

IDLC Finance Limited

Financial Statements

as at and for the period ended September 30, 2016

IDLC Finance Limited and Its Subsidiaries
Consolidated Balance Sheet (Un-audited) as at September 30, 2016

	<u>Note</u>	<u>30-Sep-16</u> <u>Taka</u>	<u>31-Dec-15</u> <u>Taka</u>
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	376,000	366,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,017,186,708	891,503,744
		1,017,562,708	891,869,744
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	9,642,994,287	12,543,322,538
Outside Bangladesh	4(b)	-	-
		9,642,994,287	12,543,322,538
Money at call and short notice	5	-	-
Investments	6		
Government		-	300,000,000
Others		3,931,363,345	3,092,468,561
		3,931,363,345	3,392,468,561
Loans and advances	7		
Loans, cash credit, overdraft etc.		60,630,042,437	55,211,824,250
Bills purchased and discounted		-	-
		60,630,042,437	55,211,824,250
Fixed assets including land, building, furniture and fixtures	8	669,279,534	537,098,683
Other assets	9	797,031,013	857,870,414
Non-banking assets		-	-
Total Assets		76,688,273,325	73,434,454,190
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	11,165,859,216	10,585,582,747
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		47,016,511,179	46,038,675,236
Bearer certificate of deposits		-	-
Other deposits		1,838,104,179	1,585,890,057
		48,854,615,358	47,624,565,293
Other liabilities	12	8,167,677,523	7,438,343,943
Total liabilities		68,188,152,097	65,648,491,983
Capital/Shareholders' equity			
Paid-up capital	13	2,513,671,870	2,513,671,870
Share premium	14	3,750,000	3,750,000
Statutory reserves	15	1,482,722,671	1,482,722,671
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		3,453,474,398	2,739,315,501
Total equity attributable to equity holders of the company		8,500,118,939	7,785,960,042
Non-controlling interest		2,289	2,165
Total liabilities and Shareholders' equity		76,688,273,325	73,434,454,190

	<u>Note</u>	<u>30-Sep-16</u> <u>Taka</u>	<u>31-Dec-15</u> <u>Taka</u>
OFF - BALANCE SHEET ITEMS			
Contingent liabilities			
	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		173,828,414	118,488,520
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		500,000,000	500,000,000
		673,828,414	618,488,520
Other commitments			
	17.2		
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		432,338,424	607,054,854
		432,338,424	607,054,854
Total Off-Balance Sheet items including contingent liabilities		1,106,166,838	1,225,543,374
Net Assets Value (NAV) per share		33.82	30.97

The annexed notes 1 to 34 form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, October 17, 2016

IDLC Finance Limited and Its Subsidiaries
Consolidated Profit and Loss Account (Un-audited) for the period ended September 30, 2016

	<u>Note</u>	<u>Jan to Sep '16</u> <u>Taka</u>	<u>Jan to Sep '15</u> <u>Taka</u>	<u>Jul to Sep '16</u> <u>Taka</u>	<u>Jul to Sep '15</u> <u>Taka</u>
Interest income	19	6,275,110,433	6,097,663,510	2,086,247,281	2,104,857,880
Interest on deposits and borrowings etc.	20	(3,489,323,419)	(3,605,908,753)	(1,149,151,751)	(1,261,667,328)
Net interest income		2,785,787,013	2,491,754,757	937,095,530	843,190,552
Investment income	21	361,994,721	319,818,299	90,980,082	203,310,092
Commission, exchange and brokerage	22	252,165,683	253,869,969	87,036,084	108,995,990
Other operating income	23	378,311,823	333,471,445	131,140,183	93,629,402
Total operating income		3,778,259,241	3,398,914,470	1,246,251,879	1,249,126,037
Salaries and allowances	24	773,499,423	671,726,510	288,383,504	266,576,569
Rent, taxes, insurance, electricity, etc.	25	167,159,079	98,970,158	51,254,638	34,184,219
Legal expenses	26	11,990,533	8,014,767	2,044,287	2,529,553
Postage, stamp, telecommunication, etc.	27	26,031,908	25,959,366	8,420,460	8,994,158
Stationery, printing, advertisements, etc.	28	70,537,647	62,083,493	21,520,358	13,219,217
Managing Director's salary and benefits	29	6,960,000	9,520,000	3,840,000	3,840,000
Directors' fees	30	1,310,700	1,111,500	310,650	332,500
Auditors' fees	31	860,938	602,188	446,563	91,563
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	149,452,740	133,069,081	47,009,746	41,088,675
Other expenses	33	238,676,958	199,409,891	73,819,858	74,146,798
Total operating expenses		1,446,479,924	1,210,466,953	497,050,063	445,003,252
Profit before provision		2,331,779,317	2,188,447,517	749,201,816	804,122,785
Provision for loans/investments	12.7(ii)				
General provision		25,972,341	35,516,702	(2,869,240)	3,131,040
Specific provision		51,074,912	187,311,077	9,409,975	125,636,901
Provision for diminution in value of investments		(63,012,426)	(41,496,204)	(25,652,153)	40,310,011
Total provision		14,034,828	181,331,575	(19,111,418)	169,077,952
Total profit before taxation		2,317,744,489	2,007,115,942	768,313,234	635,044,833
Provision for taxation		975,167,501	856,295,015	307,959,488	301,919,488
Net profit after taxation		1,342,576,989	1,150,820,927	460,353,746	333,125,344
Attributable to:					
Shareholders of the Company		1,342,576,865	1,150,820,717	460,353,648	333,125,219
Non-controlling interest		124	210	98	126
		1,342,576,989	1,150,820,927	460,353,746	333,125,344
Earnings Per Share (EPS)	34	5.34	4.58	1.83	1.33

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, October 17, 2016

IDLC Finance Limited and Its Subsidiaries
Consolidated Cash Flow Statement (Un-audited)
for the period ended September 30, 2016

Particulars	<u>30-Sep-16</u> <u>Taka</u>	<u>30-Sep-15</u> <u>Taka</u>
A) Cash flows from operating activities		
Interest received	6,161,447,228	5,111,146,023
Interest paid	(3,535,230,657)	(3,185,071,835)
Dividend received	126,137,541	52,256,731
Fees and commission received	252,165,683	253,869,969
Paid to employees and suppliers	(1,321,903,799)	(1,102,676,457)
Payment of income tax	(1,053,977,382)	(641,449,159)
Received from other operating activities	586,979,475	589,292,281
Cash generated from operating activities before changes in operating assets and liabilities	1,215,618,090	1,077,367,554
Increase/(decrease) in operating assets and liabilities		
Lease receivable	757,769,315	(14,569,779)
Long-term finance	(5,736,325,202)	(3,512,557,489)
Real estate finance	(821,579,938)	(2,272,293,880)
Car loan	34,353,087	(639,000,735)
Personal loan	16,654,306	13,412,196
Loan against deposit	(3,116,301)	43,879,558
Margin loan to portfolio investors	399,414,228	449,715,122
Short term finance	103,054,332	(332,981,214)
Investment in marketable securities	(738,894,784)	(31,079,605)
Other assets	24,778,315	930,506,542
Term and other deposits	1,230,050,065	10,347,996,506
Net drawdown of short term loan	(230,000,000)	(1,077,860,995)
Payable and accrued expenses	706,685,177	(417,589,669)
Deferred liability-employee gratuity	31,846,666	22,081,392
Portfolio investors' fund	(2,303,621)	17,529,474
Interest suspense account	99,746,710	177,573,402
	(4,127,867,647)	3,704,760,826
Net cash from operating activities	(2,912,249,557)	4,782,128,380
B) Cash flows from investing activities		
Purchase of fixed assets	(274,650,148)	(261,369,681)
Disposal of fixed assets	26,364,977	16,990,254
Investment in non marketable securities	200,000,000	(439,365,792)
Net cash used in investing activities	(48,285,170)	(683,745,219)
C) Cash flows from financing activities		
Drawdown of term loans	5,564,479,204	2,893,341,679
Repayment of term loans	(4,754,202,734)	(1,876,976,014)
Dividend paid	(624,377,028)	(196,465,162)
Net Cash from financing activities	185,899,441	819,900,503
D) Net increase/(decrease) in cash and cash equivalents (A + B + C)	(2,774,635,286)	4,918,283,664
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	13,435,192,282	7,984,953,482
G) Cash and cash equivalents at end of the period (D+E+F)	10,660,556,995	12,903,237,146
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	376,000	351,000
Money at call and short notice (Note-5)	-	-
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,017,186,708	1,026,332,033
Balance with other banks and financial institutions (Note- 4)	9,642,994,287	11,876,554,113
	10,660,556,995	12,903,237,146
Net operating cashflow per share (NOCFPS)	(11.59)	19.02

IDLC Finance Limited and Its Subsidiaries
Consolidated Statement of Changes in Equity (Un-audited)
for the period ended September 30, 2016

<u>Particulars</u>	<u>Attributable to equity holders of the Company</u>							<u>Non-controlling interest</u> Taka	<u>Total equity</u> Taka
	<u>Paid-Up capital</u> Taka	<u>Share premium</u> Taka	<u>Statutory reserves</u> Taka	<u>General reserves</u> Taka	<u>Dividend equalisation reserves</u> Taka	<u>Retained earnings</u> Taka	<u>Total</u> Taka		
Balance at January 1, 2016	2,513,671,870	3,750,000	1,482,722,671	1,000,000,000	46,500,000	2,739,315,501	7,785,960,042	2,165	7,785,962,207
Dividend for 2015:									
25% cash dividend	-	-	-	-	-	(628,417,968)	(628,417,968)	-	(628,417,968)
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance	2,513,671,870	3,750,000	1,482,722,671	1,000,000,000	46,500,000	2,110,897,533	7,157,542,074	2,165	7,157,544,239
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	-
Net gain and losses not recognised in the profit and loss accounts	-	-	-	-	-	-	-	-	-
Non-controlling interest	-	-	-	-	-	-	-	-	-
Net profit for the period ended September 30, 2016	-	-	-	-	-	1,342,576,865	1,342,576,865	124	1,342,576,989
Appropriation to reserves	-	-	-	-	-	-	-	-	-
Balance at September 30, 2016	2,513,671,870	3,750,000	1,482,722,671	1,000,000,000	46,500,000	3,453,474,398	8,500,118,939	2,289	8,500,121,228
Balance at September 30, 2015	2,513,671,870	3,750,000	1,233,958,647	1,000,000,000	46,500,000	2,679,675,865	7,477,556,382	2,164	7,477,558,545

IDLC Finance Limited
Balance Sheet (Un-audited) as at September 30, 2016

	<u>Note</u>	<u>30-Sep-16</u> <u>Taka</u>	<u>31-Dec-15</u> <u>Taka</u>
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	276,000	266,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,017,186,708	891,503,744
		1,017,462,708	891,769,744
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	8,631,369,678	11,804,324,866
Outside Bangladesh	4(b)	-	-
		8,631,369,678	11,804,324,866
Money at call and short notice	5	-	-
Investments	6		
Government		-	300,000,000
Others		2,643,634,182	2,470,947,105
		2,643,634,182	2,770,947,105
Loans and advances	7		
Loans, cash credit, overdraft etc.		59,452,186,899	53,857,714,206
Bills purchased and discounted		-	-
		59,452,186,899	53,857,714,206
Fixed assets including land, building, furniture and fixtures	8	634,365,848	502,363,356
Other assets	9	1,876,037,277	1,941,591,577
Non-banking assets		-	-
Total Assets		74,255,056,592	71,768,710,854
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	11,001,322,794	10,550,165,864
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		47,104,461,179	46,174,475,236
Bearer certificate of deposits		-	-
Other deposits		1,838,104,179	1,585,890,057
		48,942,565,358	47,760,365,293
Other liabilities	12	7,051,191,413	6,721,632,975
Total liabilities		66,995,079,565	65,032,164,132
Capital/Shareholders' equity			
Paid-up capital	13	2,513,671,870	2,513,671,870
Share premium	14	3,750,000	3,750,000
Statutory reserves	15	1,482,722,671	1,482,722,671
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		2,213,332,486	1,689,902,181
Total equity		7,259,977,027	6,736,546,722
Total liabilities and Shareholders' equity		74,255,056,592	71,768,710,854

	<u>Note</u>	<u>30-Sep-16</u> <u>Taka</u>	<u>31-Dec-15</u> <u>Taka</u>
OFF - BALANCE SHEET ITEMS			
Contingent liabilities			
17.1			
Acceptances and endorsements		-	-
Letters of guarantee		173,828,414	118,488,520
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		500,000,000	500,000,000
		673,828,414	618,488,520
Other commitments			
17.2			
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		432,338,424	607,054,854
		432,338,424	607,054,854
Total Off-Balance Sheet items including contingent liabilities		1,106,166,838	1,225,543,374
Net Assets Value (NAV) per share		28.88	26.80

The annexed notes 1 to 34 form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, October 17, 2016

IDLC Finance Limited
Profit and Loss Account (Un-audited) for the period ended September 30, 2016

	Note	<u>Jan to Sep '16</u>	<u>Jan to Sep '15</u>	<u>Jul to Sep '16</u>	<u>Jul to Sep '15</u>
		<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Interest income	19	6,136,509,523	5,923,467,851	2,033,228,679	2,041,019,350
Interest on deposits and borrowings etc.	20	(3,501,907,709)	(3,601,115,852)	(1,147,954,840)	(1,260,221,909)
Net interest income		2,634,601,814	2,322,351,999	885,273,839	780,797,441
Investment income	21	255,226,273	193,788,568	54,858,995	96,429,085
Commission, exchange and brokerage	22	28,617,984	42,463,472	7,117,984	33,225,362
Other operating income	23	370,148,006	327,513,356	124,428,600	91,453,843
Total operating income		3,288,594,077	2,886,117,395	1,071,679,418	1,001,905,731
Salaries and allowances	24	657,993,859	560,499,346	248,539,577	225,214,593
Rent, taxes, insurance, electricity, etc.	25	131,990,980	66,760,761	41,777,304	23,202,782
Legal expenses	26	9,544,829	6,635,120	1,383,175	2,209,211
Postage, stamp, telecommunication, etc.	27	22,266,727	19,930,108	7,419,896	6,996,304
Stationery, printing, advertisements, etc.	28	66,247,339	58,573,566	19,863,783	12,036,603
Managing Director's salary and benefits	29	6,960,000	9,520,000	3,840,000	3,840,000
Directors' fees	30	1,021,200	839,500	248,400	270,250
Auditors' fees	31	575,000	402,500	345,000	115,000
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	134,552,207	115,152,244	42,383,264	35,206,520
Other expenses	33	213,724,131	186,520,742	65,368,896	69,254,888
Total operating expenses		1,244,876,272	1,024,833,887	431,169,295	378,346,151
Profit before provisions		2,043,717,805	1,861,283,508	640,510,123	623,559,580
Provision for loans/investments	12.7(ii)				
General provision		25,469,607	40,523,166	(3,793,851)	2,934,931
Specific provision		71,201,767	158,721,636	9,409,975	118,967,311
Provision for diminution in value of investments		(63,012,426)	(36,341,555)	(577,651)	28,477,897
Total provision		33,658,948	162,903,247	5,038,473	150,380,139
Total profit before taxation		2,010,058,857	1,698,380,261	635,471,650	473,179,441
Provision for taxation		858,210,584	753,617,558	272,928,954	262,514,050
Net profit after taxation		1,151,848,273	944,762,703	362,542,696	210,665,391
Retained surplus		1,151,848,273	944,762,703	362,542,696	210,665,391
Earnings Per Share (EPS)	34	4.58	3.76	1.44	0.84

The annexed notes 1 to 34 form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, October 17, 2016

IDLC Finance Limited
Cash Flow Statement (Un-audited) for the period ended September 30, 2016

Particulars	<u>30-Sep-16</u> <u>Taka</u>	<u>30-Sep-15</u> <u>Taka</u>
A) Cash flows from operating activities		
Interest received	6,019,737,718	4,953,311,839
Interest paid	(3,547,814,947)	(3,180,278,934)
Dividend received	51,756,946	38,508,955
Fees and commission received	28,617,984	42,463,472
Paid to employees and suppliers	(1,132,361,951)	(933,403,286)
Payment of income tax	(947,716,337)	(577,143,622)
Received from other operating activities	545,181,891	471,152,217
Cash generated from operating activities before changes in operating assets and liabilities	1,017,401,304	814,610,642
Increase/(decrease) in operating assets and liabilities		
Lease receivable	757,769,315	(14,569,779)
Long-term finance	(5,736,325,202)	(3,512,557,489)
Real estate finance	(821,579,938)	(2,272,293,880)
Car loan	34,353,087	(639,000,735)
Personal loan	16,654,306	13,412,196
Loan against deposit	(3,116,301)	43,879,558
Loan to subsidiaries	223,100,000	186,310,669
Short term finance	103,054,332	(332,981,214)
Investment in marketable securities	(72,687,077)	(4,602,219)
Other assets	32,661,537	817,740,029
Term and other deposits	1,182,200,065	10,531,696,506
Net drawdown of short term loan	(380,000,000)	(1,120,000,000)
Payable and accrued expenses	398,574,805	(401,375,426)
Inter-company payables	(99,999,990)	-
Deferred liability-employee gratuity	28,950,016	19,467,374
Interest suspense account	99,746,710	177,573,402
	(4,236,644,336)	3,492,698,991
Net cash from operating activities	(3,219,243,032)	4,307,309,632
B) Cash flows from investing activities		
Purchase of fixed assets	(259,312,630)	(251,024,201)
Disposal of fixed assets	24,513,536	16,990,254
Net proceeds of investment in non marketable securities	200,000,000	(439,365,792)
Net cash used in investing activities	(34,799,094)	(673,399,739)
C) Cash flows from financing activities		
Drawdown of term loans	5,564,479,204	2,893,341,679
Repayment of term loans	(4,733,322,274)	(1,876,976,014)
Dividend paid	(624,377,028)	(196,465,162)
Net cash from financing activities	206,779,902	819,900,503
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	(3,047,262,224)	4,453,810,397
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	12,696,094,610	7,575,212,715
G) Cash and cash equivalents at end of the period (D+E+F)	9,648,832,386	12,029,023,112
	-	-
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	276,000	251,000
Money at call and short notice (Note-5)	-	-
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,017,186,708	1,026,332,033
Balance with other banks and financial institutions (Note- 4)	8,631,369,678	11,002,440,079
	9,648,832,386	12,029,023,112
Net operating cashflow per share (NOCFPS)	(12.81)	17.14

IDLC Finance Limited
Statement of Changes in Equity (Un-audited)
for the period ended September 30, 2016

<u>Particulars</u>	<u>Paid-Up capital</u> Taka	<u>Share premium</u> Taka	<u>Statutory reserves</u> Taka	<u>General reserves</u> Taka	<u>Dividend equalisation reserves</u> Taka	<u>Retained earnings</u> Taka	<u>Total</u> Taka
Balance at January 1, 2016	2,513,671,870	3,750,000	1,482,722,671	1,000,000,000	46,500,000	1,689,902,181	6,736,546,722
Dividend for 2015:							
25% cash dividend	-	-	-	-	-	(628,417,968)	(628,417,968)
Changes in accounting policy	-	-	-	-	-	-	-
Restated balance	2,513,671,870	3,750,000	1,482,722,671	1,000,000,000	46,500,000	1,061,484,213	6,108,128,754
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-
Net gain and losses not recognised in the profit and loss accounts	-	-	-	-	-	-	-
Net profit for the period ended September 30, 2016	-	-	-	-	-	1,151,848,273	1,151,848,273
Appropriation to reserve	-	-	-	-	-	-	-
Balance at September 30, 2016	2,513,671,870	3,750,000	1,482,722,671	1,000,000,000	46,500,000	2,213,332,486	7,259,977,027
Balance at September 30, 2015	2,513,671,870	3,750,000	1,233,958,647	1,000,000,000	46,500,000	1,639,608,787	6,437,489,304

IDLC Finance Limited
Notes to the consolidated and separate financial statements (Un-audited)
as at and for the period ended September 30, 2016

1. Company and its activities

1.1 Legal status and nature of the Company

IDLC Finance Limited (The Company "IDLC") was incorporated in Bangladesh as a public limited company on May 23, 1985 under the Companies Act, 1913 in its earlier name of Industrial Development Leasing Company of Bangladesh Limited. The Company changed its name in August 2007. The registered office of the company is situated at Bay's Galleria (1st Floor), 57 Gulshan Avenue, Gulshan 1, Dhaka. The Company is registered as a Financial Institution under the Financial Institutions Act, 1993.

The Company went for public issue of its shares in 1993. Its shares are listed in both the Stock Exchanges in Bangladesh.

1.2 Principal activities and nature of operation

When incorporated, the Company started with lease and term financing, as its core businesses. It expanded its activities into 'Short-Term Finance' (factoring of accounts receivable and work order financing) and 'Real Estate Finance' operations in 1997. It also started car loan and personal loan services to individuals in 2004 and 2007, respectively.

1.3 Subsidiary companies

1.3.1 IDLC Securities Limited (IDLC SL)

IDLC Securities Limited, a wholly owned subsidiary company of IDLC Finance Limited, was incorporated on 19 April 2006 as a private limited company under Companies Act, 1994 with authorised share capital of Tk 25 crore. The Company had started its operation from September 2006. The main objective of the Company is to act as a member of stock exchanges to operate the central depository system (CDS) and to carry on the business of brokers, jobbers or dealers in stocks, shares, securities, commodities, commercial papers, bonds, obligations, debentures etc.

1.3.2 IDLC Investments Limited (IDLC IL)

As required by the Bangladesh Securities & Exchange Commission (BSEC), the Company formed a separate subsidiary on May 19, 2010 in the name and style "IDLC Investments Limited" to transfer its merchant banking activities. As per Securities and Exchange Commission (Merchant Banker and Portfolio Manager) Rules, 1996, the services of issue management, portfolio management, underwriting of shares and securities advisory services fall under the purview of merchant banking operation. The Company obtained license from the Bangladesh Securities and Exchange Commission (BSEC) on August 02, 2011 and commenced its business on August 16, 2011.

1.3.3 IDLC Asset Management Limited (IDLC AML)

IDLC Asset Management Limited (IDLC AML), another wholly owned subsidiary company of IDLC Finance Limited, was incorporated on November 19, 2015 as a private limited company under Companies Act, 1994 with authorised share capital of Taka 25.0 crore. The Company has obtained its registration certificate from Bangladesh Securities and Exchange Commission (BSEC) to operate as an asset manager as per Securities and Exchange Commission (Mutual Fund) Regulation, 2001. After obtaining the said registration from BSEC, the company has started its business operations.

The main objective of the Company is to carry out the business of asset management, primarily, through launching and managing mutual funds to cater diverse needs of investors. Beside institutional fund management IDLC AML also aims to facilitate alternative investments in terms of private equity and venture capital.

2. Basis of preparation and significant accounting policies

2.1 Statement of compliance

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement and investment in marketable securities which are stated at market value in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs), except the circumstances where local regulations differ, and the Companies Act, 1994, the Financial Institutions Act, 1993, Securities and Exchange Rules 1987, the Listing Regulations of Dhaka & Chittagong Stock Exchanges and other applicable laws and regulations.

The presentation of the financial statements has been made as per the requirements of DFIM Circular No: 11, dated December 23, 2009 issued by the Department of Financial Institutions and Markets (DFIM) of Bangladesh Bank. The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been kept blank in the financial statements.

2.2 Basis of measurement

This financial statements have been prepared based on Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) and no adjustment has been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

2.3 Date of authorisation

The Board of directors has authorised this financial statements for public issue on October 17, 2016.

	IDLC Finance Limited		IDLC Group	
	30.09.2016	31.12.2015	30.09.2016	31.12.2015
	Taka	Taka	Taka	Taka
3 Cash				
3.1 Cash in hand (including foreign currencies):				
In local currency	276,000	266,000	376,000	366,000
In foreign currency	-	-	-	-
	276,000	266,000	376,000	366,000
3.2 Balance with Bangladesh Bank and its agent (including foreign currencies)				
In local currency	1,017,186,708	891,503,744	1,017,186,708	891,503,744
In foreign currency	-	-	-	-
	1,017,186,708	891,503,744	1,017,186,708	891,503,744
	1,017,462,708	891,769,744	1,017,562,708	891,869,744
4 Balance with other banks and financial institutions in Bangladesh				
4(a) Inside Bangladesh:				
Current deposits in local currency				
Woori Bank limited	30,260	46,884	30,260	46,884
Bank Al- Falah Limited	17,425	2,092	17,425	2,092
One Bank Limited	-	-	462,006,074	3,652,991
The City Bank Limited	14,011,226	16,281,338	14,011,226	16,281,338
National Bank Limited	31,533	3,133,723	31,533	3,133,723
Eastern Bank Limited	-	-	769,949	-
Bank Asia Limited	(8,161,931)	1,236,518	(8,161,931)	1,236,518
State Bank of India	2,289,129	92,183	2,289,129	92,183
Commercial Bank of Ceylon PLC	6,985,724	2,160,441	14,120,114	3,649,952
The Hong Kong and Shanghai Banking Corporation	94,965	8,238	94,965	3,647,990
Citibank N.A	40,273,119	9,650,322	40,273,119	9,650,322
Standard Chartered Bank	(138,776,944)	(241,443,871)	(20,218,739)	(150,970,941)
Mutual Trust Bank Limited	980,353	1,874,281	980,353	1,874,281
Dutch Bangla Bank Limited	14,744,567	13,971,908	27,739,879	13,971,908
BRAC Bank Limited	33,326,042	28,500,017	46,510,514	29,296,671
Dhaka Bank Limited	33,411,319	1,962,625	33,411,319	1,962,625
NRB Bank Limited	-	-	6,480,367	1,998,213
Mercantile Bank Limited	6,170	7,550	6,170	7,550
Exim bank Limited	5,997,342	-	5,997,342	-
IDLC Investments Limited	60,025,901	108,607,166	-	-
	65,286,200	(53,908,585)	626,389,068	(60,465,700)
Short-term deposit accounts				
Prime Bank Limited	71,596	1,073,876	71,596	1,073,876
Dutch Bangla Bank Limited	-	-	-	1,411,494
The City Bank Limited	596,717	593,013	596,717	593,013
BRAC Bank Limited	-	-	-	4,261,007
Southeast Bank Limited	3,331,156	4,152,722	3,331,156	4,152,722
Citibank N.A.	52,731	731,487	52,731	731,487
Standard Chartered Bank	108,674	662,591	108,674	662,591
Commercial Bank of Cylon	11,892,315	989,473	11,892,315	3,271,833
One Bank Limited	-	-	-	298,363,993
Eastern Bank Limited	-	-	-	766,100
NRB Bank Limited	30,289	30,289	30,289	30,289
	16,083,478	8,233,451	16,083,478	315,318,405
Fixed Deposits				
Al-Arafa Islami Bank Limited	200,000,000	700,000,000	200,000,000	700,000,000
Lanka Bangla Finance Limited	-	-	261,059,563	278,969,833
NRB BANK Limited	500,000,000	1,000,000,000	500,000,000	1,000,000,000
NRB Commercial Bank Limited	700,000,000	700,000,000	700,000,000	700,000,000
South Bangla Agriculture & Commerce Bank Limited	200,000,000	1,400,000,000	200,000,000	1,400,000,000
Union Bank Limited	1,800,000,000	1,800,000,000	1,800,000,000	1,800,000,000
ONE Bank Limited	950,000,000	1,000,000,000	950,000,000	1,000,000,000
Meghna Bank Limited	1,200,000,000	200,000,000	1,200,000,000	200,000,000
Social Islami Bank Limited	600,000,000	-	600,000,000	-
Midland Bank Limited	-	800,000,000	-	800,000,000
The Farmers Bank Limited	1,000,000,000	400,000,000	1,162,962,177	550,000,000
Dhaka Bank Limited	-	800,000,000	-	800,000,000
NRB Global Bank Limited	200,000,000	250,000,000	200,000,000	250,000,000
Standard Bank Limited	-	1,200,000,000	-	1,200,000,000
Meridian Finance & Investment Limited	200,000,000	-	200,000,000	-
Export Import Bank of Bangladesh Limited	1,000,000,000	1,600,000,000	1,000,000,000	1,600,000,000
Trust Bank Limited	-	-	2,500,000	2,500,000
Standard Chartered Bank	-	-	24,000,000	7,000,000
	8,550,000,000	11,850,000,000	9,000,521,741	12,288,469,833
	8,631,369,678	11,804,324,866	9,642,994,287	12,543,322,538
4(b) Outside Bangladesh	-	-	-	-
Total balance	8,631,369,678	11,804,324,866	9,642,994,287	12,543,322,538

	IDLC Finance Limited		IDLC Group			
	30.09.2016	31.12.2015	30.09.2016	31.12.2015		
	Taka	Taka	Taka	Taka		
5 Money at call and short notice	-	-	-	-		
6 Investments						
Government securities						
Treasury bill	-	-	-	-		
National Investment bonds	-	-	-	-		
Bangladesh Bank bill	-	-	-	-		
Government notes/bonds	-	300,000,000	-	300,000,000		
Prize bonds	-	-	-	-		
Others	-	-	-	-		
	-	300,000,000	-	300,000,000		
Other investments						
Investment in non marketable ordinary shares (Note 6.1)	7,864,000	7,864,000	7,864,000	7,864,000		
Investment in debenture and bonds (Note 6.2)	913,000,000	913,000,000	1,067,646,141	913,000,000		
Investment in commercial papers (Note 6.3)	500,000,000	400,000,000	500,000,000	400,000,000		
Investment in marketable securities (Note 6.4)	1,222,770,182	1,150,083,105	2,355,853,204	1,771,604,561		
Other investments	-	-	-	-		
Gold etc.	-	-	-	-		
	2,643,634,182	2,470,947,105	3,931,363,345	3,092,468,561		
	2,643,634,182	2,770,947,105	3,931,363,345	3,392,468,561		
6.1 Investment in non marketable ordinary shares						
		No. of Shares				
Credit Rating Agency of Bangladesh Limited		17,198	1,719,800	1,719,800		
* The Bangladesh Rating Agency Limited (BDRAL)		61,442	6,144,200	6,144,200		
* Previously the name was Dan & Bradstreet Rating Agency Bangladesh Limited						
		7,864,000	7,864,000	7,864,000		
6.2 Investment in debenture and bonds						
Mercantile Bank Limited	300,000,000	300,000,000	300,000,000	300,000,000		
The City Bank Limited	313,000,000	313,000,000	313,000,000	313,000,000		
United Commercial Bank Limited	300,000,000	300,000,000	300,000,000	300,000,000		
Impress-Newtex Composite Textile Limited	-	-	154,646,141	-		
Total	913,000,000	913,000,000	1,067,646,141	913,000,000		
6.3 Investment in Commercial papers						
GPH Ispat Limited	100,000,000	100,000,000	100,000,000	100,000,000		
Jinnat Knitwears Limited	400,000,000	-	400,000,000	-		
Flamingo Fashions Limited	-	300,000,000	-	300,000,000		
Total	500,000,000	400,000,000	500,000,000	400,000,000		
6.4 Investment in marketable securities						
Details of marketable securities are given below:						
Business Segments	IDLC Finance Limited			IDLC Group		
	No. of shares	Cost price	Market price at the end of the period	No. of shares	Cost price	Market price at the end of the period
		Taka	Taka		Taka	Taka
Mutual Funds	20,607,562	128,153,438	112,768,674	48,561,071	349,659,587	169,696,604
Banks	6,054,137	289,020,603	362,642,759	9,353,364	406,655,294	528,316,456
Textiles	6,103,761	163,596,982	150,281,697	8,725,962	225,955,544	218,364,679
Pharmaceuticals & Chemicals	2,881,949	298,013,838	296,544,943	4,677,877	470,080,709	463,712,803
Fuel & Power	31,044,164	50,753,916	38,731,754	34,516,999	292,703,255	441,310,498
Financial Institutions	161,700	9,999,997	9,999,997	815,277	29,407,045	36,296,848
Cement	-	-	-	193,381	15,916,337	15,315,775
Engineering	1,445,167	91,992,868	93,362,863	3,726,576	269,210,495	264,153,265
Telecom	744,734	191,238,541	200,929,233	1,375,475	296,264,939	307,853,657
		1,222,770,182	1,265,261,921		2,355,853,204	2,445,020,586

	IDLC Finance Limited		IDLC Group	
	30.09.2016	31.12.2015	30.09.2016	31.12.2015
	Taka	Taka	Taka	Taka
7 Loans and advances				
Inside Bangladesh:				
Lease receivable (Note 7.1)	5,258,409,347	6,016,178,662	5,258,409,347	6,016,178,662
Long-term finance (Note 7.2)	31,113,182,962	25,376,857,760	31,113,182,962	25,376,857,760
Real estate finance (Note 7.3)	18,027,529,891	17,205,949,953	18,027,529,891	17,205,949,953
Car loans (Note 7.4)	2,455,657,221	2,490,010,308	2,455,657,221	2,490,010,308
Personal loan (Note 7.5)	103,748,293	120,402,599	103,748,293	120,402,599
Short term finance (Note 7.6)	976,359,278	1,079,413,610	976,359,278	1,079,413,610
Loan to subsidiaries (Note 7.7)	9,400,000	232,500,000	-	-
Loan against deposit (LAD)	510,276,234	507,159,933	510,276,234	507,159,933
Margin loan to portfolio investors (Note 7.8)	-	-	1,187,255,538	1,586,669,766
Interest receivable (Note-7.9)	997,623,671	829,241,380	997,623,671	829,181,658
	59,452,186,899	53,857,714,206	60,630,042,437	55,211,824,250
Outside Bangladesh	-	-	-	-
	59,452,186,899	53,857,714,206	60,630,042,437	55,211,824,250
7.1 Lease receivable				
Balance at January 1	6,016,178,662	6,281,833,418	6,016,178,662	6,281,833,418
Add: Addition during the period/year	1,641,539,239	2,641,959,950	1,641,539,239	2,641,959,950
	7,657,717,901	8,923,793,368	7,657,717,901	8,923,793,368
Less: Realisation during the period/year	2,399,308,554	2,907,614,706	2,399,308,554	2,907,614,706
Closing Balance	5,258,409,347	6,016,178,662	5,258,409,347	6,016,178,662
7.2 Long-term finance				
Balance at January 1	25,376,857,760	20,098,056,174	25,376,857,760	20,098,056,174
Add: Disbursement during the period/year	17,910,105,440	16,783,873,236	17,910,105,440	16,783,873,236
	43,286,963,199	36,881,929,410	43,286,963,199	36,881,929,410
Less: Realisation during the period/year	12,173,780,237	11,505,071,650	12,173,780,237	11,505,071,650
Closing Balance	31,113,182,962	25,376,857,760	31,113,182,962	25,376,857,760
7.3 Real estate finance				
This represents loans to individuals, employees under the Company's real estate loan scheme and corporate bodies for purchase and construction of apartments and homes in urban areas for periods ranging from 5 to 20 years.				
Balance at January 1	17,205,949,953	14,822,115,738	17,205,949,953	14,822,115,738
Add : Disbursement during the period/year	5,411,264,122	7,341,329,186	5,411,264,122	7,341,329,186
	22,617,214,075	22,163,444,924	22,617,214,075	22,163,444,924
Less : Realisation during the period/year	4,589,684,184	4,957,494,971	4,589,684,184	4,957,494,971
Closing Balance	18,027,529,891	17,205,949,953	18,027,529,891	17,205,949,953
7.4 Car loans				
Balance at January 1	2,490,010,308	1,796,774,442	2,490,010,308	1,796,774,442
Add : Disbursement during the period/year	594,086,053	1,233,246,144	594,086,053	1,233,246,144
	3,084,096,362	3,030,020,586	3,084,096,362	3,030,020,586
Less : Realisation during the period/year	628,439,140	540,010,278	628,439,140	540,010,278
Closing Balance	2,455,657,221	2,490,010,308	2,455,657,221	2,490,010,308
7.5 Personal loan				
Balance at January 1	120,402,599	139,489,225	120,402,599	139,489,225
Add : Disbursement during the period/year	23,130,703	46,052,934	23,130,703	46,052,934
	143,533,302	185,542,159	143,533,302	185,542,159
Less : Realisation during the period/year	39,785,009	65,139,560	39,785,009	65,139,560
Closing Balance	103,748,293	120,402,599	103,748,293	120,402,599
7.6 Short term finance				
Factoring of account receivable	976,359,278	1,079,413,610	976,359,278	1,079,413,610
	976,359,278	1,079,413,610	976,359,278	1,079,413,610

	IDLC Finance Limited		IDLC Group	
	30.09.2016	31.12.2015	30.09.2016	31.12.2015
	Taka	Taka	Taka	Taka
7.7 Loan to Subsidiaries				
Balance at January 1	232,500,000	329,810,669	-	-
Add : Disbursement during the period/year	3,197,500,000	2,365,500,000	-	-
	3,430,000,000	2,695,310,669	-	-
Less : Realisation during the period/year	3,420,600,000	2,462,810,669	-	-
Closing Balance	9,400,000	232,500,000	-	-
7.7.1 Loan to IDLC Investments Limited				
Balance at January 1	127,500,000	329,810,669	-	-
Add : Disbursement during the period/year	1,506,000,000	2,260,500,000	-	-
	1,633,500,000	2,590,310,669	-	-
Less : Realisation during the period/year	1,624,100,000	2,462,810,669	-	-
Closing Balance	9,400,000	127,500,000	-	-
7.7.2 Loan to IDLC Securities Limited				
Balance at January 1	105,000,000	-	-	-
Add : Disbursement during the period/year	1,691,500,000	105,000,000	-	-
	1,796,500,000	105,000,000	-	-
Less : Realisation during the period/year	1,796,500,000	-	-	-
Closing Balance	-	105,000,000	-	-
7.8 Margin loan to portfolio investors				
Balance at January 1	-	-	1,586,669,766	2,050,064,819
Add : Disbursement during the period/year	-	-	2,230,784,873	3,905,626,925
	-	-	3,817,454,639	5,955,691,744
Less : Realisation during the period/year	-	-	2,630,199,102	4,369,021,978
Closing Balance	-	-	1,187,255,538	1,586,669,766
7.9 Interest Receivables				
Lease receivable	136,253,284	132,831,082	136,253,284	132,831,082
Long-term finance	482,719,902	367,341,830	482,719,902	367,341,830
Real estate finance	278,703,286	233,497,512	278,703,286	233,497,512
Car loan	30,864,656	24,114,627	30,864,656	24,114,627
Personal loan	2,315,651	2,678,663	2,315,651	2,678,663
Loan against deposit (LAD)	59,900,858	49,595,894	59,900,858	49,595,894
Loan to Subsidiaries	-	59,722	-	-
Short term finance	6,866,036	19,122,051	6,866,036	19,122,051
	997,623,671	829,241,380	997,623,671	829,181,658

	IDLC Finance Limited		IDLC Group	
	30.09.2016 Taka	31.12.2015 Taka	30.09.2016 Taka	31.12.2015 Taka
8 Fixed assets including land, building, furniture and fixtures				
a. Cost				
Balance at January 1	1,042,168,288	801,740,346	1,208,445,717	952,762,579
Add: Addition during the period/year	259,312,630	294,404,534	274,650,148	313,654,913
	1,301,480,918	1,096,144,880	1,483,095,865	1,266,417,492
Less: Disposal/Adjustments during the period/year	(65,346,567)	(53,976,593)	(87,352,435)	(57,971,776)
Closing Balance	1,236,134,352	1,042,168,288	1,395,743,430	1,208,445,716
b. Accumulated depreciation				
Balance at January 1	539,804,931	458,182,931	671,347,035	572,220,454
Add: Charged during the period/year	112,514,321	124,448,641	124,576,126	145,375,918
	652,319,253	582,631,572	795,923,161	717,596,372
Less: Disposal/ Adjustments during the period/year	(50,550,749)	(42,826,641)	(69,459,265)	(46,249,339)
Closing Balance	601,768,503	539,804,931	726,463,896	671,347,033
c. Written down value (a-b)	634,365,848	502,363,356	669,279,534	537,098,683
A schedule of fixed assets including land, building, furniture and fixtures is given in Annexure-A				
9 Other assets				
Investment in subsidiary companies (Note - 9.1)	1,549,999,790	1,549,999,790	-	-
Accounts receivable (Note - 9.2)	140,499,097	151,953,151	530,604,740	543,115,832
Advances, deposits and prepayments (Note - 9.3)	178,957,994	236,904,873	222,014,852	270,343,161
Inter - company receivables (Note - 9.4)	4,249,183	402,550	-	-
Deferred tax asset	2,331,213	2,331,213	25,735,421	25,735,421
Investment in stock exchanges (Note - 9.5)	-	-	18,676,000	18,676,000
	1,876,037,277	1,941,591,577	797,031,013	857,870,414
9.1 Investment in subsidiary companies				
IDLC Securities Limited (Note- 9.1.1)	49,999,900	49,999,900	-	-
IDLC Investments Limited (Note- 9.1.2)	1,399,999,900	1,399,999,900	-	-
IDLC Asset Management Limited (Note- 9.1.3)	99,999,990	99,999,990	-	-
	1,549,999,790	1,549,999,790	-	-
9.1.1 Out of the total of 4,000,000 ordinary shares issued and paid up, IDLC Finance Limited holds 3,999,992 (including bonus shares issued in 2008, 2009 and 2010) ordinary shares of Taka 100 each.				
9.1.2 Out of the total of 14,000,000 ordinary shares issued and paid up, IDLC Finance Limited holds 13,999,999 ordinary shares of Taka 100 each.				
9.1.3 Out of the total of 10,000,000 ordinary shares issued, IDLC Finance Limited holds 9,999,999 ordinary shares of Taka 10 each.				
9.2 Accounts receivable				
Interest receivable	110,322,500	143,215,263	120,421,333	156,482,419
Other receivables	30,176,597	8,737,888	410,183,406	386,633,413
	140,499,097	151,953,151	530,604,740	543,115,832
9.3 Advances, deposits and prepayments				
Deposits and prepayments	1,393,751	2,771,351	1,681,751	3,061,351
Advance against expenses	177,564,243	234,133,522	220,333,101	267,281,810
	178,957,994	236,904,873	222,014,852	270,343,161
Advances, deposits and prepayments are considered good but not secured by collateral.				
9.4 Inter - company receivables				
This represents receivables from subsidiary companies.				
IDLC Securities Limited	-	-	-	-
IDLC Investments Limited	-	-	-	-
IDLC Asset Management Limited	4,249,183	402,550	-	-
	4,249,183	402,550	-	-
9.5 Investment in stock exchanges				
DSE membership at cost	-	-	15,225,000	15,225,000
CSE membership at cost	-	-	3,451,000	3,451,000
	-	-	18,676,000	18,676,000

IDLC Securities Limited has received the following shares from DSE and CSE against the membership under demutualization scheme of the stock exchanges

<u>Stock Exchange</u>	<u>Type of Shares</u>	<u>Number of Shares</u>	<u>Face Value</u>
Dhaka Stock Exchange Limited	Floated (40%)	2,886,042	10
	Blocked (60%)	4,329,064	10
		<u>7,215,106</u>	
Chittagong Stock Exchange Limited	Floated (40%)	1,714,932	10
	Blocked (60%)	2,572,398	10
		<u>4,287,330</u>	

Valuation of membership has been shown at cost in the accounts.

	<u>IDLC Finance Limited</u>		<u>IDLC Group</u>	
	<u>30.09.2016</u>	<u>31.12.2015</u>	<u>30.09.2016</u>	<u>31.12.2015</u>
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
10 Borrowings from other banks, financial institutions				
Inside Bangladesh (Note- 10.1)	11,001,322,794	10,550,165,864	11,165,859,216	10,585,582,747
Outside Bangladesh	-	-	-	-
	<u>11,001,322,794</u>	<u>10,550,165,864</u>	<u>11,165,859,216</u>	<u>10,585,582,747</u>
10.1 Inside Bangladesh				
Secured long term loans				
Commercial Bank of Ceylon PLC	-	105,000,000	-	105,000,000
Woori Bank	212,500,000	300,000,000	212,500,000	300,000,000
Total secured long-term loans	<u>212,500,000</u>	<u>405,000,000</u>	<u>212,500,000</u>	<u>405,000,000</u>
Unsecured long-term loans				
Bond and Debenture				
Grameen Telecom Trust	215,629,192	-	215,629,192	-
A K Khan & Co Limited	438,214,164	331,598,635	438,214,164	331,598,635
Bangla Telecom Limited	40,554,479	-	40,554,479	-
Delsey Cotton Spinning Mills Ltd.	81,108,958	-	81,108,958	-
Bangladesh Infrastructure Finance Fund Limited	405,544,789	-	405,544,789	-
Central Depository Bangladesh Limited	-	30,449,830	-	30,449,830
Universal Jeans Limited	347,789,019	76,124,572	347,789,019	76,124,572
BRAC EPL Stock Brokerage Limited	-	18,574,396	-	18,574,396
Square Pharmaceuticals Limited	173,894,509	-	173,894,509	-
Pragati Life Insurance Limited	34,778,902	-	34,778,902	-
A.K. Khan & Company Limited	-	-	-	-
BETS Consulting Services Limited	34,778,902	-	34,778,902	-
Dr. Abdus Shabur	6,955,780	-	6,955,780	-
Long-term loans				
Kreditanstalt für Wiederaufbau (KfW)	90,801,364	99,769,118	90,801,364	99,769,118
Bangladesh Bank (BB Fund-Small Enterprise Refinancing Program)	59,955,852	98,881,388	59,955,852	98,881,388
Bangladesh Bank (New Entrepreneur Refinancing Scheme)	79,340,909	49,900,000	79,340,909	49,900,000
Bangladesh Bank (Home Loan Refinancing Program)	644,134,241	687,612,296	644,134,241	687,612,296
Bangladesh Bank (Women-Small Enterprise Refinancing Program)	2,869,937,381	2,753,533,572	2,869,937,381	2,753,533,572
Bangladesh Bank (Agro Loan Refinancing Program)	1,642,421,092	1,712,434,975	1,642,421,092	1,712,434,975
Bangladesh Bank (ADB Fund-Small Enterprise Refinancing Program)	110,111,250	296,311,875	110,111,250	296,311,875
Bangladesh Bank (JICA-Small Enterprise Refinancing Program)	664,900,922	520,406,109	664,900,922	520,406,109
Bangladesh Bank (Solar, Bio-Gas & ETP))	5,833,334	-	5,833,334	-
Bangladesh Bank (Milk Production)	2,400,000	-	2,400,000	-
SME Foundation	73,000,000	85,000,000	73,000,000	85,000,000
FMO Loan	776,800,000	932,160,000	776,800,000	932,160,000
Investment Promotion & Financing Facilities (IPFF)	255,059,870	272,409,098	255,059,870	272,409,098
Investment Corporation of Bangladesh (ICB)	-	-	14,536,422	35,416,883
SABINCO	334,877,885	400,000,000	334,877,885	400,000,000
Total unsecured long-term loan	<u>9,388,822,794</u>	<u>8,365,165,864</u>	<u>9,403,359,216</u>	<u>8,400,582,747</u>
Short-term and Call loans:				
Short-term loans				
Bank Alfalah Limited	200,000,000	-	200,000,000	-
Standard Chartered Bank	300,000,000	800,000,000	450,000,000	800,000,000
	<u>500,000,000</u>	<u>800,000,000</u>	<u>650,000,000</u>	<u>800,000,000</u>
Call Loans				
Agrani Bank Limited	100,000,000	160,000,000	100,000,000	160,000,000
AB Bank Limited	170,000,000	-	170,000,000	-
United Commercial Bank Limited	290,000,000	-	290,000,000	-
Bank Asia Limited	170,000,000	-	170,000,000	-
Pubali Bank Limited	-	140,000,000	-	140,000,000
Jamuna Bank Limited	-	150,000,000	-	150,000,000
Mercantile Bank Limited	-	330,000,000	-	330,000,000
Mutual Trust Bank Limited	170,000,000	200,000,000	170,000,000	200,000,000
	<u>900,000,000</u>	<u>980,000,000</u>	<u>900,000,000</u>	<u>980,000,000</u>
Total short-term and call loans	<u>1,400,000,000</u>	<u>1,780,000,000</u>	<u>1,550,000,000</u>	<u>1,780,000,000</u>
Total Borrowings	<u>11,001,322,794</u>	<u>10,550,165,864</u>	<u>11,165,859,216</u>	<u>10,585,582,747</u>

	IDLC Finance Limited		IDLC Group	
	30.09.2016 Taka	31.12.2015 Taka	30.09.2016 Taka	31.12.2015 Taka
11 Deposits and other accounts				
Current accounts and other accounts etc	-	-	-	-
Bills payable	-	-	-	-
Savings bank deposits	-	-	-	-
Term deposits (Note- 11.1)	47,104,461,179	46,174,475,236	47,016,511,179	46,038,675,236
Bearer certificate of deposits	-	-	-	-
Refundable deposits (Note- 11.2)	1,838,104,179	1,585,890,057	1,838,104,179	1,585,890,057
	48,942,565,358	47,760,365,293	48,854,615,358	47,624,565,293
11.1 Term deposits				
This represents deposits received from institutions and individuals for a period not less than three months.				
Balance at January 1	46,174,475,236	35,241,001,090	46,038,675,236	35,240,301,090
Add: Deposits received during the period/year	20,678,321,234	28,341,598,510	20,678,321,234	28,341,598,510
	66,852,796,471	63,582,599,600	66,716,996,471	63,581,899,600
Less: Matured/encashed during the period/year	19,748,335,292	17,408,124,363	19,748,335,292	17,408,124,363
Inter - company deposit	-	-	(47,850,000)	135,100,000
Closing Balance	47,104,461,179	46,174,475,236	47,016,511,179	46,038,675,236
11.2 Refundable deposits				
The Company takes deposits from the clients of lease and loan on signing of agreement, refundable at the end of the contract period. Balance at June 30 stands as under:				
Deposits against loan and lease rental	311,613,391	338,834,885	311,613,391	338,834,885
Deposits against financing as per term of agreements (Security deposits)	1,526,490,788	1,247,055,171	1,526,490,788	1,247,055,171
	1,838,104,179	1,585,890,057	1,838,104,179	1,585,890,057
Security deposits are interest bearing while deposits against loan and lease are non interest bearing.				
12 Other liabilities				
Payable and accrued expenses (Note- 12.1)	3,890,939,279	3,366,220,090	4,604,800,865	3,771,971,305
Provision for income tax (Note- 12.2)	1,716,795,950	1,806,301,703	1,846,381,328	1,925,191,210
Inter-company payables (Note- 12.3)	-	99,999,990	-	-
Deferred liability-employee gratuity (Note- 12.4)	28,950,016	-	52,923,809	21,077,143
Portfolio investors' fund (Note- 12.5)	-	-	215,738,443	218,042,064
Interest suspense account (Note- 12.6)	380,818,658	281,071,948	380,818,658	281,071,948
Provision for doubtful accounts and future losses (Note- 12.7 (i))	1,022,040,352	1,160,433,026	1,055,367,262	1,213,384,055
Unpaid dividend	11,647,158	7,606,218	11,647,158	7,606,218
	7,051,191,413	6,721,632,975	8,167,677,523	7,438,343,943
12.1 Payable and accrued expenses				
Receipt against leases	712,348,274	335,375,876	712,348,274	335,375,876
Liabilities for expenses	2,779,344,420	2,677,881,192	3,488,345,530	3,083,425,809
Liabilities for other finance	399,246,585	352,963,022	404,107,062	353,169,620
	3,890,939,279	3,366,220,090	4,604,800,865	3,771,971,305
12.2 Provision for income tax				
<i>Provision</i>				
Balance at January 1	5,560,168,809	4,522,486,911	6,189,952,788	5,018,323,425
Less: Adjustment during the period/year	-	-	-	-
	5,560,168,809	4,522,486,911	6,189,952,788	5,018,323,425
Add: Provision made during the period/year	858,210,584	1,037,681,898	975,167,501	1,171,629,363
	6,418,379,393	5,560,168,809	7,165,120,289	6,189,952,788
Settlement of previous year's tax liability	-	-	-	-
Closing Balance	6,418,379,393	5,560,168,809	7,165,120,289	6,189,952,788
<i>Advance tax</i>				
Balance at January 1	3,753,867,106	3,036,760,824	4,264,761,578	3,442,497,904
Add: Payment made during the period/year:				
Under sections 64 and 74 of ITO, 1984	869,826,260	604,155,360	893,179,723	664,144,614
Deduction at source	76,790,077	110,881,922	159,697,659	156,050,060
Others	1,100,000	2,069,000	1,100,000	2,069,000
	947,716,337	717,106,282	1,053,977,382	822,263,674
	4,701,583,443	3,753,867,106	5,318,738,960	4,264,761,578
Less: Adjustment during the period/year	-	-	-	-
	4,701,583,443	3,753,867,106	5,318,738,960	4,264,761,578
Net balance at period/year end	1,716,795,950	1,806,301,703	1,846,381,328	1,925,191,210

	IDLC Finance Limited		IDLC Group	
	30.09.2016	31.12.2015	30.09.2016	31.12.2015
	Taka	Taka	Taka	Taka
12.3 Inter-company payables				
IDLC Securities Limited	-	-	-	-
IDLC Investments Limited	-	-	-	-
IDLC Asset Management Limited	-	99,999,990	-	-
	-	99,999,990	-	-
12.4 Deferred Liability-employee gratuity				
Balance at January 1	-	-	21,077,143	16,615,124
Add: Addition during the period/year	28,950,016	-	33,116,151	8,524,048
	28,950,016	-	54,193,294	25,139,172
Less: Payment during the period/year	-	-	1,269,485	4,062,029
Closing Balance	28,950,016	-	52,923,809	21,077,143
12.5 Portfolio investors' fund				
This represents the balance of deposits made with the IDLC Investments Limited by the portfolio investors to take margin loan and buy marketable securities. The balance of fund has been arrived at as follows:				
Balance at January 1	-	-	218,042,064	220,365,337
Add: Deposit and share sold by clients	-	-	1,497,159,634	2,191,420,201
	-	-	1,715,201,698	2,411,785,538
Less: Purchase of share and deposit withdraw by clients	-	-	1,499,463,256	2,193,743,474
Closing Balance	-	-	215,738,443	218,042,064
12.6 Interest suspense accounts				
On lease finance	97,902,225	82,342,236	97,902,225	82,342,236
On real-estate finance	97,742,912	57,033,620	97,742,912	57,033,620
On term finance	168,735,437	132,378,128	168,735,437	132,378,128
On car loan	11,844,846	4,630,154	11,844,846	4,630,154
On personal loan	1,497,577	1,752,803	1,497,577	1,752,803
On short term finance	3,095,661	2,935,007	3,095,661	2,935,007
	380,818,658	281,071,948	380,818,658	281,071,948
12.7 Provision for loans and advances/investments				
12.7(i) Balance at January 1	1,160,433,026	889,827,568	1,213,384,055	922,737,832
Provision required for the period/year	259,297,329	316,215,887	259,800,063	358,858,683
Provision released during the period/year	(225,638,381)	(24,645,877)	(245,765,235)	(47,247,908)
Provision charged for the period/year (Note- 12.7 (ii))	33,658,948	291,570,010	14,034,828	311,610,775
Write off during the period/year	172,051,622	20,964,551	172,051,622	20,964,551
Closing Balance	1,022,040,352	1,160,433,026	1,055,367,262	1,213,384,055
12.7(ii) Provision charged for the period/year				
General provision	25,469,607	40,523,166	25,972,341	35,516,702
Specific provision	71,201,767	158,721,636	51,074,912	187,311,077
Provision for diminutions in value of investments	(63,012,426)	(36,341,555)	(63,012,426)	(41,496,204)
	33,658,948	162,903,247	14,034,828	181,331,575

	IDLC Finance Limited		IDLC Group	
	30.09.2016	31.12.2015	30.09.2016	31.12.2015
	Taka	Taka	Taka	Taka
13 Share capital				
Authorised				
1000,000,000 ordinary shares of Taka 10 each	10,000,000,000	4,000,000,000	10,000,000,000	4,000,000,000
Issued, subscribed and paid-up				
251,367,187 ordinary shares of Taka 10 each	2,513,671,870	2,513,671,870	2,513,671,870	2,513,671,870

Paid-up share capital as on September 30, 2016 comprises the following:

Composition of shareholding:

Sl. No.	Name of the Shareholders	30.09.2016		31.12.2015	
		% of holding	Number of shares	Taka	Taka
1	SPONSORS/DIRECTORS				
	The City Bank Limited (CBL)	24.21	60,854,056	608,540,560	608,540,560
	The City Bank Limited (CBL)	10.00	25,137,225	251,372,250	608,540,560
	City Bank Capital Resources Ltd. (CBCRL)	9.90	24,885,352	248,853,520	-
	City Brokerage Ltd.	4.31	10,831,479	108,314,790	-
	Transcom Group	13.33	33,515,443	335,154,430	335,154,430
	Eskayef Bangladesh Limited	8.00	20,109,375	201,093,750	201,093,750
	Transcraft Limited	4.01	10,088,022	100,880,220	100,880,220
	Bangladesh Lamps Limited	1.32	3,318,046	33,180,460	33,180,460
	Sadharan Bima Corporation (SBC)	7.62	19,151,663	191,516,630	191,516,630
	Mercantile Bank Limited	7.50	18,852,538	188,525,380	188,525,380
	Reliance Insurance Company Limited	7.00	17,595,702	175,957,020	175,957,020
	Sub-Total	59.66	149,969,402	1,499,694,020	1,499,694,020
2	GENERAL				
	Institutions:				
	Investment Corporation of Bangladesh (ICB)	8.59	21,597,892	215,978,920	138,543,620
	Eastern Bank Limited and its subsidiaries	4.88	12,258,519	122,585,190	-
	LR Global Bangladesh Asset Management Limited	1.83	4,611,202	46,112,020	28,739,000
	Marina Apparels Limited	1.00	2,513,671	25,136,710	-
	Other Institutions	7.04	17,699,355	176,993,550	287,532,920
	Sub-Total	23.34	58,680,639	586,806,390	454,815,540
	Individuals:				
	General Public (Individuals)	12.66	31,810,884	318,108,840	503,084,060
	Sub-Total	12.66	31,810,884	318,108,840	503,084,060
	Foreign:				
	Institutions & Individuals	4.34	10,906,262	109,062,620	56,078,250
	Sub-Total	4.34	10,906,262	109,062,620	56,078,250
	Total Holdings	100.00	251,367,187	2,513,671,870	2,513,671,870

14 Share premium

This represents premium amount over par value of shares received against issue of 75,000 shares in 1993 @Taka 50 per share.

15 Statutory reserves

Balance at January 1	1,482,722,671	1,233,958,647	1,482,722,671	1,233,958,647
Add: Transferred on appropriation of profit	-	248,764,024	-	248,764,024
Closing Balance	1,482,722,671	1,482,722,671	1,482,722,671	1,482,722,671

16 General reserves

Balance at January 1	1,000,000,000	811,250,000	1,000,000,000	811,250,000
Add: Transferred on appropriation of profit	-	188,750,000	-	188,750,000
Closing Balance	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000

17 Business commitments and contingencies

In the normal course of business, the Company makes various commitments and incurs certain contingent liabilities. No material losses are anticipated as a result of these transactions. These contingent liabilities and business commitments are quantified below:

	IDLC Finance Limited		IDLC Group	
	30.09.2016	31.12.2015	30.09.2016	31.12.2015
	Taka	Taka	Taka	Taka
17.1 Contingent liabilities				
Acceptances and endorsements	-	-	-	-
Letters of guarantee	173,828,414	118,488,520	173,828,414	118,488,520
Irrevocable letters of credit	-	-	-	-
Bills for collection	-	-	-	-
Indemnity bond	-	-	-	-
Corporate guarantee	500,000,000	500,000,000	500,000,000	500,000,000
	673,828,414	618,488,520	673,828,414	618,488,520

	IDLC Finance Limited		IDLC Group	
	30.09.2016	31.12.2015	30.09.2016	31.12.2015
	Taka	Taka	Taka	Taka
17.2 Business commitments				
Documentary credits and short term trade related transactions	-	-	-	-
Forward assets purchased and forward deposits placed	-	-	-	-
Un-drawn note issuance and revolving underwriting	-	-	-	-
Un-drawn formal standby facilities, credit lines	-	-	-	-
Lease and term finance commitments outstanding at period/year end	15,000,000	162,974,679	15,000,000	162,974,679
Real estate finance commitments outstanding at period/year end	414,230,091	443,430,175	414,230,091	443,430,175
Car loan commitments outstanding at period/year end	2,908,333	450,000	2,908,333	450,000
Personal loan commitments outstanding at period/year end	200,000	200,000	200,000	200,000
Loan Against Deposit commitments outstanding at period/year end	-	-	-	-
	432,338,424	607,054,854	432,338,424	607,054,854

	IDLC Finance Limited		IDLC Group	
	30.09.2016	30.09.2015	30.09.2016	30.09.2015
	Taka	Taka	Taka	Taka
18 Income statement				
Income				
Interest, discount and similar income (Note-18.1)	6,310,173,294	6,068,880,381	6,481,162,056	6,355,357,995
Dividend income (Note-21)	51,756,946	38,508,955	126,137,541	52,256,731
Fees, commission and brokerage (Note-22)	28,617,984	42,463,472	252,165,683	253,869,969
Other operating income (Note-23)	370,148,006	327,513,356	378,311,823	333,471,445
	<u>6,760,696,230</u>	<u>6,477,366,164</u>	<u>7,237,777,104</u>	<u>6,994,956,140</u>
Expenses				
Interest on deposits and borrowings (Note-20)	3,501,907,709	3,601,115,852	3,489,323,419	3,605,908,753
Administrative expenses (Note-18.2)	918,637,820	746,934,503	1,083,226,841	903,318,528
Other operating expenses (Note-33)	213,724,131	186,520,742	238,676,958	199,409,891
Depreciation on assets (Note-32)	112,514,321	91,378,642	124,576,126	107,738,535
	<u>4,746,783,981</u>	<u>4,625,949,739</u>	<u>4,935,803,343</u>	<u>4,816,375,706</u>
	<u>2,013,912,249</u>	<u>1,851,416,425</u>	<u>2,301,973,761</u>	<u>2,178,580,434</u>
18.1 Interest, discount and similar income				
Interest income (Note -19)	6,136,509,523	5,923,467,851	6,275,110,433	6,097,663,510
Gain on sale of marketable securities (Note - 21)	82,812,871	56,117,968	109,030,008	159,787,151
Income from investment in bonds (Note - 21)	90,850,900	89,294,562	97,021,616	97,907,334
	<u>6,310,173,294</u>	<u>6,068,880,381</u>	<u>6,481,162,056</u>	<u>6,355,357,995</u>
18.2 Administrative expenses				
Salary and allowances (Note-24)	657,993,859	560,499,346	773,499,423	671,726,510
Rent, taxes, insurance, electricity, etc. (Note-25)	131,990,980	66,760,761	167,159,079	98,970,158
Legal expenses (Note-26)	9,544,829	6,635,120	11,990,533	8,014,767
Postage, stamp, telecommunication, etc. (Note-27)	22,266,727	19,930,108	26,031,908	25,959,366
Stationery, printing, advertisement, etc. (Note-28)	66,247,339	58,573,566	70,537,647	62,083,493
	<u>918,637,820</u>	<u>746,934,503</u>	<u>1,083,226,841</u>	<u>903,318,528</u>
19 Interest income				
This represents interest income from the following products:				
Lease finance	531,417,564	650,694,874	531,417,564	650,694,874
Real estate finance	1,680,466,326	1,782,660,800	1,680,466,326	1,782,660,800
Term finance	2,919,346,563	2,383,581,548	2,919,346,563	2,383,581,548
Short term finance	108,502,007	138,489,743	108,502,007	138,489,743
Car loan	267,100,937	241,690,176	267,100,937	241,690,176
Personal loan	14,490,245	17,361,251	14,490,245	17,361,251
Margin loan to portfolio investors	-	-	120,216,500	153,518,338
Loan to subsidiaries	12,683,075	12,716,239	-	-
	<u>5,534,006,717</u>	<u>5,227,194,631</u>	<u>5,641,540,142</u>	<u>5,367,996,730</u>
Interest on balance with other banks and financial institutions	555,240,191	648,311,988	586,307,675	681,705,548
Call loan	-	337,694	-	337,694
Loan against deposit	47,262,615	47,623,538	47,262,615	47,623,538
	<u>6,136,509,523</u>	<u>5,923,467,851</u>	<u>6,275,110,433</u>	<u>6,097,663,510</u>
20 Interest on deposits and borrowings etc.				
Interest on term deposits	2,912,726,642	3,090,554,070	2,908,311,364	3,090,554,070
Interest on borrowings	362,239,541	322,796,471	354,070,530	327,589,372
Interest on secured/unsecured zero coupon bonds	115,997,651	66,659,719	115,997,651	66,659,719
Interest on security deposit	76,028,514	65,986,064	76,028,514	65,986,064
Interest on call loan	34,915,361	55,119,528	34,915,361	55,119,528
	<u>3,501,907,709</u>	<u>3,601,115,852</u>	<u>3,489,323,419</u>	<u>3,605,908,753</u>

	IDLC Finance Limited		IDLC Group	
	30.09.2016	30.09.2015	30.09.2016	30.09.2015
	Taka	Taka	Taka	Taka
21 Investment income				
Gain/(loss) on sale of marketable securities	82,812,871	56,117,968	109,030,008	159,787,151
Dividend income	51,756,946	38,508,955	126,137,541	52,256,731
Income from investment in bonds	90,850,900	89,294,562	97,021,616	97,907,334
Income from investment in commercial paper	29,805,556	9,867,083	29,805,556	9,867,083
	255,226,273	193,788,568	361,994,721	319,818,299
22 Commission, exchange and brokerage				
Agency fees	2,500,000	3,866,666	2,500,000	3,866,666
Arrangement fees	26,117,984	38,596,806	26,117,984	38,596,806
Commission & brokerage	-	-	181,955,048	163,170,085
Documentation fees	-	-	325,000	53,000
Portfolio management fees	-	-	24,349,217	31,206,520
Corporate advisory fees	-	-	5,488,743	-
Settlement charges	-	-	11,429,692	16,976,892
	28,617,984	42,463,472	252,165,683	253,869,969
23 Other operating income				
Application, processing and documentation fees	169,443,000	200,777,677	170,278,710	200,777,677
Loan settlement and others	69,622,412	70,613,432	69,622,412	70,613,432
Transfer price/gain at the time of expiry of lease	1,287,832	965,499	1,287,832	965,499
Service charges	19,243,063	21,804,725	19,243,063	21,804,725
Gain/(Loss) on disposal of fixed assets	9,717,719	11,640,752	8,471,805	11,740,732
Account opening & BO account maintenance fees	-	-	1,982,400	2,382,900
IPO service charge	-	-	58,105	51,314
Miscellaneous income	100,833,980	21,711,271	107,367,497	25,135,166
	370,148,006	327,513,356	378,311,823	333,471,445
24 Salaries and allowances	657,993,859	560,499,346	773,499,423	671,726,510
25 Rent, taxes, insurance, electricity, etc.				
Rent, rate and taxes	97,888,803	41,688,311	127,720,087	68,168,297
Insurance	4,548,420	4,598,720	5,098,353	5,368,010
Power and electricity	29,553,757	20,473,730	34,340,639	25,433,851
	131,990,980	66,760,761	167,159,079	98,970,158
26 Legal expenses				
Renewal and registration	4,907,425	2,353,173	6,300,019	3,060,026
Other professional charges	4,637,404	4,281,947	5,690,514	4,954,741
	9,544,829	6,635,120	11,990,533	8,014,767
27 Postage, stamp, telecommunication, etc.				
Postage	731,131	942,950	927,740	1,372,700
Telecommunication and internet etc.	21,535,596	18,987,158	25,104,168	24,586,666
	22,266,727	19,930,108	26,031,908	25,959,366
28 Stationery, printing, advertisements, etc.				
Stationery & printing	36,375,686	36,887,022	38,349,973	38,816,800
Advertisement and publicity	29,871,653	21,686,544	32,187,673	23,266,693
	66,247,339	58,573,566	70,537,647	62,083,493

	IDLC Finance Limited		IDLC Group	
	30.09.2016	30.09.2015	30.09.2016	30.09.2015
	Taka	Taka	Taka	Taka
29 Managing Director's salary and benefits				
Basic pay	3,500,000	4,500,000	3,500,000	4,500,000
Allowances	1,610,000	2,070,000	1,610,000	2,070,000
Bonus	1,500,000	2,500,000	1,500,000	2,500,000
Company's contribution to provident fund	350,000	450,000	350,000	450,000
	6,960,000	9,520,000	6,960,000	9,520,000
30 Directors' fees				
Honorarium for attending meeting	1,021,200	839,500	1,310,700	1,111,500
Incidental expenses for attending meeting	-	-	-	-
	1,021,200	839,500	1,310,700	1,111,500
31 Auditors' fees				
Annual statutory audit fees (including VAT)	575,000	402,500	860,938	602,188
Other audit fees	-	-	-	-
	575,000	402,500	860,938	602,188
32 Depreciation and repair of company's assets				
Freehold assets (Note-8)	112,514,321	91,378,642	124,576,126	107,738,535
Repair and maintenance				
For premises & vehicles	2,873,760	4,232,978	3,467,713	4,232,978
For computers and computers accessories	19,164,126	19,540,624	21,408,901	21,097,568
	22,037,886	23,773,602	24,876,614	25,330,546
	134,552,207	115,152,244	149,452,740	133,069,081
33 Other expenses				
Bank charges	2,703,902	3,241,707	3,024,941	3,241,707
Books and periodicals	174,690	158,247	226,052	206,185
Car expenses	20,499,523	17,083,733	22,346,690	18,946,413
Donations and subscriptions	3,665,499	4,884,223	3,866,421	7,137,012
Medical & welfare expenses	16,787,922	10,076,728	17,716,613	10,814,897
Entertainment	6,923,325	9,773,506	8,605,496	11,394,189
Consultancy fees	4,404,043	3,385,498	4,404,043	3,385,498
Office service expenses	57,769,975	47,806,853	71,444,401	57,067,449
Training expenses	6,653,893	6,883,852	7,216,006	7,203,386
Travel and conveyances	11,363,651	11,188,698	12,480,402	12,213,348
CDBL charges	30,060	500	442,165	404,607
Loss on disposal of lease assets	4,201	246	4,201	246
Howla and Laga charge	-	-	23,603,739	12,540,432
Portfolio Management Charge	20,848,045	17,953,680	-	-
Sales Incentives	44,841,781	40,392,805	44,841,781	40,392,805
Repossession fees and others	17,053,620	13,690,467	18,454,007	14,461,717
	213,724,131	186,520,742	238,676,958	199,409,891

34 Earnings Per Share (EPS)

Earnings Per Share as shown in the face of the Profit and Loss Account is calculated in accordance with Bangladesh Accounting Standard 33: "Earnings Per Share".

Basic earnings per share has been calculated as follows:

	IDLC Finance Limited		IDLC Group	
	30.09.2016	30.09.2015	30.09.2016	30.09.2015
	Taka	Taka	Taka	Taka
Earnings attributable to ordinary shareholders (Net profit after tax)	1,151,848,273	944,762,703	1,342,576,865	1,150,820,717
Weighted average number of ordinary shares outstanding during the period/year	251,367,187	251,367,187	251,367,187	251,367,187
Basic Earnings Per Share	4.58	3.76	5.34	4.58

No diluted earning per share is required to be calculated for the period as there was no convertible securities for dilution during the period.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, October 17, 2016

Fixed assets including land, building, furniture and fixtures - 30 September 2016

(Annexure A)

Asset category	Cost				Rate	Depreciation				Written down value at September 30, 2016
	Balance at January 1, 2016	Addition during the period	Disposal/ adjustment during the period	Balance at September 30, 2016		Balance at January 1, 2016	Charged for the period	Adjustment during the period	Balance at September 30, 2016	
	Taka	Taka	Taka	Taka	%	Taka	Taka	Taka	Taka	Taka
Land	26,958,470	-	-	26,958,470	-	-	-	-	-	26,958,470
Building	205,519,303	-	-	205,519,303	2.50	15,598,636	3,853,487	-	19,452,123	186,067,180
Furniture and fixtures	51,475,263	39,879,359	(1,985,740)	89,368,882	12.50	31,307,358	5,377,289	(1,661,021)	35,023,626	54,345,256
Electrical equipment	57,051,909	26,969,765	(3,419,308)	80,602,366	20.00	46,629,612	5,463,464	(2,963,968)	49,129,108	31,473,258
Curtain and carpets	3,010,870	1,789,322	(430,335)	4,369,856	33.33	1,947,980	615,884	(245,242)	2,318,622	2,051,234
Office equipment	77,209,996	19,758,021	(829,500)	96,138,517	20.00	67,347,501	8,385,657	(829,475)	74,903,684	21,234,833
Office decoration	75,235,211	59,963,442	(3,447,827)	131,750,826	20.00	58,128,473	8,969,744	(3,429,565)	63,668,652	68,082,174
Computers	114,322,238	13,152,515	-	127,474,753	20.00	63,073,657	10,607,356	-	73,681,013	53,793,740
Software (Office Operation)	25,893,214	4,778,728	-	30,671,942	33.33	16,858,760	4,021,820	-	20,880,580	9,791,362
Software (Business Operation)	132,395,647	5,144,847	-	137,540,494	20.00	94,883,546	20,116,589	-	115,000,135	22,540,359
Telephone and telex	9,669,586	1,265,880	(676,140)	10,259,326	33.33	7,653,042	989,362	(456,139)	8,186,265	2,073,061
Motor vehicles	263,426,582	86,610,752	(54,557,717)	295,479,617	25.00	136,376,365	44,113,669	(40,965,339)	139,524,695	155,954,922
Total as on September 30, 2016	1,042,168,288	259,312,630	(65,346,567)	1,236,134,352		539,804,931	112,514,321	(50,550,749)	601,768,503	634,365,848
Total as on December 31, 2015	801,740,346	294,404,534	(53,976,593)	1,042,168,288		458,182,931	124,448,641	(42,826,641)	539,804,931	502,363,356

Consolidated fixed assets including land, building, furniture and fixtures - 30 September 2016

Asset category	Cost				Rate	Depreciation				Written down value at September 30, 2016
	Balance at January 1, 2016	Addition during the period	Disposal/ adjustment during the period	Balance at September 30, 2016		Balance at January 1, 2016	Charged for the period	Adjustment during the period	Balance at September 30, 2016	
	Taka	Taka	Taka	Taka	%	Taka	Taka	Taka	Taka	Taka
Land	26,958,470	-	-	26,958,470	-	-	-	-	-	26,958,470
Building	205,519,303	-	-	205,519,303	2.50	15,598,636	3,853,487	-	19,452,123	186,067,180
Furniture and fixtures	65,474,847	44,378,284	(6,202,311)	103,650,820	12.50	40,672,253	6,534,170	(4,610,964)	42,595,459	61,055,361
Electrical equipment	80,717,002	28,792,018	(6,427,559)	103,081,460	20.00	68,472,126	6,220,808	(5,753,261)	68,939,673	34,141,787
Curtain and carpets	3,788,572	2,027,563	(462,815)	5,353,320	33.33	2,544,993	744,037	(257,872)	3,031,158	2,322,161
Office equipment	113,268,398	21,086,706	(2,962,417)	131,392,687	20.00	100,653,748	10,069,742	(2,754,958)	107,968,532	23,424,155
Office decoration	100,694,183	63,396,677	(12,002,437)	152,088,423	20.00	79,532,574	10,272,622	(11,182,937)	78,622,259	73,466,164
Computers	134,107,076	13,152,515	(1,059,180)	146,200,411	20.00	77,756,690	11,526,353	(1,059,070)	88,223,973	57,976,438
Software (Office Operation)	33,042,023	5,117,042	-	38,159,065	33.33	21,144,222	5,190,729	-	26,334,951	11,824,114
Software (Business Operation)	132,395,647	5,144,847	-	137,540,494	20.00	94,883,546	20,116,589	-	115,000,135	22,540,359
Telephone and telex	12,714,242	1,643,744	(977,999)	13,379,987	33.33	10,237,757	1,222,288	(706,119)	10,753,926	2,626,062
Motor vehicles	299,765,954	89,910,752	(57,257,717)	332,418,989	25.00	159,850,490	48,825,301	(43,134,084)	165,541,707	166,877,283
Total as on September 30, 2016	1,208,445,717	274,650,148	(87,352,435)	1,395,743,430		671,347,035	124,576,126	(69,459,265)	726,463,896	669,279,534
Total as on December 31, 2015	952,762,579	313,654,913	(57,971,776)	1,208,445,716		572,220,454	145,375,918	(46,249,339)	671,347,033	537,098,683

IDLC FINANCE LIMITED
Other explanatory notes to the accounts

Reporting

This third quarterly 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.

Consolidation of operations of subsidiaries:

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 (EPS):

Earnings per share have been calculated based on number of shares outstanding for the period ended September 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 statement to make proper evaluation and decision.

Reclassifications:

To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/restated/reclassified, whenever considered necessary, to conform to current period's presentation.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, October 17, 2016