

"How many millionaires do you know
who have become wealthy by
investing in savings accounts? I rest
my case." - Robert G. Allen

DudhChini Pvt Equity Fund

Prospectus

DC Republic

Abstract

I think we all agree to the notion that we are not going to take our money to the graves but I do believe knowing how to effectively use money to make our lives easier is worth an effort. None of us is experienced in the field of finance but we will never be experience if we don't set out on the journey. It doesn't have to be the center focus of our lives but there is no dispute that we need money to pay our bills and wives' lingerie. For those who aren't willing to pursue careers in the business opting for careers in other fields I personally would recommend to passively invest because of so many reasons. This prospectus is just a small manifestation of ideas of passive investing and I sincerely hope we can go forward with this and commit to what may seem to be a long and tedious journey.

Introduction

DudhChini Private Equity Fund which from here onward shall be referred to as DCF throughout this prospectus will be a collection of funds from the individuals of DC group who have agreed to the deed of agreement that is attested with the prospectus. The funds main objectives are:

- To invest in stock market securities, mutual funds and in the future non-listed companies and ventures
- Try to achieve a minimum growth of invested capital
- Maximize investors wealth
- Make long term beneficial investments
- Provide cash flow to investors on a monthly basis after a tenure of 15 years although the deed of agreement and the fund's initial tenure will be fixed at 5 years.

Structure of Fund Collection

- Each shareholder/investors will deposit BDT 2000/= to the Funds account and e-mail the photo of the receipt to DCF email
- The yearly contribution of each investor thus totals BDT 6000 and each share is worth 6000 and is subject to fluctuations of the market.
- Each share requires a deposit of BDT 2000 so for availing a multiple number of shares the deposit amount is to be multiplied by the number of shares.
- The deposit dates are 30th April, 1st September and 1st January of Each year.
- Deposits past the deadlines will be fined according the FINE STRUCTURE.

Form of Fund

- Each share will be worth 6000 BDT according to the sum total of deposits and will be evaluated on the deposit dates.
- Anyone can subscribe any number of shares.
- Initially the fund entity will be of partnership (subject to CONTRACT ACT 1872 and INDIAN PARTERSHIP CLAUSE 1932)
- There can be no withdrawals for the period of 5 years starting from the date of first deposit.

Risks and Accountability

Since the fund will be invested in various financial instruments there will be risks. The fund cannot guarantee the value of investment being intact. The custodian will try his best to grow the investments but he cannot market volatility. Nevertheless he would do everything in his power to diversify and minimize risks associated.

The investors have a right to ask for the statements and information on the fund's performance on any working days of the year. Every investor would receive statement of DCF account at his contact 2-5 days before the deposit dates.

Financial Forecast

DCF expects to achieve a growth rate of 8% each year and with that in mind the following data forecast is made. 5 years of Forecasts is shown below and it is to be noted that profit is re-invested along the regular deposit.

1Forecast for each share subscribed

Year	Investment	Investment+ Reinvested profit	Profit	Investment Value
1	6000	6000	480	6480
2	12000	12480	998	13478
3	18000	19478	1558	21036
4	24000	27036	2162	29198
5	30000	35198	2815 Total profit:8013	38013

As a fund we want to achieve a higher growth rate but the minimum target is 8% so the forecast is made on the least optimistic assumptions. The forecast is made on the concept of compounded growth.

Portfolio composition (proposed)

- Well performing mutual funds
- Blue chip listed companies
- High growth companies
- Government schemes

FINE Structure

- If a shareholders fails to pay the deposit amount by the deadline, he will have to pay 10% more as a fine when depositing if he deposits within the next 15 days
- If a deposit is past 15 days, for each day the deposit amount will be compounded by 10%
- Failure to pay the deposit for 2 deadlines consecutively will result in the making the share invalid and the fund will pay the shareholder back his deposits made and he shall lose his entitlement to any profit.
- In case of invalidity of a share and the shareholders is abolished from his position the share will be up for sale at the evaluated price.

Agreement

I, _____, agree to the given content of the prospectus of DCF and commit my funds to DCF.
I sign this agreement understanding the associated risks, the terms of fine structure and capital lock up
for the tenure of 5 years.

Signature of Subscriber

Name:

Father's Name:

NID/Passport/Birth Certificate no:

Attested form of ID: