, Gulshan-1, Dhaka, Bangladesh (Registered and Corporate Office of SAML) – the Asset Manager of Shanta Amanah Shariah Fund, hereinafter referred to as the Fund.

1.2 Consent of Bangladesh Securities and Exchange Commission (BSEC)

“APPROVAL OF BANGLADESH SECURITIES AND EXCHANGE COMMISSION HAS BEEN OBTAINED TO THE ISSUE/OFFER OF THE FUND UNDER THE SECURITIES AND EXCHANGE ORDINANCE, 1969, AND সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১. 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, RESPONSIBILITY FOR WHICH LIES WITH THE ASSET MANAGER, TRUSTEE, SPONSOR, AND/OR CUSTODIAN .”

1.3 Listing of the Fund

The Fund, being an open-end one, will not be listed with any stock exchanges of the country; hence the Units of the Fund will not be traded in the stock exchanges unless otherwise BSEC and stock exchange make arrangement in future. In that case public communication will be made as per BSEC’s approval.

The securities will be kept in dematerialized form in Central Depository Bangladesh Limited (CDBL) to facilitate the holding and transfer of the units of the Fund. Units of the Fund will always be available for sale and surrender/repurchase except, Government holiday, Bank Holiday, holiday of Stock Exchange(s), any day declared holiday by the AMC and during book closure period/record date of the Fund at the corporate office of the Asset Manager and the offices of authorized selling agents. The Asset Manager shall disclose selling price and surrender/repurchase price of Units at the beginning of business operation on the first working day of every week as per the বিধিমালা.

1.4 Documents Available for Inspection

- a. Copy of this prospectus will be available at the corporate office of the Asset Manager and offices of the authorized selling agents of the Fund. This prospectus will also be available for viewing and downloading from the website of Bangladesh Securities and Exchange Commission (www.secbd.org) and the website of the Asset Manager (www.shanta-aml.com).
- b. Copy of the trust deed will be available for public inspection during business hours at the office of the Asset Manager of the Fund; the document may also be viewed on the website of Shanta Asset Management Ltd. One will be able to purchase a copy of the trust deed by paying the price as determined by the Asset Manager.

1.5 Conditions Under Section-2CC of the Securities and Exchange Ordinance, 1969

- a. The Fund shall not account for any upward revaluation of its assets creating reserve without clearance from the Bangladesh Securities and Exchange Commission;
- b. The Fund shall not be involved in option trading, short selling or carry forward transactions;
- c. A confirmation of Unit allocation shall be issued at the cost of the Fund at par value of BDT 10.00 (ten) each within 90 (ninety) days from the date of sale of such Units;
- d. Money receipt/acknowledgement slip issued at the time of sale of units will be treated as allotment letter, which shall not be redeemable/ transferable;
- e. The annual report of the Fund /or its abridged version will be published within 45 (forty-five) days of the closure of each accounting year of the Fund;
- f. 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;

- g. Half-yearly accounts/financial results of the Fund will be published in at least one English and one Bangla national daily newspapers within 30 (thirty) days from end of the period;
- h. Dividend shall be paid within 45 (forty-five) days of its declaration and a report shall be submitted to BSEC, Trustee and Custodian within 7 (seven) days of dividend distribution;
- i. Net Asset Value (NAV) of the Fund shall be calculated and disclosed publicly at least once a week;
- j. The scrip-wise detail portfolio statement consisting of capital market and other than capital market holdings of the fund will be disclosed in the website of the Asset Management Company on quarterly basis within 30 (thirty) days of each quarter-end;
- k. After initial public subscription, the sale and repurchase/surrender price of units will be determined by the Asset Management Company as per Rule. NAV at market price calculated on a date shall form the sale price of units by rounding up the amount and shall be effective up to next calculation of NAV of the Fund. Difference between sale and repurchase price shall primarily be BDT 0.30, which may be changed in future, but not be over 5% of the sale price of the unit. The Asset Manager may reduce the above difference for Systematic Investment Plan (SIP) or any other ground with the approval of the trustee;
- l. BSEC may appoint auditors for special audit/investigation on the affairs of the Fund, if it so desires;
- m. The Fund shall maintain separate bank account(s) to keep the sale proceeds of units and to meet up day-to-day transaction including payment against repurchase of units. All transactions of the account shall be made through banking channel and shall be properly documented;
- n. The prospectus/abridged version of the prospectus shall be published in one of the widely circulated Bengali national daily newspapers. Provided that information relating to publication of prospectus be published in two national daily newspapers (Bengali and English) and one online newspaper;
- o. If abridged version of the prospectus is published in the newspaper, complete prospectus shall be made available to the applicants;
- p. If the Asset manager fails to collect the minimum 40% of the initial target amount under বিধি ৪৮ of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, it will refund the subscription money within 30 days from the closure of subscription without any deduction. In case of failure, the Fund manager will refund the same with an interest at 18 percent per annum from its own account within the next month;
- q. On achievement of 40% of the initial target amount, the Fund is allowed to transfer the money from Escrow account to Operation account and to commence investment activities of the Fund with permission of the Trustee;
- r. The AMC should ensure compliance of বিধি ৪৬ of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১;
- s. The size of the Fund will be increased from time to time by the AMC subject to approval of the Trustee and with intimation to the Commission;
- t. Confirmation of Unit Allocation of the Sponsor's contribution amounting to BDT 30,000,000/- (Taka Three Crore) only shall be subject to a lock-in for a period of minimum three years from the date of formation of the Fund and after that period, entire holding may be transferred to any eligible institution who has the qualification to be a sponsor of a mutual fund with prior permission of BSEC;
- u. Initial target size of the Fund is BDT 30.00 (thirty) crore. A Confirmation of Unit Allocation amounting BDT 30,000,000/- (BDT three crore and 10% of the Fund) will be issued in favor of the Sponsor. The said confirmation letter shall be in the custody of the Trustee. No splitting of the unit off sponsor letter shall be made without prior approval of the Commission;
- v. Annual fee of the fund shall be submitted to the Commission on the fund size i.e. year-end Net Asset Value at market price of the fund on advance basis as per rule and may adjust the fee in the next year, if necessary.
- w. Subscription period of the Fund will be 45 (forty five) days, which will be started on November 04, 2018 and be ended on December 18, 2018 as per বিধি ৪৭ of সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১;

Please ensure that the following are adhered to:

- a. As per provisions contained in the the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, regarding limitation of time on closure of subscription, the initial public subscription will remain open for 45 (forty-five) days or for a period up to achievement of the initial target amount, whichever is earlier;
- b. The paper cutting of the published prospectus and all other published documents/notices regarding the Unit Fund shall be submitted to the Commission within 24 hours of publication thereof;

- c. The Asset Management Company shall submit 10 (ten) copies of printed prospectus to the Commission for official record;
- d. The Asset Management Company shall ensure in writing to the Commission that the prospectus/abridged version is published correctly and is a verbatim copy of the prospectus/abridged version vetted by the Commission;
- e. The expiry date of the Sponsor's locked in portion shall be specifically mentioned on the body of the jumbo cofirmation of unit allocation;
- f. The AMC shall apply the spot buying rate (TT clean) of Sonali Bank Ltd prevalent on the date of opening of subscription for conversion of foreign currencies;
- g. The AMC shall submit to the Commission a diskette containing the vetted prospectus and its abridged version;
- h. All conditions imposed under Section 2CC of the Securities and Exchange Ordinance, 1969 must be complied with and be incorporated in the body of the Prospectus and in its abridged version;
- i. After due approval by the Trustee regarding issue and formation expenses, the AMC shall submit in details along with supporting documents to the Commission regarding issue and formation expenses within 15 days of operation of the Fund. The Auditor of the fund shall also put opinion about the above expenses in the initial financial statements of the fund;
- j. The Investment Policy and Guideline and information on constituents of Investment Committee of the Fund approved by the Board shall be submitted to the Commission within 30 (Thirty) days from the received of the Consent Letter. The Investment Policy and Guideline shall include among other issues, the investment delegation power of the Chief Executive Officer and the Committee separately and also the meeting resolution presentation process;
- k. After due approval of the Trustee, the asset manager shall submit the systematic investment plan (SIP) brochure to the Commission complying the Rules within 30 (thirty) days of issuance of consent letter.

1.6 General Information

- a. This Prospectus has been prepared by Shanta Asset Management Limited based on the Trust Deed executed between the Trustee and the Sponsor of the Fund, which is approved by the Commission and available publicly. The information contained herein is true and correct in all material aspects and that there are no other material facts, the Commission of which, would make any statement herein misleading.
- b. 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 SAML.
- c. 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.

1.7 Sale and Re-purchase of Units

Sale and Repurchase of Units of Shanta Amanah Shariah Fund shall commence at the counter of Shanta Asset Management Limited and designated Selling Agents' Branch Offices at the opening of business hours on November 04, 2018 and shall continue until winding up of the Fund except book closer period as per Rules.

SAML will maintain two separate BO Accounts with Investment Corporation of Bangladesh (ICB), Custodian of Shanta Amanah Shariah Fund for creation and redemption of units namely "Shanta Amanah Shariah Fund - Sale of units" and "Shanta Amanah Shariah Fund – Repurchase of units".

For sale of units, SAML will issue an acknowledgement slip for the units sold and will request the Custodian of the Fund for setting up of demat request for the number of units sold. After the acceptance of demat setup by SAML from its terminal, units will be credited to the BO Account of "Shanta Amanah Shariah Fund - Sale of units". Then the Custodian of the Fund will transfer the units from "Shanta Amanah Shariah Fund - Sale of units" to the unit holders' BO Accounts as per instruction of SAML.

In the case of redemption / repurchase, the unit holder will transfer his / her / the Institutional holder's units to the "Shanta Amanah Shariah Fund – Repurchase of units". The Custodian will debit the units from the investor's BO Accounts and transfer it to the "Shanta Amanah Shariah Fund – Repurchase of units". Simultaneously, the payment will be made through A/C payee Cheque or funds will be transferred to investor's Bank Account as per the request of the client.

1.8 Systematic Investment Plan (SIP)

There will be a Systematic Investment Plan (SIP) for the investors when the Fund is formed. SIP is a smart and hassle-free mode for investing money in mutual funds. SIP allows an investor to invest a certain pre-determined amount at a regular interval (monthly/quarterly/semiannually/annually). SIP is a planned approach towards investments and helps to inculcate the habit of saving and building wealth for the future.

1.8.1 Investment Horizon

An investor can invest in the plan with an investment horizon of 2 years/3 years/5 years/10 years or any other period fixed by the AMC with due intimation to the Trustee with the choice of a pre-determined amount to investment at a regular interval (monthly/quarterly/semiannually/annually). At maturity, the investor may surrender or continue with existing/new plan.

1.8.2 Buy and Surrender in SIP Process:

An investor can invest through SIP either by auto debit system provided against investor's Bank Account or by providing monthly predetermined cheques via selling agents at a regular interval (monthly/quarterly/semiannually/annually). Investor must have a BO Account; he / she/ the institutional holder will get the SIP units in his / her/ the institutional holder's BO Account and may get a discount from ongoing Weekly "Investor's Buy Price" of the mutual fund.

It is advisable to continue SIP investments with a long-term perspective, there is no compulsion. Investors can discontinue the plan at any time. If an investor wants to terminate the SIP before the defined period, an exit fee of 1% from the "Investor's sale / surrender price" may be applicable on total accumulated invested amount on the date of cancellation of the scheme. After maturity of SIP, the investor can easily surrender his / her/ the institutional holder's total units through the AMC or the Selling Agents.

1.8.3 Benefits may be offered for Investors such as:

SIP encourages a disciplined investment; while invested through SIP, investor commits himself / herself to save regularly. Different benefits may be offered as follows:

- a. Flexibility: Investor can start SIP with a very small amount that is BDT 1,000/2,000/3,000/4,000/5,000 or multiple of BDT 500 / 1000. One can also increase/ decrease the amount being to be invested in regular fashion.
- b. Flexible SIP Tenor: The SIP will be offered for at least 2 years or any other higher period set by the AMC. However, investor can set SIP scheme for 3 years / 5 years / 7 years / 10 years or any other period fixed by the AMC. After this period, the individual scheme will be matured and may surrender or continue after maturity. If surrendered, no fees /charges may be charged on surrender and may also offer highest premium over the declared surrendered price at that time.
- c. No Minimum lot size: There will be no minimum lot size under the SIP as like normal investors. Based on "Investor's Buy Price" per unit available for SIP investors, units will be credited to investor's BO account. However, any fraction amount remaining will be converted when it sums up to one unit. The fractional amount will be kept as liability of the fund in a separate account head.
- d. Buy at discount and Surrender at premium: SIP investor may buy units at a discount from Weekly "Investor's Buy Price" offered to the normal investors. In addition to that, SIP investor may surrender at a premium of repurchase price offered to normal unit holders at maturity as per SIP brochure.
- e. CIP option for the SIP investors: SIP investors can choose either option of cash dividend or cumulative investment plan (CIP). If a SIP investor chooses CIP (i.e. Dividend reinvestment process) instead of cash dividend, they may also enjoy CIP units at a discount, as fixed by the AMC, of prevailing "Investor's Buy Price" used for CIP conversion. After CIP conversion, they will get dividend on total number of units in the next year.

Detailed of SIP Scheme, Scheme information will be provided in the Scheme Brochure in future.

1.9 Declarations

Declaration about the responsibility of the Sponsor

We, as the Sponsor of the SHANTA AMANAH SHARIAH FUND, accept full responsibility for the authenticity and accuracy of the information contained in this prospectus and other documents regarding the Fund. To the best of the knowledge and belief of the Sponsor, who has taken all reasonable care to ensure that all the conditions and requirements concerning this public offer and all information contained in this document, drawn up by virtue of the Trust Deed of the Fund by the entrusted Asset Management Company have been met and there is no other information or document, the omission of which may make any information or statements therein misleading.

The Sponsor also confirms that full and fair disclosures have been made in this prospectus to enable the investors to make a decision for investment.

Sd/-

Mohammad Emran Hasan

Chief Executive Officer

Shanta Asset Management Limited

Declaration about the responsibility of the Trustee

We, as Trustee of the Shanta Amanah Shariah Fund, accept the responsibility and confirm that we shall,

- i. be the guardian of the Fund, held in trust, for the benefit of the Unit holders in accordance with the Rules and the Trust Deed;
- ii. always act in the interest of the Unit holders;
- iii. 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;
- iv. make sure that there is no contradiction between the prospectus, trust deed and the **সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১;**
- v. make such disclosures 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; and
- vi. take such remedial steps as are necessary to rectify the situation where we have reason to believe that the conduct of business of the Fund is not in conformity with relevant rules.

Sd/-

Md. Taleb Hossain

Deputy General Manager

Trustee Division

Investment Corporation of Bangladesh (ICB)

Declaration about the responsibility of the Custodian

We, as Custodian of Shanta Amanah Shariah Fund accept the responsibility entrusted to us and confirm that we shall:

- i. keep all the securities (both listed and non-listed) of the Fund including MTDR in safe and separate custody as per the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and shall provide the highest security for the assets of the Fund;
- ii. preserve necessary documents and record so as to ascertain movement of assets of the Fund as per Rules;
- iii. act as custodian of the fund as mentioned above as per provisions of the custodian agreement executed with the asset management company and shall assume the duties and responsibilities as described in the trust deed of the mentioned fund and other constitutive documents;
- iv. abide by the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and conditions imposed by the Commission as regards of the fund; and
- v. act to our best for the benefit and sole interests of the unit-holders of the fund.

Sd/-

Md. Taleb Hossain

Deputy General Manager

Trustee Division

Investment Corporation of Bangladesh (ICB)

Declaration about the responsibility of the Asset Management Company

We, as the Asset Manager of Shanta Amanah Shariah Fund, accept the responsibility and confirm that:

This Prospectus has been prepared by us based on the Trust Deed, Investment Management Agreement, the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, ডিপজিটরি আইন, ১৯৯৯ and examination of other materials as relevant for adequate disclosure of the Fund's objective and investment strategies to the investors.

We also confirm that,

- i. the Prospectus forwarded to the Commission is in conformity with the documents, materials and papers related to the issue;
- ii. all the legal requirements of the issue have been duly complied with;
- iii. the disclosures made are true, fair and adequate to enable the investors to make a well-informed investment decision.

Investors should be aware that the value of investments in the mutual fund could be volatile and such no guarantee can be made about the returns from the investments that the Fund will make. Like any other equity investment, only investors who are willing to accept a moderate degree of risk, should invest in the mutual fund. Investors are requested to pay careful attention to the "Risk Factors" section of the Prospectus and to take proper cognizance of the risks associated with any investment in the mutual fund.

Sd/-

Mohammad Emran Hasan

Chief Executive Officer

Shanta Asset Management Limited

1.10 Due Diligence Certificates

Due Diligence Certificate by Sponsor চতুর্থ তফসিল-(১) এর (জ) [বিধি ৪৩ (৩) দ্রষ্টব্য]

The Honorable Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot# E-6/C, Agargaon, Sher-e-Bangla Nagar
Dhaka-1207.

Subject: Shanta Amanah Shariah Fund

We, the Sponsor of the above mentioned forthcoming mutual fund, state as follows:

1. We, as the Sponsor of the above-mentioned fund, have examined the prospectus and other documents and materials as relevant to our decision; and
2. We warrant that we shall comply with the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, Trust Deed of the Fund and the rules, orders, guidelines, directives, notifications and circulars that may be issued by Commission from time to time in this respect.

WE CONFIRM THAT:

- a) All information in the prospectus forwarded to the Commission is authentic and accurate;
- b) We as Sponsor of the Fund as mentioned above will act as per clause of the Trust Deed executed with the Trustee and shall assume the duties and responsibilities as described in the Trust Deed and other constitutive documents;
- c) We shall also abide by the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, and conditions imposed by the Commission as regards of the Fund; and
- d) We shall act to our best for the benefits and interests of the unit holders of the Fund.

For Sponsor

Sd/-

Mohammad Emran Hasan

Chief Executive Officer

Shanta Asset Management Limited

Due Diligence Certificate by Trustee
চতুর্থ তফসিল-(১) এর (জ) [বিধি ৪৩ (৩) দ্রষ্টব্য]

The Honorable Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot# E-6/C, Agargaon, Sher-e-Bangla Nagar
Dhaka-1207.

Subject: Shanta Amanah Shariah Fund

We, the Trustee of the above mentioned forthcoming mutual fund, state as follows:

1. We, while act as the Trustee of the above-mentioned fund on behalf of the investors, have examined the prospectus and other documents and materials as relevant to our decision; and
2. We warrant that we shall comply with the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, Dhaka Stock Exchange (Listing) Regulations, 2015 and Chittagong Stock Exchange (Listing) Regulations, 2015 (if the Fund is listed with the stock exchanges), Trust Deed of the Fund and the rules, orders, guidelines, directives, notifications and circulars that may be issued by Commission from time to time in this respect.

WE CONFIRM THAT:

- a) All information and documents as are relevant to the issue have been received and examined by us and the draft prospectus forwarded to the Commission have been approved by us;
- b) We have also collected and examined all other documents relating to the Fund;
- c) While examining the above documents, we find that all the requirements of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ have been complied with;
- d) We shall act as Trustee of the Fund as mentioned above as per provision of the Trust Deed executed with the Sponsor and shall assume the duties and responsibilities as described in the Trust Deed and other constitutive documents;
- e) We shall also abide by the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and conditions imposed by the Commission as regards of the Fund; and
- f) We shall act to our best for the benefits and sole interests of the unit holders of the Fund.

For Trustee

Sd/-

Md. Taleb Hossain

Deputy General Manager

Trustee Division

Investment Corporation of Bangladesh (ICB).

Due Diligence Certificate by Custodian
চতুর্থ তফসিল-(১) এর (জ) [বিধি ৪৩ (৩) দ্রষ্টব্য]

The Honorable Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot# E-6/C, Agargaon, Sher-e-Bangla Nagar
Dhaka-1207.

Subject: Shanta Amanah Shariah Fund

We, the under noted Custodian of the above mentioned forthcoming mutual fund, state as follows:

1. We, while acting as the Custodian of the above-mentioned fund on behalf of the investors, shall comply with the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, Depository Act, 1999, Depository Regulation, 2000, Depository (User) Regulation, 2003, Trust Deed of the Fund and the rules, orders, guidelines, directives, notifications and circulars that may be issued by Commission from time to time in this respect.

WE CONFIRM THAT:

- a) We will keep all the Securities (both listed and unlisted) and assets of Shanta Amanah Shariah Fund including MTDR in safe and separate custody as per বিধি ৪১ of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and will provide highest security for the assets of the Fund;
- b) We shall act as Custodian of the Fund as mentioned above as per provisions of the Custodian agreement executed with the asset management company and shall assume the duties and responsibilities as described in the Trust Deed of the mentioned Fund and other constitutive documents;
- c) We shall also abide by the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and conditions imposed by the Commission as regards of the Fund; and
- d) We shall act to our best for the benefits and sole interests of the unit holders of the Fund.

For Custodian

Sd/-

Md. Taleb Hossain

Deputy General Manager

Trustee Division

Investment Corporation of Bangladesh (ICB)

Due Diligence Certificate by Asset Manager
চতুর্থ তফসিল-(১) এর (জ) [বিধি ৪৩ (৩) দ্রষ্টব্য]

The Honorable Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot# E-6/C, Agargaon, Sher-e-Bangla Nagar
Dhaka-1207.

Subject: Shanta Amanah Shariah Fund.

We, the under noted Asset Manager of the above mentioned forthcoming mutual fund, state as follows:

1. We, while act as the Asset Manager of the above-mentioned Fund, declare and certify that the information provided in the prospectus, is complete and true in all respects;
2. We further certify that we shall inform Bangladesh Securities and Exchange Commission immediately of any change in the information of the Fund; and
3. We warrant that we shall comply with the Securities and Exchange Ordinance, 1969, the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015, Dhaka Stock Exchange (Listing) Regulations, 2015 and Chittagong Stock Exchange (Listing) Regulations, 2015 (if the Fund is listed with the stock exchanges), and the rules, orders, guidelines, directives, notifications and circulars that may be issued by Commission from time to time in this respect.

WE CONFIRM THAT:

- a) The prospectus forwarded to the Commission is in conformity with the documents, materials and papers relevant to the Fund;
- b) All the legal requirements connected with the said Fund have been duly complied with; and
- c) The disclosures made in the prospectus are true, fair and adequate to enable the investors to make a well-informed decision for investment in the proposed Fund.

For Asset Manager

Sd/-

Mohammad Emran Hasan

Chief Executive Officer

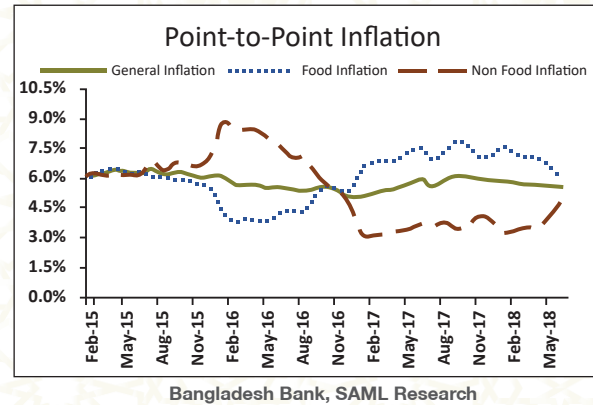
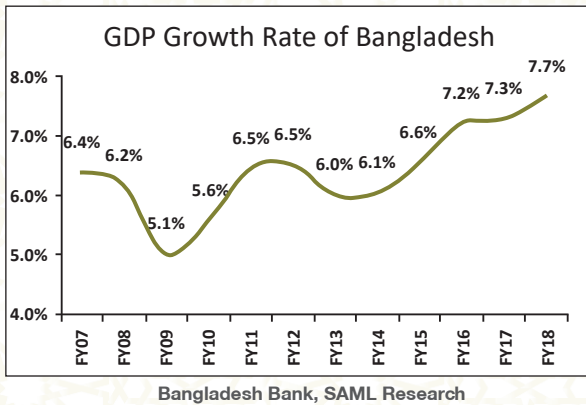
Shanta Asset Management Limited

CHAPTER 2: BACKGROUND

Once defined as a third world country, Bangladesh has been recently promoted to developing countries. Bangladesh now has the potential to become the world's 23rd largest economy by 2050, overtaking countries such as Netherlands, Australia, Spain, Thailand, and Malaysia according to a recent report published by PricewaterhouseCoopers (PwC). Bangladesh has been included in the "Next Eleven" (N-11) economies of the world by Goldman Sachs while SCB has included Bangladesh in '7% Club'. Growth at 7% means the economy doubles in a decade. Moreover, in FY 14-15 Bangladesh graduated from the category of lower income country to lower middle-income country. Bangladesh is also a unique nation among its peers from a geopolitical point of view.

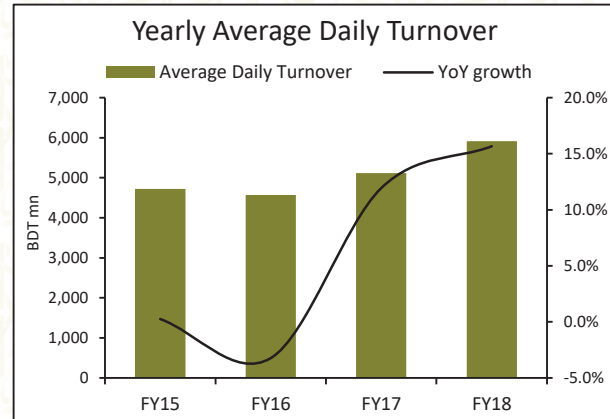
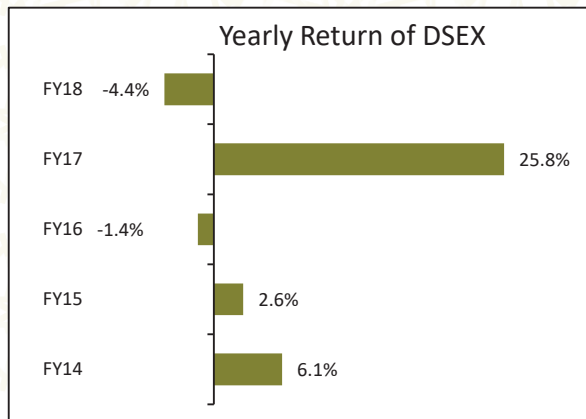
The geographic location makes Bangladesh exclusive from its peers. Bangladesh has land transports connectivity with India, Nepal, Bhutan, and Myanmar. On the other hand, the open south side meeting with the Bay of Bengal gives Bangladesh the advantage to navigate across the world. The connectivity with the flourishing nations of Asia including two emerging giants of the world: China and India is a distinct demographic characteristic to have. Thus, Bangladesh can build its future as a hub of regional connectivity and can attract huge investments in infrastructure and communications.

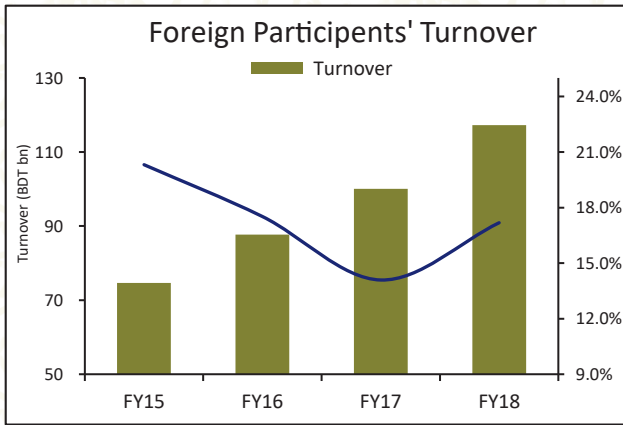
In the year FY17-18 economy of Bangladesh grew at 7.65%. According to central bank's projection the growth spell in FY18-19 is expected to reach at 7.8%. Bangladesh has a population of 163 million with a 1.3% growth rate. The growth of per capita income was above 11.0% per annum for the last four years. This stable income rise backed by salary hike to the public employee along with a below 6% inflation rate creates a vibrant consumer market in Bangladesh. More than 58% of the population of this country is in between 15-64 years. This growing number of people in the workforce relative to the number of dependents brought a boost in economic productivity. Moreover, the women participation in the workforce of Bangladesh is one of the highest among Bangladesh's peers.



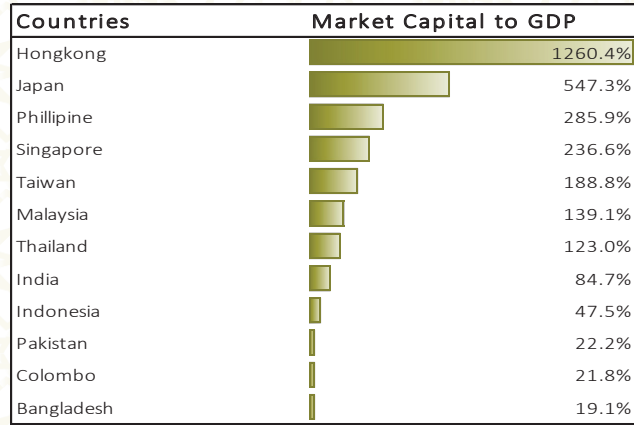
2.1 Capital Market

Capital market in Bangladesh has experienced several cycles in the last decade, showing both the bullish phase and bearish phase. Fueled by various positive macro-economic drivers, in FY17, DSEX, the broad index, entered into a long cherished bullish phase. The broad index gained 25.8% in FY17, the highest return in a single year since the inauguration of DSEX. In line with the market rally, average daily turnover (ADV) of the broad index soared 11.9%. But, in the very next year, the coin has been flipped owing to several conservative stances by regulatory bodies, particularly Bangladesh Bank (BB). As a result, the broad market shed 4.4% YoY in FY18. However, market participation has been continued to surge – ADV grew further by 15.7% in FY18, reflecting increased investors' confidence on the market.





Source: SAML Research, Newspapers



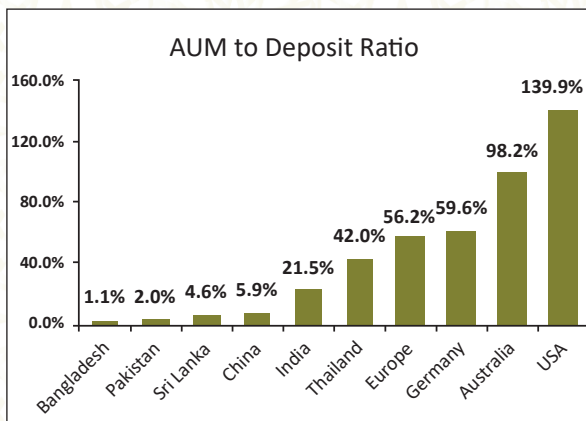
Source: DSE Monthly Review, SAML Research

Foreign Market Participant (FMP) have been increased their activities seamlessly over the last four years. Turnover from FMPs grew at a 4-year Cumulative Average Growth Rate (CAGR) of 17.3%. Foreign turnover in DSEX stood at BDT 117bn, which was only BDT 62bn in FY14. This hefty growth represents FMPs' growing interest in Bangladesh market.

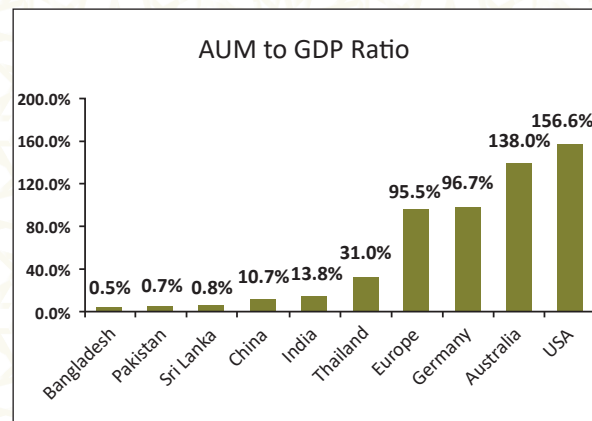
In Bangladesh, market capitalization to GDP ratio has been very tiny in comparison to peer countries and developed countries. Moreover, market capitalization to GDP ratio has been hovered in between 15.0% - 20.0% whereas the market capitalization to GDP ratio in Hong Kong, Singapore, India, Sri Lanka, and Pakistan are 1159.0%, 245.9%, 86.7%, 23.8%, and 36.0% respectively. We believe that the broad market growth will align with the strong economic growth and other peer countries, resulting in a steady market in the long horizon.

2.2 Mutual Fund Industry of Bangladesh

The Bangladesh mutual fund industry is still in an early stage of development. In recent years the number of asset managers has substantially increased. Currently there are 36 registered Asset Management Companies who are managing 77 mutual funds. Among them there are 40 open-end mutual funds and 37 close-end funds available with Asset Under Management (AUM) totaling to approximately BDT 120bn. Nonetheless, the AUM to Deposit ratio and AUM to GDP ratio in Bangladesh is around 1.1% and 0.5% respectively in contrast to neighboring countries who have been able to maintain AUM to Deposit ratio and AUM to GDP ratio well above 30.0% Bangladesh that we can see in the graph below. In developed countries, most of the retail and institution investors prefer mutual fund to invest in Capital Market due to the advantage of portfolio diversification, professional management at low cost, tax incentives, operational transparency and robust and effective regulatory framework.



*Note: Ratios are calculated based on 2017-year end data.
Source: SAML Research



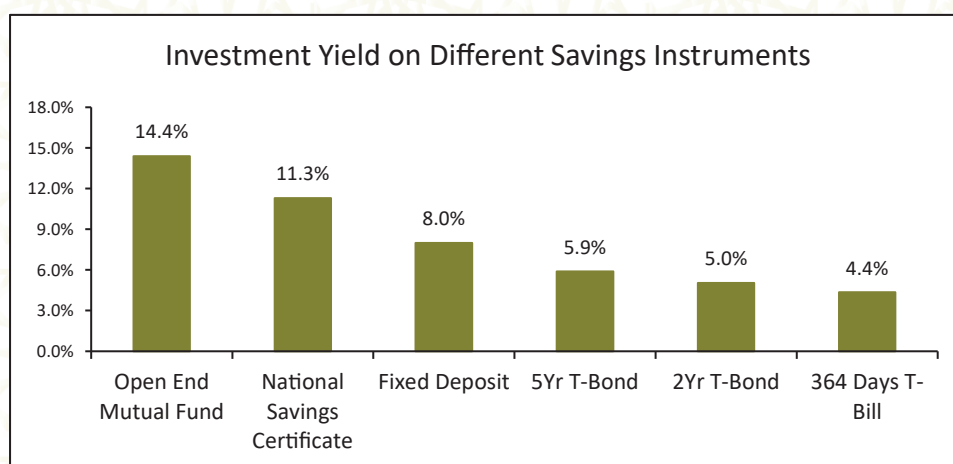
*Note: Ratios are calculated based on 2017-year end data.
Source: SAML Research

In Bangladesh Mutual funds have not yet been able to gain a significant share of investors' wallet mainly due to lack of financial awareness among a major portion of the population while some investors continue to view mutual funds as trading tools as opposed to long-term savings tools. However, historically mutual funds have revolutionized the global investing industry by bringing capital markets to the masses in a relatively cheap and easy manner. So as our economy matures and investors gain financial awareness we expect sharp rise in demand for mutual funds. Moreover, favorable demographics, rising income levels and a burgeoning affluent middle class will provide a strong customer base for the mutual fund sector.

In recent times, popularity of Open End funds has increased. Till 2014, there were thirty-three (except conversion of ten Close End Mutual Fund to Open End Fund) Close End Mutual Funds and only eight Open End Mutual Funds. But currently the number of Open End Mutual Funds stands at forty whereas the number of Close End Funds stands at only thirty-seven. This is mainly due to some attractive benefits of Open End Funds including,

- No market trading risk for Open End Funds.
- No risk of trading at deep discount to Net Asset Value (NAV) like Close End Funds.
- No lock in period for investors. Investors can easily withdraw the partial or full investment at any time at NAV of the fund of that time.

The population of Bangladesh is predominantly young with median age of 26.7 years. Financial awareness is changing the retail investment trend from safe, low yielding assets such as fixed deposits, gold and real estate to a more balanced portfolio consisting of a good mix of investments. Currently Open-End fund managers are offering different style-based fund to meet up the different financial needs of the investors fund such as growth fund, Income fund, Shariah funds etc.



*Note: Open End Mutual Funds yield is calculated based on average total return in 2017
Source: SAML Research

In 2017, Open End Mutual Funds have provided the best return among all saving instruments in Bangladesh. The relative attractiveness of the Open End Mutual Funds compared to other products can make Open End fund the best saving investment vehicles for the people of Bangladesh.

2.3 Preamble to Formation of Shanta Amanah Shariah Fund

A mutual fund is a trust that pools savings of a number of investors who share common financial goals. The money collected from investors then invested in the capital market instruments mainly to generate return. The income from cash dividend and realization of capital appreciation is shared to the unit holder in proportion to the invested amount to the fund. As a result, mutual fund is very suitable instrument for general people, particularly in a country like Bangladesh where major portion of the population lack sufficient knowledge related to investment management strategies.

In addition to that, despite having large Muslim based population, Bangladesh becomes laggard in terms shariah-based economy. Hence, the demand for shariah-based investment vehicles have been wide spread these days. This phenomenon is already echoed in our banking system. Out of 57 scheduled banks, 10 banks are recognized as full-fledged Islamic banks, accounting for more than 20.0% of total deposit. In addition to that, Islami Bank Bangladesh Limited (IBBL) stands as the largest private commercial banks (PCBs) with the highest deposit base, holding ~8.0% of the total country deposit. However, shariah-compliant investment vehicles are rare in kind in our country.

Mutual funds – the alternative investment vehicles for long term investors – are yet to cater appropriate shariah focused investors' demand. In our country, AUM of Shariah-compliant mutual funds represents around 6.0%-8.0% of total AUM, reflecting a mismatch between investors' demand and supply. All these factors demonstrate an enormous scope for shariah-compliant mutual funds to soar.

SAML believes that Shanta Amanah Shariah Fund will help investors to materialize the growth potentials in return and avail the services of globally experienced professional and ethical fund managers and allow them to minimize risk with an above average market return.

2.4 Advantages of Investing in Shanta Amanah Shariah Fund

Shanta Amanah Shariah Fund will be managed in manner that will ensure utmost benefit for the investors from their investment. Generally mutual funds are designed in such a way that reduces the risk of investment compared to direct investment in other securities like shares, debt instruments etc. In addition, investors will enjoy the following advantages from investing in “Shanta Amanah Shariah Fund”:

- i. **Halal Investment:** The Fund, being a Shariah compliant instrument will prohibit investing in businesses producing alcohol, tobacco, conventional financial services (banking, insurance, etc.), weapons and entertainment. The Fund will also strictly ban investing in interest-paying instruments (Riba) frequently used by mutual funds as temporary investments, thus ensuring compliance with Shariah Law. There will be a Shariah Supervisory Board composed of nationally and internationally renowned islamic scholars who will oversee the operating and investment activities of the Fund time to time.
- ii. **Diversification:** Mutual funds generally lower investment risk for small and retail investors through diversification of the portfolio into multiple sectors, companies, securities, and via investing in various asset classes. The asset manager through its professional judgment will attempt to maximize return for a given level of risk and always conduct a balance in the risk-return tradeoff.
- iii. **Access to Wider Market:** Mutual funds through its diversified pool of investments will provide small investors access to returns of the wider market, which will not be very costly for retail investors to achieve.
- iv. **Enhanced Liquidity:** Greater participation of mutual funds will add to superior liquidity to the overall market and, since most mutual funds are long term investment vehicles, this will create price stability and better price discovery and reduce short term volatility in market.
- v. **A blend of both fundamental and technical analysis:** The Fund's performance will benefit from the Shanta Asset Management Limited proprietary investment process and research tools for both fundamental and technical analysis; AMC has a highly skilled in-house research team who are experienced investment professionals dedicated to analyzing in depth the Bangladesh stock market, its scrip and the impact of the broader macro factors that impact the markets.
- vi. **Saving Transaction Cost:** The investors will be able to save significantly in transaction costs as he/she will have access to a large number of securities by purchasing a single unit of the mutual fund.
- vii. **Attractive Dividend:** The Fund will offer minimum 70% of annual realized profit as cash dividend. However, investors will have the discretion of choosing between cashing out the dividend and reinvesting the dividend through purchasing new units.
- viii. **Income Tax Exemption:** Income will be tax free up to a certain level, as permitted under the Finance Act. Investment in the Fund would qualify for investment tax credit under section 44(2) of the Income Tax Ordinance 1984.
- ix. **Increased IPO and EI Quota:** In Bangladesh, mutual funds enjoy a 10% (ten percent) reserved quota for all Initial Public Offerings (IPOs). IPOs in Bangladesh have historically performed very well relative to the market index and have positively contributed to mutual fund performance. Mutual funds are recognized as Eligible Investor (EI) having a quota to participate in the Price Discovery Process in the Book Building Method also.
- x. **Cumulative Investment Plan (CIP):** Shanta Amanah Shariah Fund offers the investors to choose either to receive dividend or to allow the Fund Manager to reinvest their dividend in the market. This flexibility allows investors to choose a plan according to their preference. While liquidating their units, the unit holders can surrender their units to enable the investors to enjoy liquidity of their investment as well as to realize appreciation available as a result improving the NAV of the Fund.

2.5 Tax benefits for investing in Shanta Amanah Shariah Fund

The investment tax benefits of the Fund would always comply with country's Finance Act and Government tax policies. However, currently the following benefits are available:

- **Tax Advantage on Income:**

Income from a mutual fund or a unit fund up to BDT 25,000.00 (Twenty-Five Thousand Taka only) is exempted from tax as per clause 22A of 6th Schedule (Part A) under Income Tax Ordinance, 1984.

- **Investment Tax Credit:**

According to the Section 44(2)(c) under Income Tax Ordinance, 1984, the amount of allowable investment is actual investment or 25% of total taxable income or BDT 1,50,00,000.00 (Taka One crore & Fifty Lac only), whichever is lower.

According to the Section 44(2)(b) under Income Tax Ordinance, 1984, the tax rebate rate is from 15% to 10% as per following schedule:

Total Income	Rate of Tax Rebate
Up to BDT 10,00,000	a) 15% of eligible amount
From BDT 10,00,001 to BDT 30,00,000	a) BDT 2,50,000 of eligible amount at the rate of 15%. b) Remaining of the eligible amount at 12%
Above BDT 30,00,000	a) BDT 2,50,000 of eligible amount at the rate of 15% b) Next BDT 5,00,000 of eligible amount at the rate of 12%. c) Remaining of the eligible amount at the rate of 10%

Example:

An individual's total taxable income is BDT 36,00,000.00 (Taka Thirty-Six Lac only) in a year and actual investment is BDT 15,00,000.00 (Taka Fifteen Lac only). His/Her eligible investment for tax rebate will be the lowest amount of the following figures:

i.	Actual Investment	BDT 15,00,000.00
ii.	25% of total taxable income:	BDT 9,00,000.00 (25% x BDT 36,00,000.00)
iii.	Maximum eligible investment:	BDT 1,50,00,000.00

Considering the above three figures, the eligible investment will be BDT 9,00,000.00 (Taka Nine Lac only). As his total taxable income is above BDT 30,00,000.00, so the total tax rebate for the individual will be calculated as follows:

a) 1 st BDT 2,50,000 of eligible amount at the rate of 15%	= BDT 37,500.00 (15% x BDT 2,50,000.00)
b) Next BDT 5,00,000 of eligible amount at the rate of 12%	= BDT 60,000.00 (12% x BDT 5,00,000.00)
c) Remaining of eligible amount i.e. next BDT 1,50,000 at the rate of 10%	= BDT 15,000 (10% x BDT 1,50,000.00)
Total Tax Rebate	BDT 1,12,500.00

The investor can reduce tax liability of BDT 1,12,500.00 (Taka One Lac Twelve Thousand & Five Hundred only) by investing in this Fund.

This is a simple illustration. The amount can vary and will depend on individual circumstances. Also, please note that the tax rebates may change as per Government's decision in any year. Investors are advised to consult with tax advisor, if required.

Chapter 3 Shanta Amanah Shariah Fund

3.1 Establishment of The Fund

'Shanta Amanah Shariah Fund' is a trust property established through a deed of trust entered into between Shanta Asset Management Ltd and Investment Corporation of Bangladesh (ICB) on June 11, 2018 under the Trust Act, 1882, and registered under the Registration Act, 1908. The BSEC has registered the Trust as a Mutual Fund on July 10, 2018 under the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১. The BSEC has also provided consent on October 22, 2018 to raise subscription from the general investors through public offer.

3.2 Tenure and Size of The Fund

The Fund will be an open-end mutual fund with a perpetual life. Institutional, local & foreign individual, resident & non-resident investors are eligible to invest in this Fund. The initial target size of the Fund will be BDT 300,000,000 (Taka Thirty Crore) only divided into 30,000,000 (Three Crore) Units of BDT 10 (Taka Ten) each. Size of the Fund will be increased from time to time by the Asset Manager subject to approval of the Trustee and with due intimation to the BSEC.

3.3 Face Value and Denomination

The face value of each unit of the Fund will be BDT 10 (Taka Ten). Initially, unit holders of the Fund shall be issued with a Confirmation of Unit Allocation Letter by the Asset Manager at the cost of the Fund in any denomination but not less than 500 (Five Hundred) units for individuals and 5,000 (Five Thousand) units for institutions.

3.4 Investment Objectives

The objective of Shanta Amanah Shariah Fund is to earn superior risk adjusted return by maintaining a diversified Shariah compliant investment portfolio and provide attractive dividend payments to the unit-holders. The Fund may also invest in other Shariah Compliant instruments as and when they are available for investment Including but not limited to Term Certificates, Mudaraba Certificates, Musharaka Term Finance Certificates and all other asset backed securities and in other instruments that may be allowed by the rules with consultation with the Trustee and the Fund's Shariah Supervisory Board from time to time. The Trustee may appoint one or more Shariah Advisors as and when needed based upon the requirement of the Fund.

Although no universal consensus exists among contemporary Shariah scholars on the prohibition of companies, most Shariah Boards have advised against investment in companies involved in the activities of conventional Banks, Insurance and Leasing Companies, Alcohol, Pork related products, Tobacco, Weapons and Defense, Casinos/Gambling, Hotels, Cinema, Pornography, Music etc. as such Shanta Amanah Shariah Fund shall not invest in such companies.

3.5 Investment Policies

The details of the investment policies are as follows:

Investment Guideline	The Fund shall invest subject to the বিধিমালা and only in those securities, deposits and investments approved by Bangladesh Securities and Exchange Commission and/or the Bangladesh Bank and/or the Insurance Development and Regulatory Authority Bangladesh (IDRA) of Bangladesh or any other competent authority authorized in this regard.
	The Asset Manager of the Fund shall appoint a Shariah Supervisory Board including one ex-officio member responsible for monitoring the investments activities of the Fund.
	The Fund shall only invest in shares and securities that is permissible by the Shariah Law.
Investment Exposure & Liquidity	The Fund shall not invest more than 10% of its total assets in any one particular company.
	The Fund shall not invest in more than 15% of any company's total paid-up capital.
	The Fund shall not invest more than 20% in shares, debentures, or other securities of a single company or group.
	The Fund shall not invest more than 25% of its total assets in shares, debentures or other securities in any one industry.
	Not less than 60% of the total asset of the Scheme of the Fund shall be invested in capital market instruments, and out of which at least 50% will be invested in listed securities, or to the extent as determined by the Commission from time to time.
Investment Decision	Only the Asset Management Company will make the investment decisions and place orders for securities to be purchased or sold by the Fund; Sponsors, Pre-IPO placement holders or other category of Investors may not attempt to influence the investment decisions of the Fund Manager nor seek information regarding fund composition except as publicly disclosed.
Screening of Acceptable Companies	The total debt of the investee company is less than 33% of the trailing 12 months' average market capitalization of the company.
	The sum of cash and interest-bearing securities of the investee company is less than 33% of the trailing 12 months' average market capitalization of the company.
	The Accounts Receivable is less than 49% of the Total Assets of the company.
	In certain cases, revenues from Non-Permissible Income other than Interest Income is less than 5% of the Total Revenue.

The investment objective of the Fund may be reviewed and changed by the Trustee and the AMC. However, unitholders would be notified of any material change in the Fund's objective.

3.6 Transaction Policies

The details of the transaction policies are as follows:

- a) The AMC will make the investment decisions and place orders for securities to be purchased or sold by the Fund.
- b) The AMC will choose prime corporate broker(s) for the purchase and sale of securities for the Fund's portfolio.
- c) The primary objective of the AMC in choosing broker(s) will be to obtain the most favorable net results taking into account such factors as price, commission, execution and the degree of skill required of the broker(s). The capability and financial condition, integrity and reputation of the broker(s) shall also be a criterion for the choice of that particular broker.
- d) AMC can transact in securities of the portfolio of the Fund for any amount through any number of brokers other than the prime brokers, if the AMC deems prudent, considering the prevailing market environment.
- e) The AMC shall get the securities purchased and transferred in the name of the Fund, where investments are intended to be of long-term nature.

3.7 Investment Restrictions

The following restrictions are fundamental policies of the Fund that may not be changed without approval of majority of the Fund's outstanding voting securities or through any act of Bangladesh Securities and Exchange Commission. These are also and should remain in compliance with Section-56 and Schedule-V of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১ and any amendment thereto from time to time. If a percentage restriction on investment or use of assets set forth below is adhered to at the time a transaction is affected, later changes of holding value due to changes in market price movement or accrued gain in value over time will not constitute a breach of the restrictions.

- a) The Fund shall not invest in any shares and securities that is not Shariah Compliant.
- b) The Fund shall not invest in conventional Banks, Insurance and Leasing Companies, Alcohol, Pork related products, Tobacco, Weapons and Defense, Casinos/Gambling, Hotels, Cinema, Pornography, Music etc.
- c) The Fund shall not invest in or lend to another Fund under the same Asset Management Company.
- d) 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.
- e) 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 সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১.
- f) All money collected under the Fund except for the part of fixed income and hedging instruments shall be invested only in encashable/transferable instruments, securities whether in money market or capital market or privately placed Pre-IPO equity or any other shariah compliant instruments permitted by the BSCE or Mutual Fund Rules.
- g) The Fund shall not involve itself in option trading or short selling or carry forward transaction.
- h) The Fund shall not buy its own unit.
- i) The Fund shall not take any loan.

3.8 Shariah Screening Policies and Guidelines

The Fund shall invest in both listed and non-listed Shariah Compliant Securities. However, while investing in securities both listed and non-listed the following criteria are to be observed:

3.8.1 Primary Selection of Companies/Business based Screening

Basic business of the company should be in consistence with the Shariah Law. Although no universal consensus exists among contemporary Shariah Scholars on the prohibition of companies, most Shariah Boards have advised against investment in companies involved in the activities of:

- a. Advertising and Media, with following exceptions
 - i. News Channels
 - ii. Newspapers
 - iii. Sports Channels
- b. Financials, except
 - i. Islamic Banks
 - ii. Islamic Financial Institutes
 - iii. Islamic Insurance Companies
- c. Alcohol
- d. Cloning
- e. Pork
- f. Tobacco
- g. Gambling and Betting
- h. Pornography
- i. Trading of Gold and Silver as Cash on deferred basis

The Fund may also invest in other Shariah Compliant instruments as and when they are available for investments, specifically;

- a. In Participation Term Certificates, Mudaraba Term Certificates, Musharaka and Murabaha deposits and all other asset backed securities.
- b. In contracts, securities or instruments of companies, organizations and establishments issued on the principles of Bai'Mu'ajjal, Bai' Salam, Istisna'a, Mudaraba, Bai-Murabaha and Musharaka.
- c. In the form of Riba-free cash deposits (Mudaraba) with Islamic Banks or financial institutions with the object of maintaining sufficient liquidity to meet the day-to- day requirement and to take advantage of suitable investment opportunities as and when they arise.

In other instruments that may be allowed by the বিধিমালা and confirmed as Shariah Compliant by the Shariah Advisory Board of the Fund from time to time.

3.9 Limitation of Expenses

- i. All expenses should be clearly identified and appropriated to the Fund.
- ii. The Asset Management Company shall charge the Fund with Formation and Investment Management Fees, which are fully disclosed in the prospectus of the Fund or provided for in the বিধিমালা.
- iii. Asset Management Company may amortize the initial issue costs of the Fund over a period of 7 (seven) years on a straight-line method or as determined by the Commission from time to time provided that the initial issue expenses in respect of the Fund shall not exceed 5 (five) percent of the collected amount of the Fund raised under the Scheme.
- iv. Asset Management Company shall charge Management Fees to the Fund as per the provisions of বিধিমালা, and the directives of Commission from time to time.
- v. In addition to the fees mentioned here-in-above, the Asset Management Company shall charge the Fund with the following recurring expenses, namely :-
 - a. recurring expenses including :-
 - i) Marketing and selling expenses including commissions of the agents, if any
 - ii) Brokerage, transfer, collection and transaction costs
 - iii) Cost of registrar services for transfer of securities sold or redeemed
 - iv) Trusteeship Fees
 - v) Custodian Fees
 - vi) Dematerialization fees and others
 - vii) Re-registration fees, if any
 - viii) Expenses incurred by the Asset Management Company or the Trustee for the interest and benefit of the unit holders, including unitholders' meeting expenses, if any.
 - ix) Listing Fees and other fees and expenses
 - x) Other expenses applicable to the Mutual Fund.

The expenses referred to here-in-above and any other fees payable or reimbursable to the Asset Management Company or the Trustee shall be charged to the Fund. However, total expenses of the Fund shall not exceed 4% of the weekly average net assets outstanding during any accounting year.

3.10 Valuation Policy

As per section 58 of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, the fund shall fix the valuation method for the Fund subject to the prior approval of the Commission. Through consenting on the prospectus, the BSEC has approved the method of valuation that the Fund has adopted to value investments. Details of the valuation policy are as under:

- a. For listed securities held in the portfolio of the Fund, the average quoted closing market price at the stock exchange(s) on the date of valuation shall be taken into account for calculation of Net Asset Value (NAV) of the Fund.
- b. For securitized debts, debentures, margin or Mudaraba Term Deposits, held in the portfolio of the Fund, the accrued profit on such instruments on the date of valuation shall be taken into account for calculating the Net Asset Value (NAV) of the Scheme of the Fund.
- c. The Fund shall fix the valuation method as specified in the **বিধিমালা**.
- d. The Fund shall follow the method for valuation of the non-listed investments, if any, as approved by the Commission, and the Asset Management Company and the Trustee shall review the non-listed investments, if any, at least quarterly and the auditors shall comment on such investments in the annual report of the Fund.
- e. 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.
- f. The valuation of the listed securities not traded within previous one month will be made with their reasonable value by the Asset Management Company, which shall not be more than the intrinsic value, and such valuation must be approved by the Trustee and commented upon by the Auditors in the Annual Report of the Fund.
- g. The Fund shall follow a general net formula approved by the Commission and prescribed in the **বিধিমালা** for computing the Net Asset Value (NAV) per unit of the Scheme at least on weekly basis or as directed by the Commission, and adequate disclosure shall be made as per the provision of the **বিধিমালা**.
- h. In the event any holding exceeds the limits laid down in the Offer Document or in the **বিধিমালা** for acquisition of bonus shares, subscription of right shares or through any disinvestments, the Asset Management Company shall make its best endeavors to bring the exposure within the prescribed limits within six months of the event but in any case, the Asset Management Company shall not invest further in such securities or sectors while the deviation continues.
- i. The Fund shall not borrow to finance its investments, as long as it is not permissible under the **বিধিমালা**.
- j. In case of deferred expenses, accrued expenses for the period will be taken into account for determining total liabilities.
- k. Following the valuation criteria as set forth above, the Fund will use the following net formula to derive NAV per unit:

$$NAV = V_A - L_T$$

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

VA= 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

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

3.11 Price Fixation Policy

After completion of initial subscription, the Fund will be made open to the investors for regular buy/sale of Units. The date of re-opening shall be declared by the asset manager upon approval of the Trustee and with due intimation to the BSEC. The sale and repurchase/surrender price of units will be determined by the Asset Management Company as per Rule. NAV at market price calculated on a date shall form the sale price of units by rounding up the amount and shall be effective up to next calculation of NAV of the Fund. Difference between sale and repurchase price shall primarily be BDT 0.30, which may be changed in future, but not be over 5% of the sale

price of the unit. The Asset Manager may reduce the above difference for Systematic Investment Plan (SIP) or any other ground with the approval of the trustee.

The unit holders may surrender their unit certificates during the business hour as specified by the Asset Management Company. The Fund shall be liable to repurchase the units at the surrender value determined by the Asset Management Company. Sale and repurchase of unit certificates by Asset Management Company shall remain closed for maximum one week immediate after completion of the financial year unless the Commission decides otherwise.

3.12 Sale and Repurchase Procedure

Sale and repurchase procedure is given below:

- a. The Units of Shanta Amanah Shariah Fund may be bought/surrendered through Shanta Asset Management Limited (SAML) and authorized selling agents appointed by the Asset Manager from time to time and any other procedure as prescribed by the Asset Manager.
- b. During initial subscription minimum purchase amount for individual investors is 500 (Five Hundred) Units and for institutional investors is 5,000 (Five Thousand) Units. The provision of minimum subscription for the individual or institution may change in the future upon due approval from the trustee.
- c. Application for purchase of Units should be accompanied by an account payee cheque/pay order/bank draft/electronic fund transfer/deposit receipt in favor of "Shanta Amanah Shariah Fund" for the total value of Units.
- d. After clearance/encashment of cheque/draft/pay order/receipt of the fund, the applicant will be issued with a Confirmation of Unit Allocation against every purchase of Units he/she/the institutional investor applies for. If BO A/C is provided during the registration, the units will also be delivered to the Unit holder's BO A/C in demat form.
- e. After receiving the surrender application form at the AMC's office, the client will be paid within 5 (five) working days through account payee cheque or funds will be transferred to investor's Bank Account as per the request of the client.
- f. Partial surrender (fraction of total units held under a Unit Allocation Confirmation) is allowed without any additional cost subject to minimum surrender quantity is 500 (Five Hundred) units for individuals and 5,000 (Five Thousand) units for institutions. Upon partial surrender, the Unit holder will be issued with a new Confirmation of Unit Allocation representing the balance of his / her / its unit holding.
- g. All payments/receipts in connection with or arising out of transactions in the Units shall be in Bangladeshi Taka.
- h. The redemption will be made on first come first serve basis. In the event the redemption requests on a particular day exceed 1% of the unit outstanding, the asset manager may defer, if required, the redemption request over 1% for a maximum period of 7 (seven) days. The Asset Manager shall proceed to sell adequate assets to pay the surrender money within the stipulated time in the best in trust of the unit holders.

3.13 Lock-in for Sponsor's Contribution

As per সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, confirmation of unit allocation of the sponsor's contribution shall be subject to a lock-in for a period of three years from the date of formation of the Fund and after that period, entire holding may be transferred, with approval of the BSEC, to any institution eligible to be a sponsor of a mutual fund.

3.14 Winding Up and Redemption Policy

Procedure of Winding Up and Redemption:

The policies pertaining to redemption are described below:

- a. If the total number of outstanding Units held by the Unit holders after repurchase at any point of time fall below 25 (Twenty-Five) percent of the actual Units issued, the Fund will be subject to wound up.
- b. The Fund may be wound up on the happening of any event, which, in the opinion of the Trustee, requires the Fund to be wound up, subject to approval from the Commission.
- c. The Fund will be wound up if the Commission so directs in the interest of the unit-holders.

- d. Where the Fund is to be wound up in pursuance to the above, the Trustee and the Asset Management Company shall separately but simultaneously give notice of the circumstances leading to the winding up of the Fund to the Commission and if winding up is approved by the Commission, the Trustee and Asset Management Company shall publish in two national daily newspapers including a Bangla newspaper having circulation all over Bangladesh or as per direction of the Commission from time to time.

Manner of Winding Up and Redemption

- a) The Trustee shall call a meeting within 30 (thirty) days from the notice date of the unit holders to consider and pass necessary resolutions by 3/4th (three-fourth) majority of the unit holders present and voting at the meeting for authorizing the Trustee to take steps for winding up of the Fund. If it fails to have three-fourth majority mandate, the Commission shall have the power to supersede the mandate, if situation demands such.
- b) The Trustee shall dispose off the assets of the Fund in the best interest of the unit holders, provided that the proceeds of sale made in pursuance of the Rules, shall in the first instance be utilized towards discharge of such liabilities as are properly due under the Fund and after making appropriate provision for meeting the expenses connected with such winding up, including fees & charges payable to the constituents and service providers, the balance shall be paid to the unit holders in proportion to their respective interest in the assets of the Fund as on the date when the decision for winding up was taken.
- c) Within 30 (thirty) days from 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 the Fund for winding up, net assets available for distribution to the unit holders and a certificate from the auditors of the Fund.

Effect of Winding Up and Redemption:

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 Fund
- b. Cease to create and cancel units of the Fund
- c. Cease to issue and redeem units of the Fund

3.15 Investment Management

Shanta Asset Management Limited shall conduct the day to day management of the Fund's investment portfolio as the Asset Management Company (AMC). Subject to the provisions laid down in the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, and the Trust Deed and the Investment Management Agreement, the AMC will have discretionary authority over the Fund's portfolio.

Investment Style

The manager will adopt both fundamental and quantitative investing approach for the Fund. As quantitative approaches have a few definite benefits like discipline, more predictable return, continuity in the case of portfolio manager change, risk management and control etc. The manager will adopt the approach especially in allocating assets. In picking up individual stocks, the manager will adopt fundamental approach as the manager thinks the approach to be more harmonious to the local market conditions. The manager will also adopt technical analysis, as far as practicable, for identifying trend reversals in the market and timing the investments accordingly.

The manager will strive to adequately and thoughtfully diversify the portfolio so that the Fund can achieve required returns, assuming below market-average risk. 'Active' investment method, which involves the buying and selling of securities based on economic, financial and market analyses and investment judgment, will be adopted by the Fund.

Borrowing Policy

The Fund is not permitted to borrow to finance investments or to advance any term loan or guarantee term loan for any purpose. However, if the BSEC withdraws or relaxes these restrictions, it may well opt for borrowing, if necessary, from any legal source at competitive rates.

Additional Measures to Improve Profitability

Investment in the Primary Market:

The Fund shall appropriately focus on primary market (IPOs and pre-IPOs of the issuer companies) especially on private placements. Accordingly, the AMC shall extend special efforts on efficient cash management and maintain effective network with the merchant banks to avail emerging opportunities.

Investment in unlisted securities:

The Fund shall explore opportunity to invest in high yielding unlisted securities. To this end, the AMC shall maintain contact for bankable referrals. Also, the AMC shall actively seek out prospective companies that are in need of capital.

3.16 Dividend Policy

- a. The accounting year of the Fund shall be January 01 to December 31 every calendar year or as determined or consented by the Commission.
- b. After the close of annual accounts, the Trustee, as appears appropriate and as recommended by the Asset Management Company, shall declare dividend for the beneficiaries.
- c. The Trustee may consider declaring dividends for any time period, if recommended by the Asset Management Company.
- d. Being an Income Fund in nature, the Fund shall distribute at least 70% (seventy percent), or as may be determined by the **बिधिमाला** from time to time, of the Annual Income² of the Fund as dividend, at the end of each accounting year.
- e. No dividend may be declared or paid other than from earnings or reserve of the Fund, available for distribution.
- f. Surpluses arising simply from valuation of investments shall not be available for dividend.
- g. A transfer of unit shall not pass the right to any dividend declared thereon before the registration of the transfer.
- h. There will be a Cumulative Investment Plan (CIP) scheme in this Fund. Under this Scheme a unit holder instead of receiving dividend may re-invest such dividend income accrued for purchasing Unit at a rate determined by Asset Manager of the Fund. The unit holders may change their dividend preference in future as per their need.

²Before deriving the annual distributable income and declaring dividend, the Fund shall provide for future depreciation on investments and appropriate provision for bad and doubtful investments to the satisfaction of the Auditors and shall also create a sufficient Dividend Equalization Reserve by appropriation from the income of the Fund.

Chapter 4: Risk Management

4.1 Risk Factors

Investing in the Shanta Amanah Shariah Fund (hereinafter the Fund) bears certain risks that investors should carefully consider before investing in the Fund. Investment in the capital market and in the Fund bears certain risks that are normally associated with making investments in securities including loss of principal amount invested. There can be no assurance that the Fund will achieve its investment objectives. The Fund value can be volatile and no guarantee can be given that investors will receive the amount originally invested. When investing in the Fund, investors should carefully consider the risk factors outlined below, which are not necessarily exhaustive or mutually exclusive:

- **General Risk:**

There is no assertion that the Fund will be able to meet its desired investment objectives. Investors could potentially incur losses, including loss of principal when investing in the Fund. Investment in the Fund is not guaranteed by any government agency, the Sponsor or the Asset Manager. Mutual funds and securities investments are subject to market risks and there can be no assurance or guarantee that the Fund's objectives will be achieved. As with any investment in securities, the Net Asset Value (NAV) of the Fund may go up or down depending on the various factors and forces affecting the capital market and money market of the country. Past performance of the Sponsors and their affiliates and the Asset Manager do not indicate the future performance of the Fund and may not necessarily provide a basis of comparison with other investments to this Fund. Investors should study this Offer Document carefully in its entirety before investing in it.

- **External Risk:**

Performance of the Fund is substantially dependent on the macroeconomic situation of Bangladesh, which can have effects on the capital market and money market of the country as well. Political and social instability may have an adverse effect on the value of the Fund's assets. Changes in government policy on tax rates, interest rates may also affect the return on investments of the Fund. Adverse effect of the economic crisis of the international community on the capital market of Bangladesh may hinder the performance of the Fund. Bangladesh has been prone to natural disaster and political instability over last few decades. Undesirable events such as these may impact the value and performance of the Fund too.

- **Market Risk:**

The capital market of Bangladesh is highly volatile where mutual fund prices and prices of other securities can fluctuate significantly. The Fund may lose its value or incur a sizable loss on its investments due to such market volatility. Stock market trends indicate that prices of majority of all the listed securities move in unpredictable direction, which may affect the value of the Fund. Furthermore, there is no guarantee that the market prices of the units of the Fund will fully reflect their underlying Net Asset Value.

- **Concentration Risk:**

Due to a limited number of Shariah complied securities listed in both DSE and CSE, it may be difficult to invest the Fund's assets in a widely diversified portfolio as and when required to do so. Due to existence of small number of Shariah Compliant securities in Bangladesh, it would be difficult for the Fund Manager to swap between asset classes, if and when required. Limited options of Shariah Compliant money market instruments would also narrow the opportunity of short term or temporary investments of the Fund, which may adversely impact the expected return.

- **Dividend Risk:**

Despite careful investment selection of securities in the Fund, if the companies/mutual funds fail to provide the expected dividend or fail to disburse the dividends declared in a timely manner, this will impact the income and the overall return of the Fund.

- **Underlying Liquidity Risk:**

For investing in Pre-Public Offer Placement securities i.e. in unlisted equity securities by the Fund, may involve liquidity risk. In addition, market conditions and investment allocation may have an impact on the ability to sell securities during periods of market volatility. Debt securities, while somewhat less liquid, lack a well-developed secondary market, which may restrict the selling ability of the Fund and may also lead to the Fund incurring losses till the security is finally sold. While securities that are listed on the stock exchange carry lower liquidity risk, the ability to sell these investments is limited by the overall trading volume on the stock exchanges and may lead to the Fund incurring losses till the security is finally sold.

- **Investment Strategy Risk:**

Since the Fund will be an actively managed investment portfolio; it is subject to management strategy risk.

Although the AMC will apply its diligent investment process and risk minimization techniques when making investment decisions for the Fund, there can be no guarantee that such process and techniques would produce the desired outcome.

- **Issuer Risk:**

In addition to market and price risk, value of an individual security can, in addition, be subject to factors unique or specific to the issuer, including but not limited to management malfeasance, lack of accounting transparency, management performance, management decision to take on financial leverage etc. Such risks can develop in an unpredictable fashion and can only be partially mitigated, and sometimes not at all, through research or due diligence. To the degree that the Fund is exposed to a security whose value declines due to issuer risk, the Fund's value may be impaired.

- **Redemption Risk:**

In the event of a very large number of repurchase requests, there may be delays in the delivery of the payment.

4.2 Risk Control Approaches

A top down and bottom up approach may adopt the following investment approaches and risk control measures, namely:

- a. Investments will be pursued in selected sectors based on the analysis of business cycles, regulatory reforms, competitive advantage, etc.
- b. Selective stock picking will be done from the selected sectors.
- c. Focus will be on the fundamentals of the business, the industry structure, the quality of management, sensitivity to economic factors, the financial strength of the company and key earnings drivers.
- d. In addition, a details study will be made on the macro-economic conditions, including the political, economic environment and factors affecting liquidity and interest rates.
- e. Risk will also be reduced through adequate diversification of the portfolio. Diversification will be achieved by spreading the investments over a range of industries/sectors.

4.3 Expected Performance of the Fund

- a. The Fund will continuously seek opportunity to invest in the undervalued stock to maximize the return in the longer horizon.
- b. It is expected that demand of the Fund's units will always rule over supply as the fund is predominantly subscribed by the Institutional Investors.
- c. Image of Shanta Asset Management Limited as Asset Manager and Sponsor and Investment Corporation of Bangladesh (ICB) as Trustee and Custodian may motivate investors to invest in this Fund.
- d. Successful launching and subsequent satisfactory performance of Open-End Mutual Fund managed by Shanta Asset Management Limited may attract the Investors to invest in this Fund.

4.4 Who Should Invest and How Much to Invest

- a. Individuals who wants to invest in shariah compliant capital market instruments
- b. Individuals who expect a relatively risk adjusted market average return and lack adequate investment knowledge and/or time regarding the capital market may apply for the units of the Fund.
- c. Individuals who are looking for long-term capital growth and regular dividend income and are comfortable with a level of risk associated with equity investments should consider investing in the Fund.
- d. An individual should also consider investing in the Fund if he/she can accept variability of returns, have a moderate to high tolerance for risk and is planning to invest in the Fund over the medium to long-term.
- e. Considering other factors like the investment opportunities available in the market, return expectation, income level and consumption pattern, one may put only a limited portion of his/her total portfolio into the Fund.

“THE MUTUAL FUND IS NOT GUARANTEEING OR ASSURING ANY RETURN”

Chapter 5: Formation, Management and Administration

5.1 Sponsor and Asset Manager of the Fund

Shanta Asset Management Ltd (SAML) is acting as the Sponsor and Asset Manager of Shanta Amanah Shariah Fund. Shanta Asset Management Limited (SAML) was incorporated in December 30, 2014 and received license from BSEC on November 26, 2015 with the aim of setting higher standards in investment management arena.

SAML engaged in among others, asset management business having required capabilities, resources, qualifications, experience and adequate skills in its concerned field of activities. The principal objective of the Company is to carry out the business of asset management, primarily, through launching and managing different types of mutual funds to cater the diverse needs of investors. SAML also offers customized solutions to the requirements of institutional investors for capital market investment. The goal of the Company is to become the country's top asset management company in terms of providing superior return to the unit holders /investors, product diversification and asset under management.

5.2 Trustee and 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) would act as the Trustee and Custodian of the Fund whereas Shanta Asset Management Limited (SAML) will act as the Fund Manager of the said Mutual Fund.

The Investment Corporation of Bangladesh (ICB) was established on October 01, 1976, under "The Investment Corporation of Bangladesh" Ordinance, 1976 (No. XL of 1976). The establishment of ICB was a major step in a series of measures undertaken by the government to accelerate the pace of industrialization and to develop a well-organized and vibrant capital market, particularly securities market in Bangladesh. ICB provides institutional support to meet the equity gap of the companies. In view of the national policy of accelerating the rate of savings and investment to foster self-reliant economy, ICB assumes an indispensable and pivotal role. Through the enactment of the Investment Corporation of Bangladesh (Amendment) Act, 2000 (No. 24 of 2000), reforms in operational strategies and business policies have been implemented by establishing and operating subsidiary companies under ICB. The main objectives of ICB are to encourage and broaden the base of investments, to develop the capital market, to mobilize savings, to promote and establish subsidiary companies for business expansion and to provide for matters ancillary thereto etc. Over the years, the activities of ICB have grown manifold, particularly in Merchant Banking, Mutual Funds operations and Lease Financing activities. ICB pioneered the Mutual Fund Industry in Bangladesh.

The Trustee shall constitute Committee with a minimum of two members, which shall be responsible for discharging the obligations of the Trustee and the first such Committee shall be constituted with the following members, namely:

1.	Deputy Managing Director, Investment Corporation of Bangladesh	Member
2.	General Manager (Admin), Investment Corporation of Bangladesh	Member
3.	General Manager (Trustee), Investment Corporation of Bangladesh	Member
4.	Deputy General Manager, Trustee Division, Investment Corporation of Bangladesh	Member
5.	Assistant General Manager, Trustee Department, Investment Corporation of Bangladesh	Member Secretary

5.3 Shariah Advisory Board

"Shariah Supervisory Board" means a body of Shariah experts who certifies the securities/ assets as Shariah compliant.

5.3.1 Role and Responsibility of Shariah Supervisory Board

- Advising the Asset Manager on matters relating to preparation of guidelines for selection/screening of acceptable Companies/Instruments as per Shariah Law;
- Recommending general investment guidelines consistent with the Shariah Law;
- Approving the Halal income, identifying/segregating doubtful income and recommending distribution of those income to the charitable or other institutions as per Shariah Principle;

- d. Issuing certificates to the effect that the investment has been made as per Shariah Law at the end of each accounting year;
- e. The decision given by the Shariah Advisory Committee on the matter relating to Shariah Law should be acceptable to the Trustee, Asset Manager, the Unit Holders and other related parties;
- f. Trustee will determine the remuneration of Shariah Advisory Board Members from time to time.

The first Shariah Supervisory Board will be constituted with the following members:

Name	Particulars
Moulana Kamaluddin Abdullah Jafree	Chairman at Islamic University Bangladesh
Muhammad Shamaun Ali	Member Secretary , Shariah Supervisory Board, First Security Islami Bank Ltd
Dr. Hasan Mohd. Moinuddin	Associate Professor, Asian University, Dhaka
Prof. Moulana ABM Masum Billah	Secretary General, Central Shariah Council For Islamic Insurance Of Bangladesh
Chief Executive Officer*	Shanta Asset Management Limited

*In absence of the Chief Executive Officer of Shanta Asset Management Limited, Head of Fund Operations or the Investment Officer of Shanta Asset Management Limited will attend the meeting of Shariah Supervisory Board.

5.3.2 Quorum, tenure and re-election of the Shariah Board

Three out of five members including the ex-officio member will form the quorum of the meeting of Shariah Supervisory Board. The ex-officio member will act as the member secretary of the Shariah Supervisory Board. The tenure of the members of the Shariah Supervisory Board, except the ex-officio member, is one year. The retiring members may be re-elected upon approval of the Trustee of the Fund. Upon retirement or any other vacancy in the Shariah Board of the existing member or any other vacancy in the Shariah Board, Trustee of the Fund will appoint new member in the Board.

5.4 Investment Management of the Fund

The core management of Shanta Asset Management Limited is constituted with experienced managers and the research and operations team is a blend of young and experienced business and finance graduates. SAML is committed to the investors to provide them with the services of an experienced fund manager who handles the investment decisions based on the performance and prospects available in the market to achieve the objectives of the Fund.

5.4.1 Investment Management Process

A top down and bottom up approach may be adopted with the following investment analysis and risk control measures:

a) Top Down Approach

- **Economic Analysis**
 - i. Analyze domestic and global Macroeconomic Indicators
 - ii. Forecast economic outlook of domestic and Global Economy
 - iii. Review Monetary & Fiscal Policies and analyze their implication on macroeconomic condition
- **Industry Analysis**
 - i. Identify the prospective industries aligned with positive economic outlook.
 - ii. Understand the business dynamics of the industry and identify the key driving forces
 - iii. Review the economic history of the industry in other countries with comparable economic status
- **Company Analysis**
 - i. Understand the business dynamics of the covered company
 - ii. Comprehensively understand the Financials of the covered company
 - iii. Interview top level officials of the targeted companies to have complete understanding on their future outlook and strategic vision
 - iv. Apply multiple equity valuation models and estimate the intrinsic price of the stock

b) Supplementary Analysis

The Capital Market of Bangladesh is in an emerging phase and is neither strongly efficient nor very weak at present. Thus, the importance of the following supplementary analysis is very high.

- **Technical Analysis**

- Analyze the stock price data to identify key arbitrage opportunities
- Distinguish stocks which are fundamentally strong and hold positive outlook with technical analysis with other stocks

- **Quantitative Analysis**

- Build Time Series Econometric model to forecast the future price movement dynamics

5.4.2 Portfolio Management Policy

- Optimum sector-wise allocation of fund is the key factor of portfolio Management process.
- Invest in sectors with positive outlook but comply the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১.
- Focus on the nature of the Fund and make decision, which is suitable for the total portfolio.
- Must consider the market impact for the Investment Decision. Both buying and selling decision must have a significant implication on the overall market dynamics.
- Market manipulation and utilizing nonpublic insider information is strictly forbidden.
- The ethical standard and level of confidentiality of the Investment Manager and its research team are very important for the investors of the Fund and for the integrity of the capital market.

5.4.3 Investment Committee (IC)

SAML has an Internal Investment Committee comprising of the Chief Executive Officer (CEO), Head of Fund Operations, Head of Fund Management and Head of Research Department who meet at periodic intervals. The Investment Committee (IC), at its meetings, reviews the performance of the portfolio and general market outlook and formulates broad investment strategy. The IC is responsible for ensuring that the investments are made as per the internal/regulatory guidelines, Fund's investment objectives and in the best interest for the unit holders of the Fund.

5.5 Brief Profiles of the Directors and the Key Personnel of the Company

Brief Profiles of the Directors and the Key Personnel of the Company are as under:

Mr. Saif Khondoker Chairman

Mr. Saif Khondoker completed his BBA with a specialization in Strategic Management from the University of Toronto and his MBA from the Rotman School of Management, University of Toronto. Under his leadership, Shanta strives to continuously enhance its operational efficiency, marketing strategies, brand image and implement state-of-the-art technologies. He has also spearheaded the formation of Shanta Home Systems - an authorized dealership of Control 4 automation products, offering the latest in-home automation and entertainment solutions.

Ms. Mayesha Khondoker Director

Ms. Mayesha Khondoker completed her Bachelor of Administrative Studies (BAS) with major in Marketing from York University. She has a natural instinct towards strategic marketing, technology, and forward thinking organizational theory. She has previously served as the Head of Corporate Branding and Market Communications where she established Apollo Dhaka, STS Life Care Centre and STS Pharmacy into the united and emotionally connected brands that they are known for today in Bangladesh. She has also envisioned the formulation of Shanta Multiverse and was able to secure the international franchise rights to Marble Slab Creamery and is in the process to open Flagship store in Dhaka City.

Mr. Mohammad Emran Hasan
Chief Executive Officer (CEO)

Mr. Mohammad Emran Hasan is the Chief Executive Officer of Shanta Asset Management Limited. He is also acting as the Chief Investment Officer (CIO) He is responsible for the overall management, operation and development of the company. He has been with SAML since August 2017. Prior to this, he served as the Managing Director & Chief Executive Officer of AT Capital Partners Asset Management Limited (ATCP AML). During his tenure, ATCP AML's managed Fund was one of the best performing funds in Bangladesh Mutual Fund industry. Mr. Emran has more than 12 years of experience in capital market strategy, fund management, mutual fund industry and risk management. He has also attended numerous training and seminar related to capital market and financial sector in Bangladesh and abroad. He was also panel speaker and trainer in many recognized events / training programs such as panel speaker in "Bangladesh Capital Market Expo" organized by Arthosuchak, guest lecturer in Fund Management related topic in Bangladesh Institute of Bank Management, trainer to retail investors and traders organized by Monash University Australia.

Before joining AT Capital, he worked as Production Engineer in Meghna Bangladesh Limited. Mr. Mohammad Emran Hasan holds an MBA Degree from the University of Dhaka (Business Faculty) and a Bachelor Degree in Mechanical Engineering from BUET.

Mr. Quazi Asaduzzaman
Head of Fund Operations

Mr. Quazi Asaduzzaman has joined Shanta Asset Management Ltd. as Head of Fund Operations in May 2016. He started his career in ICB Asset Management Company Ltd in 2008 and performed different responsibilities in ICB Asset Management Company Ltd including Portfolio Management, Securities Analysis and Issue Management. Mr. Quazi completed his Master of Business Administration (MBA) with major in Finance from the Institute of Business Administration (IBA) under the University of Dhaka.

Mr. H M Jahid Hassan
Deputy Fund Manager

Mr. H M Jahid Hassan is the Deputy Fund Manager of Shanta Asset Management Limited (SAML). Mr. Hassan is responsible for ensuring efficient fund management and comprehensive research. Before joining in SAML, Mr. Hassan worked as an Associate Portfolio Manager in Asian Tiger Capital Partners Asset Management Limited. Mr. Hassan started his career in UniCap Securities Limited as a Research Analyst. Mr. Hassan completed both his undergrad (BBA) and post graduate (MBA) from Department of Marketing, Faculty of Business Studies, University of Dhaka. In addition to that, Mr. Hassan has also completed Level 2 of CFA® program.

Mr. Salman Rahman
Deputy Fund Manager

Mr. Salman Rahman is the Deputy Fund Manager of Shanta Asset Management Limited. He is responsible for the fund management backed by buy side research of the company. Mr. Rahman has been with SAML since December 2017. Prior to joining here, he served as the Research Associate of Capital Market Research Department in LankaBangla Securities Limited. He has commendable analytical ability and passion for fund management with strong investment research issues. Mr. Rahman has completed MBA and BBA as major in Finance and Banking from Jahangirnagar University. In addition to that he has completed Level II of CFA® program.

5.6 Auditors of the Fund

Rahman Mostafa Alam & Co., Chartered Accountants, having office at Paramounts Heights (7th Floor-D2), 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000, Bangladesh shall be the first auditor of the Fund and the auditor shall be paid audit fee of BDT 25,000/- (Taka Twenty-Five Thousand only), plus VAT, if any, only for the first accounting period. Subsequent auditors shall be appointed by the Trustee of the Fund.

5.7 Fees and Expenses

The Scheme will pay the annual fees of the AMC, the Trustee and the Custodian together with any additional fees, commissions and expenses as may be required from time to time. The Scheme will bear its own costs and expenses incurred in connection with its formation, promotion, registration, CDBL fees, public offering, listing together with certain other costs and expenses incurred in its operation, including, without limitation, expenses for legal, reporting, auditing and consulting services, other professional fees and expenses, brokerage costs,

registration expenses, pre operating fees and expenses and other fees due to the BSEC. The Scheme will also bear all expenses of printing, postage, publications and stationery relating to its operation.

Major expenses of the Scheme are detailed as follows:

5.7.1 Issue and Formation Expenses

All efforts will be made so that the total issue and formation expenses do not exceed 5% of the collected amount of the Fund. The issue and formation expenses will be amortized within 7 (seven) years on a straight-line method. The major expenses constituting issue and formation expenses are estimated as under:

SI No.	Particulars	Total (BDT)	% of Fund (Initial target size)	Subtotal (BDT)	
1	Formation Fee Payable to AMC	3,000,000	1.00%		<ul style="list-style-type: none"> Formation fee to AMC on collected fund of approved size
2	Legal & Compliance Related Expenses	732,500	0.24%	10,000	<ul style="list-style-type: none"> Application Fee to BSEC
				600,000	<ul style="list-style-type: none"> BSEC Registration Fee (0.2% of initial fund size)
				45,000	<ul style="list-style-type: none"> CDBL Fee (Distribution of 3 crore units x BDT 10 x 0.00015)
				2,500	<ul style="list-style-type: none"> CDBL Documentation Fee
				75,000	<ul style="list-style-type: none"> Trust Deed Registration Fee
3	Printing and Publication	12,00,000	0.40%	700,000	<ul style="list-style-type: none"> Publication of abridged version of prospectus and IPO notification on daily newspaper
				300,000	<ul style="list-style-type: none"> Printing of Prospectus and Application Forms
				200,000	<ul style="list-style-type: none"> Other Publication and Printing
4	Other Expenses	625,000	0.21%	100,000	Post issue manager/data entry, data processing and other related job
				325,000	Road Show for the IPO
				200,000	Other miscellaneous expenses
Total		55,57,500	1.85%		

The above costs, made in best estimates, which may vary in actual

5.7.2 Management Fee

As per the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, a management fee to the Asset Management Company will be accrued and payable semi-annually on the following manner:

WEEKLY AVERAGE NAV	APPLICABLE FEE
Less than or equal to BDT 50,000,000	@2.50%
From BDT 50,000,001 Up to BDT 250,000,000	@2.00%
From BDT 250,000,001 up to BDT 500,000,000	@1.50%
Above BDT 500,000,000	@1.00%

5.7.3 Trustee Fee

The Fund shall pay an annual Trusteeship Fee of 0.15% of the Net Asset Value (NAV) of the Fund on semi-annual in advance basis, during the life of the Fund or as may be agreed upon from time to time between the parties.

5.7.4 Custodial Fee

The Fund shall pay to the Custodian a safe keeping fee @ 0.15 % of balance securities held by the Fund calculated on the basis of average month end value per annum. Any out of pocket expenses may be applicable to the Fund operation from time to time.

5.7.5 Brokerage Fee

The fund will pay to the stock broker commission of upto 0.30% of the total transaction including Howla, Laga, CDBL fees and any other associated costs, which may vary in future based on market practice.

5.7.6 Shariah Advisory Fee

The Shariah Advisory fee shall be determined by the Trustee from time to time.

5.7.7 CDBL Fee

The CDBL Annual Fee will be BDT 40,000.00 (Forty Thousand Taka only) & Annual Central Depository System (CDS) Connection Fee will be BDT 6,000.00. The fees may vary with change in the Fund size or as amended by the Commission from time to time.

5.7.8 Fund Registration and Annual Fee

The Fund has paid BDT 600,000 (Taka six lac) only to the Bangladesh Securities and Exchange Commission as registration fee. In addition, the Fund will have to pay at the rate of 0.10 percent of the Fund value or BDT 50,000 (Taka fifty thousand), whichever is higher, as annual fee in terms of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১.

5.7.9 Audit Fee

The Fund shall pay audit fee of BDT 25,000/- (Taka Twenty-Five Thousand only), plus VAT, if any, only for the first accounting period and the fees for subsequent years will be fixed by the Trustee.

5.7.10 Commission Payable to Selling Agent(s)

The Fund may pay commission to the authorized selling agent(s) to be appointed by the Asset Manager at the rate of 0.25% - 1.00% on the total sale amount of unit sales, accruable on collection basis and payable at the end of the quarter. The Selling Agent Commission will be applicable for sales of unit; not on surrender of units. If individuals are appointed as selling agents by the Asset Manager, the commission payable to them will vary and fixed as per সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১. The selling agent commission may change in future with prior approval from the Trustee.

5.7.11 Amortization of Issue and Formation Expenses

The initial issue expenses in respect of the Fund shall not exceed 5 (five) percent of the collected amount of the Fund raised under the scheme and will be amortized with 7 (seven) years on a straight-line method.

5.7.12 Operational Expenses

The total expense charged to the Fund, except the amortization of initial issue expenses and including transaction cost in the form of stock brokerage against buy and sell of securities forming a part of acquisition and disposal cost of such securities, trusteeship fee payable to the Trustee, transaction fee payable to the Custodian against acquisition or disposal of securities, the annual registration fees payable to the Commission, audit fees, cost for publication of reports and periodicals, bank charge, etc shall not exceed 4 (four) percentage of the weekly average net asset outstanding during any accounting year.

CHAPTER 6: SIZE OF THE FUND, TAX STATUS AND RIGHTS OF UNIT HOLDERS

6.1 Size of the Issue

The initial size of the Fund shall be BDT 300,000,000 (Taka thirty crore) only divided into 30,000,000 (three crore) Units of BDT 10 (Taka ten) each which may be increased from time to time by the Asset Manager subject to approval of the Trustee with due intimation to the Commission till liquidation of the Fund. The initial distribution of the Fund's unit holding shall be as follows:

Subscribers	No. of Units	Face Value (BDT)	Taka	Status
Sponsor: Shanta Asset Management Ltd	3,000,000	10.00	30,000,000	Subscribed
General Investors	27,000,000	10.00	270,000,000	Yet to be Subscribed
Total Size of the Fund	30,000,000	10.00	300,000,000	

6.2 Sponsor's Subscription

Shanta Asset Management Ltd, the Sponsor, has already subscribed BDT 300,000,000 (Taka three crore) only worth of Units equivalent to 3,000,000 (thirty lac) Units of BDT 10 (ten) each at par on June 11, 2018.

6.3 Tax Status

Investment in this Fund by individual investors will enjoy tax exemption benefit under Section 44(2) of the Income Tax Ordinance, 1984. Country's Finance Act and Government's tax policies will always determine the tax benefits from investment in mutual funds. However, investors in mutual funds are entitled to the following tax benefits under the current tax policies:

a. Tax advantage on Income:

Income from a mutual fund or a unit fund up to BDT 25,000.00 (Twenty-Five Thousand Taka only) is exempted from tax as per clause 22A of 6th Schedule (Part A) under Income Tax Ordinance, 1984.

b. Investment Tax Credit:

According to the Section 44(2) under Income Tax Ordinance, 1984, amount of allowable investment is actual investment or 25% of total taxable income or BDT 1,50,00,000.00 (Taka One Crore & Fifty Lac only), whichever is lower.

6.4. Rights of the Unit Holders

The rights attached to the units of the Fund are as follows:

(a) Voting rights:

Unit Holders shall have the usual voting right in person or by proxy in a meeting held in connection with any proposal to wind-up, amend and/or alter and/or vary the term, objectives, nature, characteristics or corpus of the Fund as provided under the Rules or any other agenda of meetings called by the Trustee, in the circumstances delineated in the Trust Deed or the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১. On a poll, every unit holder on record of the Scheme present in person or by a proxy shall have one vote for every unit of which s/he is the holder.

(b) Transfer of units:

The units of the Fund are transferable by way of inheritance/gift and/or by specific operation of law.

(c) Dividend:

The units carry rights to dividend and benefits as explained in the 'Dividend Policy' of the Scheme, set forth in Chapter 3.

(d) Periodic Information:

The unit holders of the Fund shall have the right to receive the audited Annual Accounts & Reports of the Fund. Besides, they will be informed on a weekly basis about the NAV of the Fund through newspaper, the website & notice board of the AMC, the Selling Agent(s) to be appointed by the AMC from time to time and other means as the Asset Manager may deem fit.

(e) Accounts and Information:

The Fund's financial year will be closed on December 31 every calendar year or as determined or consented by the Commission from time to time. Annual report or major head of income and expenditure account and balance sheet in line with schedule VI of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মিউচুয়াল ফান্ড) বিধিমালা, ২০০১, will be published within 45 (forty-five) days from the closure of each accounting year. Furthermore, the NAV of the Fund, NAV per Unit, any suspension or alteration of the calculation of NAV of the Fund will be published by the Asset Manager as per বিধিমালা.

(f) Beneficial Interest:

The unit holders shall preserve only the beneficial interest in the trust properties on pro rata basis of their ownership of the Fund.

CHAPTER 7: UNIT SUBSCRIPTION

7.1 Terms and Conditions of Unit Subscription

- a. The units of Shanta Amanah Shariah Fund, hereinafter referred to as the Fund, may be bought/surrendered through Shanta Asset Management Company Limited (SAML) and authorized selling agents appointed by SAML from time to time.
- b. Application must be made by an individual (both resident and non-resident), a corporation or company (both local and foreign), a trust or a society (registered in or outside of Bangladesh) and not by a firm, minor or persons of unsound mind. Applications from the Insurance Companies, Financial or Capital Market Intermediaries or any other Companies must be accompanied by Memorandum and Articles of Association.
- c. Joint application by two persons is acceptable. In such a case, registration and issuance of Confirmation of Unit Allocation will be in favor of principal applicant while dividend and other benefits, if any, will be addressed to bank account of principal applicant mentioned in the application form/bank account mentioned in BO account. In case of the death of any of the joint holders, only the survivor shall be recognized as having any title to the units. On death of both the joint holders, the title to the units will be bestowed upon the nominee mentioned in the application form.
- d. During initial subscription minimum purchase amount for individual investors is 500 (Five Hundred) Units and for institutional investors is 5,000 (Five Thousand) Units. The provision of minimum subscription for the individual or institution may change in the future upon due approval from the trustee.
- e. Application for purchase of units should be accompanied by an account payee cheque/pay order/bank draft/electronic fund transfer/deposit receipt in favor of "Shanta Amanah Shariah Fund" for the total value of units.
- f. After clearance/encashment of cheque/draft/pay order/receipt of the fund, the applicant will be issued with a Confirmation of Unit Allocation against every purchase of Units he/she/the institutional investor applies for.
- g. Application must contain BO account number, full name and address of the applicant and the nominees. Minor can also be a nominee.
- h. Partial surrender (fraction of total units held under a Unit Allocation Confirmation) is allowed without any additional cost subject to minimum surrender quantity is 500 (Five Hundred) units for individuals and 5,000 (Five Thousand) units for institutions. Upon partial surrender, the Unit holder will be issued with a new Confirmation of Unit Allocation representing the balance of his/her/their Unit holding.
- i. The units may be transferred by way of inheritance/gift and/or by specific operation of the law. In case of transfer the Fund will charge a nominal fee as decided by SAML from time to time except in the case of transfer by way of inheritance.
- j. Dividend may be delivered in cash or by way of units under Cumulative Investment Plan (CIP) as the applicant gives option in the application form. The unit holders may change their dividend preference in future as per their need.
- k. All payments /receipts in connection with or arising out of transactions in the units hereby applied for shall be in Bangladeshi Taka.

APPLICATIONS NOT IN CONFORMITY WITH THE ABOVE REQUIREMENTS ARE LIABLE TO BE REJECTED

CHAPTER 8: SELLING AGENT & FORMS

8.1. Selling Agent

Initially only the Asset Management Company will sell the units of the Fund. The asset manager in future may appoint other organizations as its agent or cancel any of the agents named above subject to approval of the Trustee and with due intimation to the BSEC.

8.2. Forms

Specimen copies of the following forms are given in the following pages and available in the website of Shanta Asset Management Ltd. (www.shanta-aml.com):

- i. Application Form to Purchase Units, Individual
- ii. Application Form to Purchase Units, Institution
- iii. Surrender/Repurchase Form
- iv. Transfer Form

(Please Read Instructions Overleaf; Fill up the Form in Block Letters)

To
Chief Executive Officer
Shanta Asset Management Limited
The Glass House (Level 13)
S.E (B)-2, 38, Gulshan Avenue, Gulshan -1, Dhaka -1212.

Registration No: _____
Sale No: _____

Dear Sir,
I/We enclose BDT _____ (Taka _____)
vide Cheque/P.O./D.D No. _____ Bank _____ Branch _____ and request
you to sell us _____ units of Shanta Amanah Shariah Fund, at the price of BDT _____ per unit. I/We am/are giving
necessary information as follows:

A. Principal Applicant

Registration No. (for existing unit holder only): _____

Name: _____

Father's/Husband's Name: _____

Mother's Name: _____

Date of Birth: _____ Occupation: _____

Nationality: _____ National ID No: _____

Present Address: _____

Permanent Address: _____

BO A/C: _____ Telephone/Mobile No: _____

Email: _____ Bank: _____

Branch: _____ A/C No: _____

Bank Routing No: _____ ETIN No: _____

Residency Status: Resident Non Resident

Dividend option: Cash CIP Investment Option: SIP Non SIP

B. Joint Applicant

Name: _____

Father's/Husband's Name: _____

Mother's Name: _____

Date of Birth: _____ Occupation: _____

Nationality: _____ National ID No: _____

Present Address: _____

Permanent Address: _____

Telephone/Mobile No: _____ Email: _____

C. Nominee

Name: _____

Father's/Husband's Name: _____

Mother's Name: _____

Date of Birth: _____ Occupation: _____

Nationality: _____ National ID No: _____

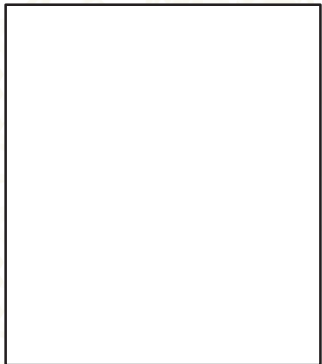
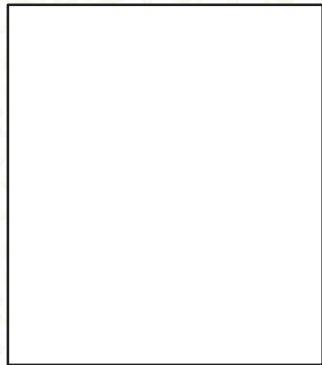
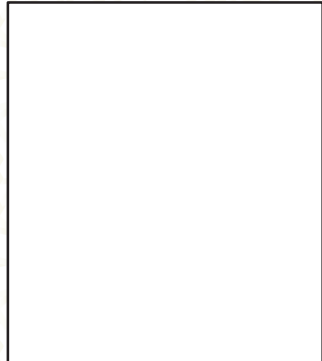
Present Address: _____

Permanent Address: _____

Telephone/Mobile No: _____ Email: _____

Signature of Applicants _____

Principal Applicant _____ Joint Applicant _____ Date of Application: _____



TERMS AND CONDITIONS

1. The units of **Shanta Amanah Shariah Fund**, herein after referred to as the Fund, may be bought/surrendered through **Shanta Asset Management Limited (SAML)** and authorized selling agents appointed by **SAML** from time to time.
2. Application must be made by an individual (both resident and non-resident), a corporation or company (both local and foreign), a trust or a society (registered in or outside of Bangladesh) and not by a firm, minor or persons of unsound mind. Applications from the Insurance Companies, Financial or Capital Market Intermediaries or any other Companies must be accompanied by Memorandum and Articles of Association.
3. Joint application by two persons is acceptable. In such a case, registration and issuance of unit allocation confirmation will be in favour of principal applicant while dividend and other benefits, if any, will be addressed to bank account of principal applicant mentioned in the application form. In case of the death of any of the joint holders, only the survivor shall be recognized as having any title to the units. On death of both the joint holders, the title to the units will bestow upon the nominee mentioned in the application form.
4. Minimum purchase quantity for individual investors is 500 (five hundred) units and for institutional investors is 5,000 (Five thousand) units.
5. Application for purchase of units should be accompanied by an account payee cheque/pay order/bank draft/electronic fund transfer/deposit receipt in favour of **“SHANTA AMANAH SHARIAH FUND”** for the total value of units.
6. After clearance/encashment of cheque/draft/pay order/receipt of the fund, the applicant will be issued with a Confirmation of Unit Allocation against every purchase of Units he/she/the institutional investor applies for.
7. Application must contain BO account number, full name and address of the applicant and the nominees. Minor can also be a nominee.
8. Partial surrender (fraction of total units held under a Unit Allocation Confirmation) is allowed without any additional cost subject to minimum surrender quantity is 500 (Five Hundred) units for individuals and 5,000 (Five Thousand) units for institutions. Upon partial surrender, the Unit holder will be issued with a new Confirmation of Unit Allocation representing the balance of his/her/their Unit holding.
9. The units may be transferred by way of inheritance/gift and/or by specific operation of the law. In case of transfer the Fund will charge a nominal fee as decided by SAML from time to time except in the case of transfer by way of inheritance.
10. Dividend may be delivered in cash or by way of units under Cumulative Investment Plan (CIP) as the applicant gives option in the application form. The unit holders may change their dividend preference in future as per their need.
11. All payments /receipts in connection with or arising out of transactions in the units hereby applied for shall be in Bangladeshi Taka.

FOR OFFICIAL USE ONLY

Registration No: _____

Sale No: _____

Date: _____

Unit Allocation Confirmation No: _____

No of Units: _____

Sign and Seal of Issuing Office

I/We confirm that I/we have received the unit allocation confirmation mentioned above and also that I/we have read, understood and agree to abide by the terms set out above as may be altered, replaced and modified from time to time by Shanta Asset Management Limited.

Principal Applicant

Joint Applicant (If any)

To
Chief Executive Officer
Shanta Asset Management Limited
The Glass House (Level 13)
S.E (B)-2, 38, Gulshan Avenue, Gulshan -1, Dhaka -1212.

Registration No: _____
Sale No: _____

Dear Sir,
I/We enclose BDT _____ (Taka _____)
vide Cheque/P.O./D.D No. _____ Bank _____ Branch _____ and request
you to sell us _____ units of Shanta Amanah Shariah Fund, at the price of BDT _____ per unit. I/We am/are giving
necessary information as follows:

Registration No. (for existing unit holder only): _____

Name of the Institution: _____

Type of institution: Local Company Foreign Company Trust Society Other

Registration No: _____

Address: _____

Telephone No: _____ Fax No: _____ Email: _____

Bank: _____ Branch: _____

A/C No: _____ Bank Routing No: _____

BO A/C: _____ ETIN No: _____

Dividend option: Cash CIP Investment Option: SIP Non SIP

Name of the Managing Director/Chief Executive Officer: _____

Details of Authorized Person(s), if any:			
Name	Designation	Signature	
01. _____	_____	_____	
02. _____	_____	_____	

Managing Director/Chief Executive Officer

1st Authorized Person

2nd Authorized Person

Mode of operation: Jointly by _____ Singly by _____

Documents Enclosed:

Incorporation Certificate

E-TIN Certificate

Trust Deed

Extract of Board resolution

Society Registration certificate

Relevant document if Board resolution is not required

Memorandum and Articles of Association

Letter of authority issued in favor of authorized person(s)

Date of application: _____

Seal and Signature of the Authorized Person

TERMS AND CONDITIONS

1. The units of **Shanta Amanah Shariah Fund**, herein after referred to as the Fund, may be bought/surrendered through **Shanta Asset Management Limited (SAML)** and authorized selling agents appointed by **SAML** from time to time.
2. Application must be made by an individual (both resident and non-resident), a corporation or company (both local and foreign), a trust or a society(registered in or outside of Bangladesh) and not by a firm, minor or persons of unsound mind. Applications from the Insurance Companies, Financial or Capital Market Intermediaries or any other Companies must be accompanied by Memorandum and Articles of Association.
3. Joint application by two persons is acceptable. In such a case, registration and issuance of unit allocation confirmation will be in favour of principal applicant while dividend and other benefits, if any, will be addressed to bank account of principal applicant mentioned in the application form. In case of the death of any of the joint holders, only the survivor shall be recognized as having any title to the units. On death of both the joint holders, the title to the units will bestow upon the nominee mentioned in the application form.
4. Minimum purchase quantity for individual investors is 500 (five hundred) units and for institutional investors is 5,000 (Five thousand) units.
5. Application for purchase of units should be accompanied by an account payee cheque/pay order/bank draft/electronic fund transfer/deposit receipt in favour of **"SHANTA AMANAH SHARIAH FUND"** for the total value of units.
6. After clearance/encashment of cheque/draft/pay order/receipt of the fund, the applicant will be issued with a Confirmation of Unit Allocation against every purchase of Units he/she/the institutional investor applies for.
7. Application must contain BO account number, full name and address of the applicant and the nominees. Minor can also be a nominee.
8. Partial surrender (fraction of total units held under a Unit Allocation Confirmation) is allowed without any additional cost subject to minimum surrender quantity is 500 (Five Hundred) units for individuals and 5,000 (Five Thousand) units for institutions. Upon partial surrender, the Unit holder will be issued with a new Confirmation of Unit Allocation representing the balance of his/her/their Unit holding.
9. The units may be transferred by way of inheritance/gift and/or by specific operation of the law. In case of transfer the Fund will charge a nominal fee as decided by SAML from time to time except in the case of transfer by way of inheritance.
10. Dividend may be delivered in cash or by way of units under Cumulative Investment Plan (CIP) as the applicant gives option in the application form. The unit holders may change their dividend preference in future as per their need.
11. All payments /receipts in connection with or arising out of transactions in the units hereby applied for shall be in Bangladeshi Taka.

FOR OFFICIAL USE ONLY

Registration No: _____

Sale No: _____

Date: _____

Unit Allocation Confirmation No: _____

No of Units: _____

Sign and Seal of Issuing Office

I/We confirm that I/we have received the unit allocation confirmation mentioned above and also that I/we have read, understood and agree to abide by the terms set out above as may be altered, replaced and modified from time to time by Shanta Asset Management Limited.

Seal & Signature of the Authorized Person

Date of Application

To,
Chief Executive Officer
 Shanta Asset Management Limited
 The Glass House (Level - 13)
 SE (B) – 2, 38, Gulshan Avenue
 Gulshan – 1, Dhaka – 1212.

For Office Use Only
Registration No:
Surrender No:
Authorized Person's Signature:

Please fill up the form in BLOCK LETTERS

I/We _____ am/are the holder(s) of _____ Units
 of Shanta Amanah Shariah Fund. I/We would like to surrender _____ Units (in word _____)
 at the Surrender/Repurchase price of BDT _____ per unit as declared by the Asset Manager on ____/____/____.

My/Our surrender request is summarized below:

Confirmation of Unit allocation No:

Number of Units:

Units to be Surrendered

Number of Units:
Surrender/Repurchase Price BDT/ Unit:
Total Surrender Value:

I/We attach herewith the above mentioned Confirmation of Unit Allocation(s). Please issue an account payee cheque or transfer the
 surrender amount to A/C no: _____, Bank: _____, Branch: _____
 and issue a Confirmation for balance units, if any.

Date: _____ Principal Applicant's Signature _____ Joint Applicant's Signature _____

Witness

1. Signature: _____ 2. Signature: _____
 Name: _____ Name: _____
 Father's/Husband's Name: _____ Father's/Husband' Name: _____
 Address: _____ Address: _____

Acknowledgement

Received the Confirmation of Unit Allocation for surrender/partial surrender as mentioned below:

Registration No: _____ Confirmation of Unit Allocation No: _____
 Quantity: _____ Surrender Quantity: _____

 Issuing Officer's Seal, Signature & Date

 Surrender No.

 Authorized Person's Seal, Signature

For office use

Date: -----/-----/-----

Checked and Verified by: -----

Signature: -----

Terms & Conditions

1. The units of Shanta Amanah Shariah Fund may be bought through Shanta Asset Management limited (SAML) and authorized selling agents appointed by SAML from time to time. Surrender of units is allowed only through Shanta Asset Management Limited (SAML) or the selling agents appointed by SAML from time to time.
2. Units can be surrendered on all working days except during the book closure period/record date of the Fund.
3. Minimum surrender quantity is 500 (five hundred) units for individual and 5000 (five thousand) units for institutional unit holders.
4. Partial surrender is allowed without any additional cost subject to minimum surrender quantity of 500 (five hundred) units for individual and 5000 (five thousand) units for institutions. Upon partial surrender, the unit holder will be issued with a new Confirmation representing the balance of his/her Unit holding.
5. Unit holder is required to attach the Confirmation of Unit Allocation Letter(s) he/she/the institution wants to surrender along with this surrender form.
6. After verification of authenticity of Confirmation of Unit Allocation Letter(s), account payee cheque for surrender amount will be issued or the surrender amount will be transferred in favor of unit holder within maximum of five working days. In case of joint holding, issuance of account payee cheque or transfer of surrender amount will be made in favor of principal holder.

For Official Use Only

Bank: _____ Cheque No: _____ Date: ___/___/___

Amount BDT: _____ (in words): _____

Issued in favor of: _____

For balance Units, (if any)

Registration No: _____ Surrender No: _____

No of Units: _____ Confirmation of Unit Allocation No: _____

Seal and Signature of issuing office

Signature: _____

Name: _____

Date: _____

Received cheque and/or Confirmation of Unit Allocation (if any) as mentioned above. _____

Signature of Unit Holder

Date: -----/-----/-----

Witness

1. Signature _____ 2. Signature: _____
Name: _____ Name: _____
Father's/Husband's Name: _____ Father's/Husband's Name: _____

Signature of Transferor

Signature of Transferee

Documents Enclosed

For Individual	For Institution
<ul style="list-style-type: none">❖ One copy photo of Transferor❖ National ID❖ Bank Statement❖ E-Tin certificate❖ One copy photo of nominee❖ National ID	<ul style="list-style-type: none">❖ Memorandum and Articles of Association❖ E-Tin certificate❖ Trust Deed❖ Certificate of Incorporation❖ Extract of Board Resolution❖ Power of Attorney in favor of Authorized person(s)❖ Society Registration Certificate

Terms & Conditions

1. The units of **Shanta Amanah Shariah Fund** may be transferred by way of inheritance/gift and/or by specific operation of the law. In case of transfer, the Fund will charge a nominal fee as decided by **Shanta Asset Management Limited (SAML)** from time to time except in the case of transfer by way of inheritance.
2. Transfer of units is allowed only through **Shanta Asset Management Limited (SAML)** or the selling agent from which the units were originally purchased.
3. The units will be transferred on all working days except during the book closure period/record date of **Shanta Amanah Shariah Fund**.
4. The total number of units held by a single Unit Allocation Confirmation is required to be transferred at a time. The Confirmation of Unit Allocation(s) of the transferor is/are required to be attached with the Transfer Form.
5. After verification of authenticity of Unit Allocation Confirmation (s) as well as the information provided in transfer from issuing office, **SAML** or any of its authorized selling agent will deliver the new Confirmation of Unit Allocation in the name of Transferee within a period of maximum seven working days.
6. The conditions applicable for original Unit Allocation Confirmation will apply even after transfer of units in the name of Transferee.
7. Related documents need to be submitted.

For Official Use Only

Date of Transfer: _____
Transfer no: _____
Unit Allocation Confirmation no: _____
No. of Units: _____

Sign and Seal of Issuing Office

I/We, the said transferee, have received the above mentioned Unit Allocation Confirmation and do hereby agree to accept and take the said unit allocation confirmation on the same terms and conditions on which they were held by the said transferor.

Signature: _____
Name: _____
Date: _____

Signature of Transferee(s)





www.shanta-aml.com