IDLC FINANCE LIMITED

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F-mail: mailbox@idlc.com

Balance at January 1, 2016

Changes in accounting policy

Currency translation differences Net gain and losses not recognised in the

Balance at June 30, 2016

Net profit for the half year ended 2016

2,513,671,870

Surplus/(deficit) on account of revaluation Surplus/(deficit) on account of revaluation

Dividend for 2015: 25% cash dividend

Restated balance

IDLC FINANCE LIMITED AND ITS SUBSIDIARIES



Half-Yearly Un-Audited Consolidated Financial Statements, as at and for the period ended June 30, 2016

financing happiness

(2,423,969,185)

100 462 005

178,346,943

(869,442,156)

(676.576.543)

(143,909,708

194.579.107

(5,375,260,575)

(496,056,971)

(43,444,482)

(109,475,129)

550 593 364

36,481,913

(432,425,451)

1 024 971 094

2,746,167,098

(710,000,000)

455 819 726

12,700,546

66,956,229

(2,198,647,413)

(181 307 637)

20.422.185

139 114 548

4.049.844.213

(3.028.114.380)

615.553.465

(1,443,979,400)

13.435.192.282

11,991,212,882

1.080.459.821

10,910,387,061

11,991,212,882

366,000

9,997,135

(2,184,933,197)

46 738 409

144,873,979

(694,715,565)

(443,203,781) 299,415,468

295,393,178

(347.422.784)

(3.136,526,453)

(1,938,008,763)

(445 364 740)

9,178,131

29,243,726

606 251 574 (648,691,653)

20,761,560

916 256 275

7,209,692,516

1.078.745.513

(508 942 421 14.762.836

(129,019,788)

68,450,654 2,799,366,182

3,094,759,360

(223 538 554)

(349.786.060)

1.586.541.679

172,211,187

2,917,184,487

7,984,953,482

351,000

935,457,186

9,966,329,783

10,902,137,969

10,902,137,969

(1.282.628.499)

13.118.285

In compliance with the Bangladesh Securities and Exchange Commission (BSEC) letter No. SEC/CFD/Misc/233/2004/615, dated February 2, 2010 and Regulation 17 (1) of the Dhaka and Chittagong Stock Exchange (Listing) Regulations, 2015, we are pleased to present the 1st half-year un-audited Consolidated Financial Statements of IDLC Finance Limited as at and for the half-year ended June 30, 2016. The Consolidated Financial Statements are comprised of the financials of IDLC Finance Limited and its wholly owned subsidiaries, IDLC Necertities Limited and IDLC Asset Management Limited, and are prepared as per International Accounting Standard (IAS)/ Bangladesh Accounting Standard 34 "Interim Financial Reporting"

Consolidated Balance Sheet as at June 30, 2016			
Particulars	30-Jun-16 Taka	31-Dec-15 Taka	
PROPERTY AND ASSETS Cash	10.00		
In hand (including foreign currencies)	366,000	366,000	
Balance with Bangladesh Bank and its agent (including foreign currencies)	1,080,459,821 1,080,825,821	891,503,744 891,869,744	
Balance with other banks and financial institutions Inside Bangladesh	10,910,387,061	12,543,322,538	
Outside Bangladesh	10,910,387,061	12,543,322,538	
Money at call and short notice	-		
investments Government		300.000.000	
Others	3,524,894,012	3,092,468,561	
	3,524,894,012	3,392,468,561	
Loans and advances Loans, cash credit, overdraft etc.	60,547,332,875	55,211,824,250	
Bills purchased and discounted	_		
Fixed assets including land, building, furniture and fixtures	60,547,332,875 624,019,507	55,211,824,25 0 537,098,683	
Other assets Non-banking assets	770,054,108	857,870,415	
Total Assets	77,457,513,385	73,434,454,190	
LIABILITIES AND CAPITAL			
Liabilities Borrowings from other banks, financial institutions and agents	10,897,312,580	10,585,582,747	
Deposits and other accounts Current accounts and other accounts etc.	-	-	
Bills payable Savings bank deposits	-	-	
Term deposits	48,572,590,738	46,038,675,236	
Bearer certificate of deposits Other deposits	1,798,141,653	1,585,890,057	
Other liabilities	50,370,732,391 8,149,700,934	47,624,565,293 7,438,343,943	
Total liabilities	69,417,745,905	65,648,491,983	
Capital/Shareholders' equity			
Paid-up capital Share premium	2,513,671,870 3,750,000	2,513,671,870 3,750,000	
Statutory reserves	1,482,722,671	1,482,722,671	
General reserves	1,000,000,000	1,000,000,000	
Dividend equalisation reserves	46,500,000	46,500,000	
Retained earnings	2,993,120,749	2,739,315,501	
Total equity attributable to equity holders of the company Non-controlling interest	8,039,765,290 2,191	7,785,960,042 2,165	
Total liabilities and Shareholders' equity	77,457,513,385	73,434,454,190	
DFF - BALANCE SHEET ITEMS			
Contingent liabilities Acceptances and endorsements			
Letters of guarantee	145.259.664	118.488.520	
Irrevocable letters of credit			
Bills for collection	-		
Indemnity bond	-		
Corporate guarantee	500,000,000 645,259,664	500,000,000 618,488,520	
Other commitments	,,	,,	
Documentary credits and short term trade related transactions	-	-	
Forward assets purchased and forward deposits placed	-		
Un-drawn note issuance and revolving underwriting facilities Un-drawn formal standby facilities, credit lines	-		
Un-disbursed contracted loans and leases	486,922,393	607,054,854	
on allocation contration round and round	486,922,393	607,054,854	
Total Off-Balance Sheet items including contingent liabilities	1,132,182,057	1,225,543,374	
Net Assets Value (NAV) per share	31.98	30.98	

Consolidated Statement of Changes in Equity

for the period ended June 30, 2016

3.750.000 1.482.722.671 1.000.000.000

Consolidated Profit and Loss Account for the period ended June 30, 2016				
Particulars	Jan to Jun '16 Taka	Jan to Jun '15 Taka	Apr to Jun '16 Taka	Apr to Jun '15 Taka
Interest income	4,188,863,152	3,992,805,629	2,071,726,396	2,059,803,939
Interest on deposits and borrowings etc.	(2,340,171,668)	(2,344,241,425)	(1,149,322,331)	(1,195,518,172)
Net interest income	1,848,691,484	1,648,564,205	922,404,066	864,285,768
Investment income	271,014,639	116,508,207	180,381,352	71,464,230
Commission, exchange and brokerage	178,346,943	144,873,979	106,591,210	84,968,701
Other operating income	233,954,297	239,842,043	59,293,298	127,118,406
Total operating income	2,532,007,362	2,149,788,433	1,268,669,925	1,147,837,104
Salaries and allowances	485,115,919	406,536,102	264,278,868	186,789,354
Rent, taxes, insurance, electricity, etc.	115,904,441	64,785,939	57,942,169	34,221,891
Legal expenses	9,946,246	5,615,214	5,013,421	4,333,204
Postage, stamp, telecommunication, etc.	17,611,448	15,579,047	9,106,479	7,262,762
Stationery, printing, advertisements, etc.	49,017,289	48,864,276	32,154,631	32,546,630
Managing Director's salary and benefits	3,120,000	5,680,000	2,340,000	3,090,000
Directors' fees	1,000,050	779,000	449,800	300,400
Auditors' fees	414,375	380,625	189,687	280,625
Depreciation and repair of Company's assets	102,442,994	91,980,406	55,353,054	49,171,378
Other expenses	164,857,101	125,263,093	93,082,321	87,637,024
Total operating expenses	949,429,861	765,463,701	519,910,429	405,633,267
Profit before provision	1,582,577,501	1,384,324,732	748,759,496	742,203,837
Provision for loans/investments				
General provision	28,841,582	32,385,662	10,841,687	23,821,015
Specific provision	41,664,937	61,674,176	(37,843,911)	(26,387,651)
Provision for diminution in value of investments	(37,360,273)	(81,806,215)	(88,597,302)	(201,512,566)
Total provision	33,146,246	12,253,623	(115,599,526)	(204,079,202)
Total profit before taxation	1,549,431,255	1,372,071,109	864,359,022	946,283,039
Provision for taxation	667,208,013	554,375,526	342,727,391	275,754,907
Net profit after taxation	882,223,242	817,695,583	521,631,632	670,528,133
Attributable to:				
Shareholders of the Company	882,223,216	817,695,499	521,631,584	670,527,994
Non-controlling interest	26	84	48	139
	882,223,242	817,695,583	521,631,632	670,528,133
Retained surplus	882,223,216	817,695,499	521,631,584	670,527,994

Other eyr	Manatary	notoc to	the acc	onunto

2.08

2.67

(628.417.968)

2,165 7,157,544,239

26 882,223,242

2,191 8,039,767,481

2,038 7,144,433,199

Earnings Per Share (EPS)

This half yearly financial report has been prepared based on Bangladesh Accounting Standard (BAS) - 34: "Interim Financial Reporting"

These interim financial statements should be read in conjunction with the published financial statement for the year ended December 31, 2015, as they provide an update to previously reported information

Accounting policies and method of computations:

Accounting policies and methods of computations followed in preparing this financial statement are consistent with those used in the annual financial statements, prepared and published for the year ended December 31, 2015.

The consolidation of the financial statements have been made after eliminating all material intra group transactions

The total profits of the Company and its subsidiaries are shown in the consolidated profit and loss account, with the proportion of profit after taxation pertaining to minority shareholders being deducted as 'non-controlling interest'.

Earnings per share have been calculated based on number of shares outstanding for the period ended June 30, 2016 and profit for the same period. The number of shares outstanding for the period was 251.36 million. Earnings per shares for the preceding period of 2015 has also been calculated based on 251.36 million shares.

Subsequent events:

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of this financial statements to make prope

Reclassifications:

To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/restated/reclassified, whenever considered

January April to April to January January April to April to to June to June June 2015 2016 2016 2015 2016 2015 2016 2015 Farnings per share (Taka) 3.51 3.25 2.08 2.67 3.14 2.92 2.25 Net Operating Cash Flow per -8.75 12.31 7.52 3.32 8.49 -9.68 11.18 2.68

Summarised information for shareholders' convenience

Consolidated Cash Flow Statement for the period ended June 30, 2016

Particulars

Interest received Interest paid

Dividend received

I ease receivable

Long-term finance

Real estate finance

Loan against deposit Margin loan to portfolio investors

Short term finance

Term and other deposits

Portfolio investors' fund

Disposal of fixed assets

Repayment of term loans

Interest suspense account

Net drawdown of short term loan

Deferred liability-employee gratuity

Net cash from operating activities

Cash flows from investing activities Purchase of fixed assets

Net cash used in investing activities

Cash flows from financing activities Drawdown of term loans

Net Cash from financing activities

Money at call and short notice

Net operating cashflow per share (NOCFPS)

Net increase/(decrease) in cash and cash equivalents (A+ B + C)

Effects of exchange rate changes on cash and cash equivale Cash and cash equivalents at beginning of the period

Cash and cash equivalents at end of the period (D+E+F)

Cash and cash equivalents at end of the period Cash in hand (including foreign currencies)

Balance with Bangladesh Bank and its agent bank(s)

Balance with other banks and financial institutions

Payable and accrued expenses

Car Inan

Personal loan

Other assets

Fees and commission received Paid to employees and suppliers

Payment of income tax

Cash flows from operating activities

Received from other operating activities

Investment in marketable securities/bond

Cash generated from operating activities before changes in operating assets and liabilities

Increase/(decrease) in operating assets and liabilities

	Consolidated (IDLC & subsidiaries)		IDLC Finance Limited	
Particulars	As at 30 th June 2016	As at 31st December 2015	As at 30 th June 2016	As at 31st December 2015
Net Asset Value per share (Taka)	31.98	30.98	27.44	26.80

Chairman Directo

3,750,000 1,482,722,671 1,000,000,000 46,500,000 2,110,897,533 7,157,542,074

3,750,000 1,233,958,647 1,000,000,000 46,500,000 2,346,550,644 7,144,431,161

2,513,671,870 3,750,000 1,482,722,671 1,000,000,000 46,500,000 2,993,120,749 8,039,765,290

46.500.000 2.739.315.501 7.785.960.042

(628.417.968) (628.417.968)

882,223,216 882,223,216

CEO & Managing Director

Sd/-Chief Financial Office

Sd/-Company Secretary

The details of the published Half-Yearly Un-audited Financial Statements as at and for the period ended June 30, 2016 is available in the website of the Company at: www.idlc.com