

IDLC Finance Limited

Financial Statements

as at and for the period ended June 30, 2016

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

	<u>Note</u>	<u>30-Jun-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	366,000	366,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,080,459,821	891,503,744
		1,080,825,821	891,869,744
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	10,910,387,061	12,543,322,538
Outside Bangladesh	4(b)	-	-
		10,910,387,061	12,543,322,538
Money at call and short notice	5	-	-
Investments	6		
Government		-	300,000,000
Others		3,524,894,012	3,092,468,561
		3,524,894,012	3,392,468,561
Loans and advances	7		
Loans, cash credit, overdraft etc.		60,547,332,875	55,211,824,250
Bills purchased and discounted		-	-
		60,547,332,875	55,211,824,250
Fixed assets including land, building, furniture and fixtures	8	624,019,507	537,098,683
Other assets	9	770,054,108	857,870,415
Non-banking assets		-	-
Total Assets		<u>77,457,513,385</u>	<u>73,434,454,190</u>
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	10,897,312,580	10,585,582,747
Deposits and other accounts	11		
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
		50,370,732,391	47,624,565,293
Other liabilities	12	8,149,700,934	7,438,343,943
Total liabilities		<u>69,417,745,905</u>	<u>65,648,491,983</u>
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		2,993,120,749	2,739,315,501
Total equity attributable to equity holders of the company		8,039,765,290	7,785,960,042
Non-controlling interest		2,191	2,165
Total liabilities and Shareholders' equity		<u>77,457,513,385</u>	<u>73,434,454,190</u>

	<u>Note</u>	<u>30-Jun-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		145,259,664	118,488,520
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		500,000,000	500,000,000
		645,259,664	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		486,922,393	607,054,854
		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	30.97

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, July 28, 2016

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

	<u>Note</u>	<u>Jan to Jun '16</u> <u>Taka</u>	<u>Jan to Jun '15</u> <u>Taka</u>	<u>Apr to Jun '16</u> <u>Taka</u>	<u>Apr to Jun '15</u> <u>Taka</u>
Interest income	19	4,188,863,152	3,992,805,629	2,071,726,396	2,059,803,939
Interest on deposits and borrowings etc.	20	(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	21	271,014,639	116,508,207	180,381,352	71,464,230
Commission, exchange and brokerage	22	178,346,943	144,873,979	106,591,210	84,968,701
Other operating income	23	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	24	485,115,919	406,536,102	264,278,868	186,789,354
Rent, taxes, insurance, electricity, etc.	25	115,904,441	64,785,939	57,942,169	34,221,891
Legal expenses	26	9,946,246	5,615,214	5,013,421	4,333,204
Postage, stamp, telecommunication, etc.	27	17,611,448	15,579,047	9,106,479	7,262,762
Stationery, printing, advertisements, etc.	28	49,017,289	48,864,276	32,154,631	32,546,630
Managing Director's salary and benefits	29	3,120,000	5,680,000	2,340,000	3,090,000
Directors' fees	30	1,000,050	779,000	449,800	300,400
Auditors' fees	31	414,375	380,625	189,687	280,625
Depreciation and repair of Company's assets	32	102,442,994	91,980,406	55,353,054	49,171,378
Other expenses	33	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	12.7(ii)				
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
Earnings Per Share (EPS)	34	3.51	3.25	2.08	2.67

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, July 28, 2016

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

Particulars	<u>30-Jun-16</u> <u>Taka</u>	<u>30-Jun-15</u> <u>Taka</u>
A) Cash flows from operating activities		
Interest received	3,148,785,377	3,127,217,865
Interest paid	(2,423,969,185)	(2,184,933,197)
Dividend received	100,462,005	46,738,409
Fees and commission received	178,346,943	144,873,979
Paid to employees and suppliers	(869,442,156)	(694,715,565)
Payment of income tax	(676,576,543)	(443,203,781)
Received from other operating activities	398,483,852	299,415,468
Cash generated from operating activities before changes in operating assets and liabilities	(143,909,708)	295,393,178
Increase/(decrease) in operating assets and liabilities		
Lease receivable	194,579,107	(347,422,784)
Long-term finance	(5,375,260,575)	(3,136,526,453)
Real estate finance	(496,056,971)	(1,938,008,763)
Car loan	(43,444,482)	(445,364,740)
Personal loan	9,997,135	9,178,131
Loan against deposit	(109,475,129)	29,243,726
Margin loan to portfolio investors	550,593,364	606,251,574
Short term finance	36,481,913	(648,691,653)
Investment in marketable securities/bond	(432,425,451)	20,761,560
Other assets	1,024,971,094	916,256,275
Term and other deposits	2,746,167,098	7,209,692,516
Net drawdown of short term loan	(710,000,000)	1,078,745,513
Payable and accrued expenses	455,819,726	(508,942,421)
Deferred liability-employee gratuity	12,700,546	14,762,836
Portfolio investors' fund	13,658,690	(129,019,788)
Interest suspense account	66,956,229	68,450,654
	(2,054,737,705)	2,799,366,182
Net cash from operating activities	(2,198,647,413)	3,094,759,360
B) Cash flows from investing activities		
Purchase of fixed assets	(181,307,637)	(223,538,554)
Disposal of fixed assets	20,422,185	13,118,285
Investment in non marketable securities	300,000,000	(139,365,792)
Net cash used in investing activities	139,114,548	(349,786,060)
C) Cash flows from financing activities		
Drawdown of term loans	4,049,844,213	1,586,541,679
Repayment of term loans	(3,028,114,380)	(1,282,628,499)
Dividend paid	(406,176,367)	(131,701,993)
Net Cash from financing activities	615,553,465	172,211,187
D) Net increase/(decrease) in cash and cash equivalents (A + B + C)	(1,443,979,400)	2,917,184,487
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)	11,991,212,882	10,902,137,969
	-	-
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	366,000	351,000
Money at call and short notice (Note-5)	-	-
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,080,459,821	935,457,186
Balance with other banks and financial institutions (Note- 4)	10,910,387,061	9,966,329,783
	11,991,212,882	10,902,137,969
Net operating cashflow per share (NOCFPS)	(8.75)	12.31

IDLC Finance Limited and Its Subsidiaries
Consolidated Statement of Changes in Equity (Un-audited)
for the period ended June 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 half year ended 2016	-	-	-	-	-	882,223,216	882,223,216	26	882,223,242
Appropriation to reserves	-	-	-	-	-	-	-	-	-
Balance at June 30, 2016	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	2,191	8,039,767,481
Balance at June 30, 2015	2,513,671,870	3,750,000	1,233,958,647	1,000,000,000	46,500,000	2,346,550,644	7,144,431,161	2,038	7,144,433,199

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

	<u>Note</u>	<u>30-Jun-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	266,000	266,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,080,459,821	891,503,744
		1,080,725,821	891,769,744
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	9,959,821,406	11,804,324,866
Outside Bangladesh	4(b)	-	-
		9,959,821,406	11,804,324,866
Money at call and short notice	5	-	-
Investments	6		
Government		-	300,000,000
Others		2,581,977,196	2,470,947,105
		2,581,977,196	2,770,947,105
Loans and advances	7		
Loans, cash credit, overdraft etc.		59,511,256,472	53,857,714,206
Bills purchased and discounted		-	-
		59,511,256,472	53,857,714,206
Fixed assets including land, building, furniture and fixtures	8	589,137,359	502,363,356
Other assets	9	1,868,291,679	1,941,591,577
Non-banking assets		-	-
Total Assets		75,591,209,934	71,768,710,854
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	10,875,694,912	10,550,165,864
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		48,762,024,863	46,174,475,236
Bearer certificate of deposits		-	-
Other deposits		1,798,141,653	1,585,890,057
		50,560,166,516	47,760,365,293
Other liabilities	12	7,257,914,176	6,721,632,975
Total liabilities		68,693,775,603	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		1,850,789,790	1,689,902,181
Total equity		6,897,434,331	6,736,546,722
Total liabilities and Shareholders' equity		75,591,209,934	71,768,710,854

	<u>Note</u>	<u>30-Jun-16</u> <u>Taka</u>	<u>31-Dec-15</u> <u>Taka</u>
OFF - BALANCE SHEET ITEMS			
Contingent liabilities			
Acceptances and endorsements	17.1	-	-
Letters of guarantee		145,259,664	118,488,520
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		500,000,000	500,000,000
		645,259,664	618,488,520
Other commitments			
Documentary credits and short term trade related transactions	17.2	-	-
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
		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		27.44	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, July 28, 2016

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

	Note	<u>Jan to Jun '16</u>	<u>Jan to Jun '15</u>	<u>Apr to Jun '16</u>	<u>Apr to Jun '15</u>
		<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Interest income	19	4,103,280,844	3,882,448,501	2,031,635,233	1,998,960,316
Interest on deposits and borrowings etc.	20	(2,353,952,869)	(2,340,893,943)	(1,157,758,838)	(1,193,844,614)
Net interest income		1,749,327,975	1,541,554,558	873,876,395	805,115,702
Investment income	21	200,367,278	97,359,483	111,973,378	57,574,384
Commission, exchange and brokerage	22	21,500,000	9,238,110	20,000,000	7,238,110
Other operating income	23	245,719,406	236,059,513	72,433,156	124,233,688
Total operating income		2,216,914,659	1,884,211,664	1,078,282,929	994,161,884
Salaries and allowances	24	409,454,282	336,670,914	225,484,383	151,793,257
Rent, taxes, insurance, electricity, etc.	25	90,213,676	43,557,979	46,840,900	23,565,460
Legal expenses	26	8,161,654	4,425,909	4,720,275	4,145,229
Postage, stamp, telecommunication, etc.	27	14,846,831	11,547,643	7,585,118	5,281,271
Stationery, printing, advertisements, etc.	28	46,383,556	46,536,963	30,623,223	31,693,151
Managing Director's salary and benefits	29	3,120,000	5,680,000	2,340,000	3,090,000
Directors' fees	30	772,800	569,250	358,800	212,750
Auditors' fees	31	230,000	287,500	115,000	172,500
Depreciation and repair of Company's assets	32	92,168,943	79,945,724	50,220,867	43,413,094
Other expenses	33	148,355,235	117,265,854	82,028,457	82,030,614
Total operating expenses		813,706,977	646,487,736	450,317,023	345,397,326
Profit before provisions		1,403,207,682	1,237,723,928	627,965,906	648,764,558
Provision for loans/investments	12.7(ii)				
General provision		29,263,458	37,588,235	10,580,692	26,025,722
Specific provision		61,791,792	39,754,325	(20,703,468)	(36,200,225)
Provision for diminution in value of investments		(62,434,775)	(64,819,452)	(91,105,359)	(148,776,611)
Total provision		28,620,475	12,523,108	(101,228,135)	(158,951,114)
Total profit before taxation		1,374,587,207	1,225,200,820	729,194,041	807,715,672
Provision for taxation		585,281,630	491,103,508	288,277,501	241,644,399
Net profit after taxation		789,305,577	734,097,312	440,916,540	566,071,273
Retained surplus		789,305,577	734,097,312	440,916,540	566,071,273
Earnings Per Share (EPS)	34	3.14	2.92	1.75	2.25

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, July 28, 2016

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

Particulars	<u>30-Jun-16</u> <u>Taka</u>	<u>30-Jun-15</u> <u>Taka</u>
A) Cash flows from operating activities		
Interest received	3,072,064,948	3,019,978,516
Interest paid	(2,437,750,386)	(2,181,585,715)
Dividend received	43,407,486	38,508,955
Fees and commission received	21,500,000	9,238,110
Paid to employees and suppliers	(741,977,975)	(586,799,105)
Payment of income tax	(616,697,582)	(418,073,462)
Received from other operating activities	395,577,226	284,713,668
Cash generated from operating activities before changes in operating assets and liabilities	(263,876,284)	165,980,967
Increase/(decrease) in operating assets and liabilities		
Lease receivable	194,579,107	(347,422,784)
Long-term finance	(5,375,260,575)	(3,136,526,453)
Real estate finance	(496,056,971)	(1,938,008,763)
Car loan	(43,444,482)	(445,364,740)
Personal loan	9,997,135	9,178,131
Loan against deposit	(109,475,129)	29,243,726
Loan to subsidiaries	232,500,000	227,400,000
Short term finance	36,481,913	(648,691,653)
Investment in marketable securities	(111,030,091)	93,376,066
Other assets	1,001,652,528	860,928,352
Term and other deposits	2,799,801,223	7,211,692,516
Net drawdown of short term loan	(710,000,000)	1,030,000,000
Payable and accrued expenses	422,937,849	(382,499,387)
Inter-company payables	(99,999,990)	-
Deferred liability-employee gratuity	10,738,506	12,978,249
Interest suspense account	66,956,229	68,450,654
	(2,169,622,747)	2,644,733,914
Net cash from operating activities	(2,433,499,031)	2,810,714,881
B) Cash flows from investing activities		
Purchase of fixed assets	(170,064,337)	(219,402,782)
Disposal of fixed assets	18,663,304	13,118,285
Net proceeds of investment in non marketable securities	300,000,000	(139,365,792)
Net cash used in investing activities	148,598,967	(345,650,289)
C) Cash flows from financing activities		
Drawdown of term loans	4,049,844,213	1,586,541,679
Repayment of term loans	(3,014,315,165)	(1,269,754,405)
Dividend paid	(406,176,367)	(131,701,993)
Net cash from financing activities	629,352,680	185,085,281
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	(1,655,547,384)	2,650,149,873
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)	11,040,547,227	10,225,362,588
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	266,000	251,000
Money at call and short notice (Note-5)	-	-
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,080,459,821	935,457,186
Balance with other banks and financial institutions (Note- 4)	9,959,821,406	9,289,654,402
	11,040,547,227	10,225,362,588
Net operating cashflow per share (NOCFPS)	(9.68)	11.18

IDLC Finance Limited
Statement of Changes in Equity (Un-audited)
for the period ended June 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 half year ended 2016	-	-	-	-	-	789,305,577	789,305,577
Appropriation to reserve	-	-	-	-	-	-	-
Balance at June 30, 2016	2,513,671,870	3,750,000	1,482,722,671	1,000,000,000	46,500,000	1,850,789,790	6,897,434,331
Balance at June 30, 2015	2,513,671,870	3,750,000	1,233,958,647	1,000,000,000	46,500,000	1,428,943,396	6,226,823,913

IDLC Finance Limited
Notes to the consolidated and separate financial statements (Un-audited)
as at and for the period ended June 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 July 28, 2016.

	IDLC Finance Limited		IDLC Group	
	30.06.2016 Taka	31.12.2015 Taka	30.06.2016 Taka	31.12.2015 Taka
3 Cash				
3.1 Cash in hand (including foreign currencies):				
In local currency	266,000	266,000	366,000	366,000
In foreign currency	-	-	-	-
	<u>266,000</u>	<u>266,000</u>	<u>366,000</u>	<u>366,000</u>
3.2 Balance with Bangladesh Bank and its agent (including foreign currencies)				
In local currency	1,080,459,821	891,503,744	1,080,459,821	891,503,744
In foreign currency	-	-	-	-
	<u>1,080,459,821</u>	<u>891,503,744</u>	<u>1,080,459,821</u>	<u>891,503,744</u>
	<u>1,080,725,821</u>	<u>891,769,744</u>	<u>1,080,825,821</u>	<u>891,869,744</u>
4 Balance with other banks and financial institutions in Bangladesh				
4(a) Inside Bangladesh:				
Current deposits in local currency				
Woori Bank limited	30,865	46,884	30,865	46,884
Bank Al- Falah Limited	20,000	2,092	20,000	2,092
One Bank Limited	-	-	4,183,503	3,652,991
The City Bank Limited	7,222,008	16,281,338	7,222,008	16,281,338
National Bank Limited	31,878	3,133,723	31,878	3,133,723
Bank Asia Limited	5,510,977	1,236,518	5,510,977	1,236,518
State Bank of India	1,389,606	92,183	1,389,606	92,183
Commercial Bank of Ceylon PLC	(10,672,200)	2,160,441	(10,117,798)	3,649,952
The Hong Kong and Shanghai Banking Corporation	249,263	8,238	4,135,077	3,647,990
Citibank N.A	84,791,361	9,650,322	84,791,361	9,650,322
Standard Chartered Bank	111,461,212	(241,443,871)	325,436,243	(150,970,941)
Mutual Trust Bank Limited	2,775,458	1,874,281	2,775,458	1,874,281
Dutch Bangla Bank Limited	13,358,096	13,971,908	13,358,096	13,971,908
BRAC Bank Limited	12,096,040	28,500,017	17,578,969	29,296,671
Dhaka Bank Limited	14,997,632	1,962,625	14,997,632	1,962,625
NRB Bank Limited	-	-	6,997,462	1,998,213
Mercantile Bank Limited	6,860	7,550	6,860	7,550
Exim bank Limited	185,103	-	185,103	-
IDLC Investments Limited	13,789,505	108,607,166	-	-
	<u>257,243,664</u>	<u>(53,908,585)</u>	<u>478,533,301</u>	<u>(60,465,700)</u>
Short-term deposit accounts				
Prime Bank Limited	72,171	1,073,876	72,171	1,073,876
Dutch Bangla Bank Limited	-	-	11,142,207	1,411,494
The City Bank Limited	1,657,622	593,013	1,657,622	593,013
BRAC Bank Limited	-	-	5,165,416	4,261,007
Southeast Bank Limited	1,853,756	4,152,722	1,853,756	4,152,722
Citibank N.A.	48,983	731,487	48,983	731,487
Standard Chartered Bank	(3,117,704)	662,591	(3,117,704)	662,591
Commercial Bank of Cylon	2,032,625	989,473	3,550,940	3,271,833
One Bank Limited	-	-	183,636,818	298,363,993
Eastern Bank Limited	-	-	769,949	766,100
NRB Bank Limited	30,289	30,289	30,289	30,289
	<u>2,577,742</u>	<u>8,233,451</u>	<u>204,810,447</u>	<u>315,318,405</u>
Fixed Deposits				
Al-Arafa Islami Bank Limited	800,000,000	700,000,000	800,000,000	700,000,000
AB Bank Limited	-	-	-	-
Lanka Bangla Finance Limited	-	-	211,059,563	278,969,833
NRB BANK Limited	1,300,000,000	1,000,000,000	1,300,000,000	1,000,000,000
NRB Commercial Bank Limited	-	700,000,000	-	700,000,000
South Bangla Agriculture & Commerce Bank Limited	600,000,000	1,400,000,000	600,000,000	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	-	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	800,000,000	400,000,000	956,483,750	550,000,000
Dhaka Bank Limited	-	800,000,000	-	800,000,000
NRB Global Bank Limited	650,000,000	250,000,000	800,000,000	250,000,000
Standard Bank Limited	500,000,000	1,200,000,000	500,000,000	1,200,000,000
Meridian Finance & Investment Limited	200,000,000	-	200,000,000	-
Export Import Bank of Bangladesh Limited	1,500,000,000	1,600,000,000	1,500,000,000	1,600,000,000
Trust Bank Limited	-	-	2,500,000	2,500,000
Standard Chartered Bank	-	-	7,000,000	7,000,000
	<u>9,700,000,000</u>	<u>11,850,000,000</u>	<u>10,227,043,313</u>	<u>12,288,469,833</u>
	<u>9,959,821,406</u>	<u>11,804,324,866</u>	<u>10,910,387,061</u>	<u>12,543,322,538</u>
4(b) Outside Bangladesh				
Total balance	<u>9,959,821,406</u>	<u>11,804,324,866</u>	<u>10,910,387,061</u>	<u>12,543,322,538</u>

	IDLC Finance Limited		IDLC Group			
	30.06.2016	31.12.2015	30.06.2016	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	1,063,018,104	913,000,000		
Investment in commercial papers (Note 6.3)	400,000,000	400,000,000	400,000,000	400,000,000		
Investment in marketable securities (Note 6.4)	1,261,113,196	1,150,083,105	2,054,011,908	1,771,604,561		
Other investments	-	-	-	-		
Gold etc.	-	-	-	-		
	2,581,977,196	2,470,947,105	3,524,894,012	3,092,468,561		
	2,581,977,196	2,770,947,105	3,524,894,012	3,392,468,561		
6.1 Investment in non marketable ordinary shares						
	<u>No. of Shares</u>					
Credit Rating Agency of Bangladesh Limited	17,198	1,719,800	1,719,800	1,719,800		
* The Bangladesh Rating Agency Limited (BDRAL)	61,442	6,144,200	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	-	-	150,018,104	-		
Total	913,000,000	913,000,000	1,063,018,104	913,000,000		
6.3 Investment in Commercial papers						
GPH Ispat Limited	100,000,000	100,000,000	100,000,000	100,000,000		
Flamingo Fashions Limited	300,000,000	300,000,000	300,000,000	300,000,000		
Total	400,000,000	400,000,000	400,000,000	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	22,991,926	147,043,783	118,609,150	32,510,525	202,593,703	170,077,987
Banks	6,551,881	277,237,185	340,944,617	10,771,704	422,704,239	531,296,302
Textiles	6,971,076	226,942,107	187,544,459	10,040,165	327,756,483	273,975,396
Pharmaceuticals & Chemicals	3,025,569	320,056,150	316,930,424	5,268,403	499,415,383	483,917,223
Fuel & Power	1,239,164	50,753,916	38,455,222	5,039,346	219,799,362	194,208,849
Financial Institutions	161,700	9,999,997	9,999,997	1,032,349	25,147,870	25,657,293
Cement	-	-	-	95,514	9,671,843	8,333,632
Engineering	1,614,662	94,263,937	94,554,340	3,637,798	188,614,678	187,043,781
Telecom	535,843	134,816,122	136,479,212	628,473	158,308,349	160,072,073
		1,261,113,196	1,243,517,420		2,054,011,908	2,034,582,535

	IDLC Finance Limited		IDLC Group	
	30.06.2016	31.12.2015	30.06.2016	31.12.2015
	Taka	Taka	Taka	Taka
7 Loans and advances				
Inside Bangladesh:				
Lease receivable (Note 7.1)	5,821,599,555	6,016,178,662	5,821,599,555	6,016,178,662
Long-term finance (Note 7.2)	30,752,118,335	25,376,857,760	30,752,118,335	25,376,857,760
Real estate finance (Note 7.3)	17,702,006,924	17,205,949,953	17,702,006,924	17,205,949,953
Car loans (Note 7.4)	2,533,454,790	2,490,010,308	2,533,454,790	2,490,010,308
Personal loan (Note 7.5)	110,405,464	120,402,599	110,405,464	120,402,599
Short term finance (Note 7.6)	1,042,931,697	1,079,413,610	1,042,931,697	1,079,413,610
Loan to subsidiaries (Note 7.7)	-	232,500,000	-	-
Loan against deposit (LAD)	616,635,062	507,159,933	616,635,062	507,159,933
Margin loan to portfolio investors (Note 7.8)	-	-	1,036,076,402	1,586,669,766
Interest receivable (Note-7.9)	932,104,646	829,241,380	932,104,646	829,181,658
Outside Bangladesh	-	-	-	-
	59,511,256,472	53,857,714,206	60,547,332,875	55,211,824,250
	59,511,256,472	53,857,714,206	60,547,332,875	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	1,215,670,067	2,641,959,950	1,215,670,067	2,641,959,950
	7,231,848,729	8,923,793,368	7,231,848,729	8,923,793,368
Less: Realisation during the period/year	1,410,249,174	2,907,614,706	1,410,249,174	2,907,614,706
	5,821,599,555	6,016,178,662	5,821,599,555	6,016,178,662
Closing Balance	5,821,599,555	6,016,178,662	5,821,599,555	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	14,228,838,721	16,783,873,236	14,228,838,721	16,783,873,236
	39,605,696,481	36,881,929,410	39,605,696,481	36,881,929,410
Less: Realisation during the period/year	8,853,578,146	11,505,071,650	8,853,578,146	11,505,071,650
Closing Balance	30,752,118,335	25,376,857,760	30,752,118,335	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	3,857,087,485	7,341,329,186	3,857,087,485	7,341,329,186
	21,063,037,438	22,163,444,924	21,063,037,438	22,163,444,924
Less : Realisation during the period/year	3,361,030,514	4,957,494,971	3,361,030,514	4,957,494,971
Closing Balance	17,702,006,924	17,205,949,953	17,702,006,924	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	476,683,134	1,233,246,144	476,683,134	1,233,246,144
	2,966,693,442	3,030,020,586	2,966,693,442	3,030,020,586
Less : Realisation during the period/year	433,238,652	540,010,278	433,238,652	540,010,278
Closing Balance	2,533,454,790	2,490,010,308	2,533,454,790	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	17,328,888	46,052,934	17,328,888	46,052,934
	137,731,488	185,542,159	137,731,488	185,542,159
Less : Realisation during the period/year	27,326,024	65,139,560	27,326,024	65,139,560
Closing Balance	110,405,464	120,402,599	110,405,464	120,402,599
7.6 Short term finance				
Factoring of account receivable	1,042,931,697	1,079,413,610	1,042,931,697	1,079,413,610
	1,042,931,697	1,079,413,610	1,042,931,697	1,079,413,610

	IDLC Finance Limited		IDLC Group	
	30.06.2016	31.12.2015	30.06.2016	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	2,396,000,000	2,365,500,000	-	-
	2,628,500,000	2,695,310,669	-	-
Less : Realisation during the period/year	2,628,500,000	2,462,810,669	-	-
Closing Balance	-	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	1,213,500,000	2,260,500,000	-	-
	1,341,000,000	2,590,310,669	-	-
Less : Realisation during the period/year	1,341,000,000	2,462,810,669	-	-
Closing Balance	-	127,500,000	-	-
7.7.2 Loan to IDLC Securities Limited				
Balance at January 1	105,000,000	-	-	-
Add : Disbursement during the period/year	1,182,500,000	105,000,000	-	-
	1,287,500,000	105,000,000	-	-
Less : Realisation during the period/year	1,287,500,000	-	-	-
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	-	-	1,719,535,768	3,905,626,925
	-	-	3,306,205,534	5,955,691,744
Less : Realisation during the period/year	-	-	2,270,129,132	4,369,021,978
Closing Balance	-	-	1,036,076,402	1,586,669,766
7.9 Interest Receivables				
Lease receivable	131,195,444	132,831,082	131,195,444	132,831,082
Long-term finance	452,456,796	367,341,830	452,456,796	367,341,830
Real estate finance	254,680,848	233,497,512	254,680,848	233,497,512
Car loan	27,934,820	24,114,627	27,934,820	24,114,627
Personal loan	2,517,891	2,678,663	2,517,891	2,678,663
Loan against deposit (LAD)	56,715,692	49,595,894	56,715,692	49,595,894
Loan to Subsidiaries	-	59,722	-	-
Short term finance	6,603,155	19,122,051	6,603,155	19,122,051
	932,104,646	829,241,380	932,104,646	829,181,658

	IDLC Finance Limited		IDLC Group	
	30.06.2016 Taka	31.12.2015 Taka	30.06.2016 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	170,064,337	294,404,534	181,307,637	313,654,913
	1,212,232,625	1,096,144,880	1,389,753,354	1,266,417,492
Less: Disposal/Adjustments during the period/year	(41,130,480)	(53,976,593)	(60,811,817)	(57,971,776)
Closing Balance	1,171,102,145	1,042,168,288	1,328,941,537	1,208,445,716
b. Accumulated depreciation				
Balance at January 1	539,804,931	458,182,931	671,347,032	572,220,454
Add: Charged during the period/year	71,729,002	124,448,641	79,987,705	145,375,918
	611,533,934	582,631,572	751,334,738	717,596,372
Less: Disposal/ Adjustments during the period/year	(29,569,148)	(42,826,641)	(46,412,708)	(46,249,339)
Closing Balance	581,964,786	539,804,931	704,922,030	671,347,033
c. Written down value (a-b)	589,137,359	502,363,356	624,019,507	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)	65,797,290	151,953,151	436,221,314	543,115,832
Advances, deposits and prepayments (Note - 9.3)	247,579,366	236,904,873	289,421,373	270,343,161
Inter - company receivables (Note - 9.4)	2,584,020	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
	1,868,291,679	1,941,591,577	770,054,108	857,870,415
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 100 each.				
9.2 Accounts receivable				
Interest receivable	99,111,250	143,215,263	107,973,129	156,482,419
Other receivables	(33,313,960)	8,737,888	328,248,185	386,633,413
	65,797,290	151,953,151	436,221,314	543,115,832
9.3 Advances, deposits and prepayments				
Deposits and prepayments	2,771,351	2,771,351	3,059,351	3,061,351
Advance against expenses	244,808,015	234,133,522	286,362,022	267,281,810
	247,579,366	236,904,873	289,421,373	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	2,584,020	402,550	-	-
	2,584,020	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>30.06.2016</u>	<u>31.12.2015</u>	<u>30.06.2016</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)	10,875,694,912	10,550,165,864	10,897,312,580	10,585,582,747
Outside Bangladesh	-	-	-	-
	<u>10,875,694,912</u>	<u>10,550,165,864</u>	<u>10,897,312,580</u>	<u>10,585,582,747</u>
10.1 Inside Bangladesh				
Secured long term loans				
Long-term loans				
Commercial Bank of Ceylon PLC	75,000,000	105,000,000	75,000,000	105,000,000
Woori Bank	241,666,667	300,000,000	241,666,667	300,000,000
	<u>316,666,667</u>	<u>405,000,000</u>	<u>316,666,667</u>	<u>405,000,000</u>
Total secured long-term loans	316,666,667	405,000,000	316,666,667	405,000,000
Unsecured long-term loans				
Bond and Debenture				
A K Khan & Co Limited	170,823,540	331,598,635	170,823,540	331,598,635
Universal Jeans Limited	39,215,689	76,124,572	39,215,689	76,124,572
Central Depository Bangladesh Limited	15,686,277	30,449,830	15,686,277	30,449,830
BRAC EPL Stock Brokerage Limited	9,568,629	18,574,396	9,568,629	18,574,396
Grameen Telecom Trust	245,294,263	-	245,294,263	-
Universal Jeans Limited	395,635,909	-	395,635,909	-
Square Pharmaceuticals Limited	197,817,954	-	197,817,954	-
Pragati Life Insurance Limited	39,563,591	-	39,563,591	-
A.K. Khan & Company Limited	498,501,245	-	498,501,245	-
BETS Consulting Services Limited	39,563,591	-	39,563,591	-
Dr. Abdus Shabur	7,912,718	-	7,912,718	-
Long-term loans				
Kreditanstalt fÜr Wiederaufbau (KfW)	90,801,364	99,769,118	90,801,364	99,769,118
Bangladesh Bank (Small Enterprise Refinancing Program)	3,366,561,356	3,148,726,835	3,366,561,356	3,148,726,835
Bangladesh Bank (New Entrepreneur Refinancing Scheme)	60,109,091	49,900,000	60,109,091	49,900,000
Bangladesh Bank (Home Loan Refinancing Program)	657,882,778	687,612,296	657,882,778	687,612,296
Bangladesh Bank (Agro Loan Refinancing Program)	1,565,061,645	1,712,434,975	1,565,061,645	1,712,434,975
Bangladesh Bank (JICA Refinancing Program)	612,281,476	520,406,109	612,281,476	520,406,109
Bangladesh Bank (Solar, Bio-Gas & ETP)	6,416,667	-	6,416,667	-
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)	261,087,191	272,409,098	261,087,191	272,409,098
Investment Corporation of Bangladesh (ICB)	-	-	21,617,668	35,416,883
Saudi Bangladesh Industrial & Agricultural Investment Company Limited	357,043,271	400,000,000	357,043,271	400,000,000
Total unsecured long-term loan	9,489,028,245	8,365,165,864	9,510,645,913	8,400,582,747
Short-term and Call loans:				
Short-term loans				
Bank Alfalah Limited	200,000,000	-	200,000,000	-
Standard Chartered Bank	500,000,000	800,000,000	500,000,000	800,000,000
	<u>700,000,000</u>	<u>800,000,000</u>	<u>700,000,000</u>	<u>800,000,000</u>
Call Loans				
Agrani Bank Limited	-	160,000,000	-	160,000,000
AB Bank Limited	100,000,000	-	100,000,000	-
United Commercial Bank Limited	140,000,000	-	140,000,000	-
Basic bank limited	130,000,000	-	130,000,000	-
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	-	200,000,000	-	200,000,000
	<u>370,000,000</u>	<u>980,000,000</u>	<u>370,000,000</u>	<u>980,000,000</u>
Total short-term and call loans	1,070,000,000	1,780,000,000	1,070,000,000	1,780,000,000
Total Borrowings	10,875,694,912	10,550,165,864	10,897,312,580	10,585,582,747

	IDLC Finance Limited		IDLC Group	
	30.06.2016	31.12.2015	30.06.2016	31.12.2015
	Taka	Taka	Taka	Taka
11 Deposits and other accounts				
Current accounts and other accounts etc	-	-	-	-
Bills payable	-	-	-	-
Savings bank deposits	-	-	-	-
Term deposits (Note- 11.1)	48,762,024,863	46,174,475,236	48,572,590,738	46,038,675,236
Bearer certificate of deposits	-	-	-	-
Refundable deposits (Note- 11.2)	1,798,141,653	1,585,890,057	1,798,141,653	1,585,890,057
	50,560,166,516	47,760,365,293	50,370,732,391	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	17,759,567,524	28,341,598,510	17,759,567,524	28,341,598,510
	63,934,042,760	63,582,599,600	63,798,242,760	63,581,899,600
Less: Matured/encashed during the period/year	15,172,017,898	17,408,124,363	15,172,017,898	17,408,124,363
Inter - company deposit	-	-	53,634,125	135,100,000
Closing Balance	48,762,024,863	46,174,475,236	48,572,590,738	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	335,676,957	338,834,885	335,676,957	338,834,885
Deposits against financing as per term of agreements (Security deposits)	1,462,464,696	1,247,055,171	1,462,464,696	1,247,055,171
	1,798,141,653	1,585,890,057	1,798,141,653	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)	3,705,360,422	3,366,220,090	4,143,993,514	3,771,971,305
Provision for income tax (Note- 12.2)	1,774,885,750	1,806,301,703	1,915,822,679	1,925,191,210
Inter-company payables (Note- 12.3)	-	99,999,990	-	-
Deferred liability-employee gratuity (Note- 12.4)	10,738,506	-	33,777,689	21,077,143
Portfolio investors' fund (Note- 12.5)	-	-	231,700,754	218,042,064
Interest suspense account (Note- 12.6)	348,028,177	281,071,948	348,028,177	281,071,948
Provision for doubtful accounts and future losses (Note- 12.7 (i))	1,189,053,501	1,160,433,026	1,246,530,302	1,213,384,055
Unpaid dividend	229,847,819	7,606,218	229,847,819	7,606,218
	7,257,914,176	6,721,632,975	8,149,700,934	7,438,343,943
12.1 Payable and accrued expenses				
Receipt against leases	573,402,520	335,375,876	573,402,520	335,375,876
Liabilities for expenses	2,676,822,262	2,677,881,192	3,113,024,827	3,083,425,809
Liabilities for other finance	455,135,640	352,963,022	457,566,167	353,169,620
	3,705,360,422	3,366,220,090	4,143,993,514	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	585,281,630	1,037,681,898	667,208,013	1,171,629,363
	6,145,450,439	5,560,168,809	6,857,160,801	6,189,952,788
Settlement of previous year's tax liability	-	-	-	-
Closing Balance	6,145,450,439	5,560,168,809	6,857,160,801	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	560,203,271	604,155,360	572,218,271	664,144,614
Deduction at source	55,644,311	110,881,922	103,508,272	156,050,060
Others	850,000	2,069,000	850,000	2,069,000
	616,697,582	717,106,282	676,576,543	822,263,674
	4,370,564,689	3,753,867,106	4,941,338,121	4,264,761,578
Less: Adjustment during the period/year	-	-	-	-
	4,370,564,689	3,753,867,106	4,941,338,121	4,264,761,578
Net balance at period/year end	1,774,885,750	1,806,301,703	1,915,822,679	1,925,191,210

	IDLC Finance Limited		IDLC Group	
	30.06.2016 Taka	31.12.2015 Taka	30.06.2016 Taka	31.12.2015 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	10,738,506	-	13,535,783	8,524,048
	10,738,506	-	34,612,926	25,139,172
Less: Payment during the period/year	-	-	835,237	4,062,029
Closing Balance	10,738,506	-	33,777,689	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	-	-	890,897,058	2,191,420,201
	-	-	1,108,939,122	2,411,785,538
Less: Purchase of share and deposit withdraw by clients	-	-	877,238,368	2,193,743,474
Closing Balance	-	-	231,700,754	218,042,064
12.6 Interest suspense accounts				
On lease finance	87,927,474	82,342,236	87,927,474	82,342,236
On real-estate finance	81,760,447	57,033,620	81,760,447	57,033,620
On term finance	160,539,311	132,378,128	160,539,311	132,378,128
On car loan	9,208,505	4,630,154	9,208,505	4,630,154
On personal loan	1,656,395	1,752,803	1,656,395	1,752,803
On short term finance	6,936,045	2,935,007	6,936,045	2,935,007
	348,028,177	281,071,948	348,028,177	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	156,431,679	316,215,887	181,506,181	358,858,683
Provision released during the period/year	(127,811,203)	(24,645,877)	(148,359,934)	(47,247,908)
Provision charged for the period/year (Note- 12.7 (ii))	28,620,475	291,570,010	33,146,246	311,610,775
Write off during the period/year	-	20,964,551	-	20,964,551
Closing Balance	1,189,053,501	1,160,433,026	1,246,530,302	1,213,384,055
12.7(ii) Provision charged for the period/year				
General provision	29,263,458	37,588,235	28,841,582	32,385,662
Specific provision	61,791,792	39,754,325	41,664,937	61,674,176
Provision for diminutions in value of investments	(62,434,775)	(64,819,452)	(37,360,273)	(81,806,215)
	28,620,475	12,523,108	33,146,246	12,253,623

	IDLC Finance Limited		IDLC Group	
	30.06.2016	31.12.2015	30.06.2016	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 June 30, 2016 comprises the following:

Composition of shareholding:

Sl. No.	Name of the Shareholders	30.06.2016		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
		59.66	149,969,402	1,499,694,020	1,499,694,020
2 GENERAL					
	Institutions:				
	ICB	7.13	17,917,567	179,175,670	138,543,620
	LR Global	2.26	5,684,354	56,843,540	28,739,000
	Marina Apparels Limited	1.00	2,513,671	25,136,710	-
	Other Institution/Corporate	9.51	23,897,108	238,971,080	287,532,920
	Sub-Total	19.90	50,012,700	500,127,000	454,815,540
	Individuals:				
	General Public (Individuals)	17.00	42,731,900	427,319,000	503,084,060
	Sub-Total	17.00	42,731,900	427,319,000	503,084,060
	Foreign:				
	Institutions & Individuals	3.44	8,653,185	86,531,850	56,078,250
	Sub-Total	3.44	8,653,185	86,531,850	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	
	30.06.2016	31.12.2015	30.06.2016	31.12.2015
	Taka	Taka	Taka	Taka
17.1 Contingent liabilities				
Acceptances and endorsements	-	-	-	-
Letters of guarantee	145,259,664	118,488,520	145,259,664	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
	645,259,664	618,488,520	645,259,664	618,488,520

	IDLC Finance Limited		IDLC Group	
	30.06.2016	31.12.2015	30.06.2016	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 June 30	74,601,654	162,974,679	74,601,654	162,974,679
Real estate finance commitments outstanding at June 30	409,162,407	443,430,175	409,162,407	443,430,175
Car loan commitments outstanding at June 30	2,958,333	450,000	2,958,333	450,000
Personal loan commitments outstanding at June 30	200,000	200,000	200,000	200,000
Loan Against Deposit commitments outstanding at June 30	-	-	-	-
	486,922,393	607,054,854	486,922,393	607,054,854

	IDLC Finance Limited		IDLC Group	
	30.06.2016	30.06.2015	30.06.2016	30.06.2015
	Taka	Taka	Taka	Taka
18 Income statement				
Income				
Interest, discount and similar income (Note-18.1)	4,240,650,358	3,935,894,446	4,339,825,508	4,057,170,844
Dividend income (Note-21)	43,407,486	38,508,955	100,462,005	46,738,409
Fees, commission and brokerage (Note-22)	21,500,000	9,238,110	178,346,943	144,873,979
Other operating income (Note-23)	245,719,406	236,059,513	233,954,297	239,842,043
	<u>4,551,277,250</u>	<u>4,219,701,024</u>	<u>4,852,588,752</u>	<u>4,488,625,275</u>
Expenses				
Interest on deposits and borrowings (Note-20)	2,353,952,869	2,340,893,943	2,340,171,668	2,344,241,425
Administrative expenses (Note-18.2)	593,622,740	469,585,212	704,585,056	569,504,434
Other operating expenses (Note-33)	148,355,235	117,265,854	164,857,101	125,263,093
Depreciation on assets (Note-32)	71,729,002	59,636,670	79,987,705	70,696,175
	<u>3,167,659,846</u>	<u>2,987,381,679</u>	<u>3,289,601,530</u>	<u>3,109,705,126</u>
	<u>1,383,617,404</u>	<u>1,232,319,345</u>	<u>1,562,987,223</u>	<u>1,378,920,149</u>
18.1 Interest, discount and similar income				
Interest income (Note -19)	4,103,280,844	3,882,448,501	4,188,863,152	3,992,805,629
Gain on sale of marketable securities (Note - 21)	72,799,864	(2,289,318)	86,392,706	8,629,952
Income from investment in bonds (Note - 21)	64,569,650	55,735,263	64,569,650	55,735,263
	<u>4,240,650,358</u>	<u>3,935,894,446</u>	<u>4,339,825,508</u>	<u>4,057,170,844</u>
18.2 Administrative expenses				
Salary and allowances (Note-24)	409,454,282	336,670,914	485,115,919	406,536,102
Rent, taxes, insurance, electricity, etc. (Note-25)	90,213,676	43,557,979	115,904,441	64,785,939
Legal expenses (Note-26)	8,161,654	4,425,909	9,946,246	5,615,214
Postage, stamp, telecommunication, etc. (Note-27)	14,846,831	11,547,643	17,611,448	15,579,047
Stationery, printing, advertisement, etc. (Note-28)	46,383,556	46,536,963	49,017,289	48,864,276
Managing Director's salary and fees (Note-29)	3,120,000	5,680,000	3,120,000	5,680,000
Directors' fees (Note-30)	772,800	569,250	1,000,050	779,000
Auditors' fees (Note-31)	230,000	287,500	414,375	380,625
Repair of Company's assets (Note-32)	20,439,941	20,309,054	22,455,289	21,284,231
	<u>593,622,740</u>	<u>469,585,212</u>	<u>704,585,056</u>	<u>569,504,434</u>
19 Interest income				
This represents interest income from the following products:				
Lease finance	366,995,023	449,071,997	366,995,023	449,071,997
Real estate finance	1,144,366,525	1,171,964,548	1,144,366,525	1,171,964,548
Term finance	1,916,099,694	1,574,035,120	1,916,099,694	1,574,035,120
Short term finance	72,226,919	85,018,374	72,226,919	85,018,374
Car loan	181,416,812	153,664,407	181,416,812	153,664,407
Personal loan	9,960,184	11,675,743	9,960,184	11,675,743
Margin loan to portfolio investors	-	-	78,521,431	105,044,927
Loan to subsidiaries	10,908,611	10,073,659	-	-
	<u>3,701,973,768</u>	<u>3,455,503,848</u>	<u>3,769,586,588</u>	<u>3,550,475,116</u>
Interest on balance with other banks and financial institutions	369,047,662	394,668,624	387,017,150	410,054,484
Call loan	-	258,333	-	258,333
Loan against deposit	32,259,414	32,017,696	32,259,414	32,017,696
	<u>4,103,280,844</u>	<u>3,882,448,501</u>	<u>4,188,863,152</u>	<u>3,992,805,629</u>
20 Interest on deposits and borrowings etc.				
Interest on term deposits	1,956,273,435	1,989,557,287	1,956,273,435	1,989,557,287
Interest on borrowings	245,853,941	222,266,010	232,072,740	225,613,492
Interest on secured/unsecured zero coupon bonds	78,041,227	46,886,215	78,041,227	46,886,215
Interest on security deposit	49,714,780	41,894,820	49,714,780	41,894,820
Interest on call loan	24,069,486	40,289,611	24,069,486	40,289,611
	<u>2,353,952,869</u>	<u>2,340,893,943</u>	<u>2,340,171,668</u>	<u>2,344,241,425</u>

	IDLC Finance Limited		IDLC Group	
	30.06.2016	30.06.2015	30.06.2016	30.06.2015
	Taka	Taka	Taka	Taka
21 Investment income				
Gain/(loss) on sale of marketable securities	72,799,864	(2,289,318)	86,392,706	8,629,952
Dividend income	43,407,486	38,508,955	100,462,005	46,738,409
Income from investment in bonds	64,569,650	55,735,263	64,569,650	55,735,263
Income from investment in commercial paper	19,590,278	5,404,583	19,590,278	5,404,583
	200,367,278	97,359,483	271,014,639	116,508,207
22 Commission, exchange and brokerage				
Arrangement fees	21,500,000	9,238,110	21,500,000	9,238,110
Commission & brokerage	-	-	115,398,172	94,995,491
Documentation fees	-	-	123,500	37,000
Portfolio management fees	-	-	29,690,432	21,136,265
Corporate advisory fees	-	-	3,688,743	8,164,172
Settlement charges	-	-	7,946,097	11,302,941
	21,500,000	9,238,110	178,346,943	144,873,979
23 Other operating income				
Application, processing and documentation fees	131,408,884	148,126,826	131,408,884	148,126,826
Loan settlement and others	48,649,506	45,521,638	48,649,506	45,521,638
Transfer price/gain at the time of expiry of lease	944,821	800,313	944,821	800,313
Service charges	13,815,417	14,035,466	13,815,417	14,035,466
Gain/(Loss) on disposal of fixed assets	7,101,972	10,196,373	6,023,078	10,196,373
Account opening & BO account maintenance fees	-	-	501,200	682,700
IPO service charge	-	-	40,765	29,575
Miscellaneous income	43,798,806	17,378,897	32,570,625	20,449,152
	245,719,406	236,059,513	233,954,297	239,842,043
24 Salaries and allowances	409,454,282	336,670,914	485,115,919	406,536,102
25 Rent, taxes, insurance, electricity, etc.				
Rent, rate and taxes	68,197,117	27,319,544	90,101,897	44,683,064
Insurance	3,137,836	3,532,706	3,550,019	4,473,839
Power and electricity	18,878,723	12,705,729	22,252,525	15,629,036
	90,213,676	43,557,979	115,904,441	64,785,939
26 Legal expenses				
Renewal and registration	4,545,587	2,217,257	5,869,619	2,890,467
Other professional charges	3,616,067	2,208,652	4,076,627	2,724,747
	8,161,654	4,425,909	9,946,246	5,615,214
27 Postage, stamp, telecommunication, etc.				
Postage	499,823	465,773	590,557	822,800
Telecommunication and internet etc.	14,347,008	11,081,870	17,020,890	14,756,247
	14,846,831	11,547,643	17,611,448	15,579,047
28 Stationery, printing, advertisements, etc.				
Stationery & printing	23,999,172	24,326,600	25,433,354	25,560,635
Advertisement and publicity	22,384,384	22,210,363	23,583,936	23,303,641
	46,383,556	46,536,963	49,017,289	48,864,276

	IDLC Finance Limited		IDLC Group	
	30.06.2016	30.06.2015	30.06.2016	30.06.2015
	Taka	Taka	Taka	Taka
29 Managing Director's salary and benefits				
Basic pay	2,000,000	3,000,000	2,000,000	3,000,000
Allowances	920,000	1,380,000	920,000	1,380,000
Bonus	-	1,000,000	-	1,000,000
Company's contribution to provident fund	200,000	300,000	200,000	300,000
	3,120,000	5,680,000	3,120,000	5,680,000
30 Directors' fees				
Honorarium for attending meeting	772,800	569,250	1,000,050	779,000
Incidental expenses for attending meeting	-	-	-	-
	772,800	569,250	1,000,050	779,000
31 Auditors' fees				
Annual statutory audit fees (including VAT)	230,000	287,500	414,375	380,625
Other audit fees	-	-	-	-
	230,000	287,500	414,375	380,625
32 Depreciation and repair of company's assets				
Freehold assets (Note-8)	71,729,002	59,636,670	79,987,705	70,696,175
Repair and maintenance				
For premises & vehicles	2,232,230	2,758,279	2,725,193	3,416,686
For computers and computers accessories	18,207,711	17,550,775	19,730,095	17,867,545
	20,439,941	20,309,054	22,455,289	21,284,231
	92,168,943	79,945,724	102,442,994	91,980,406
33 Other expenses				
Bank charges	2,273,063	2,026,868	2,555,305	2,026,868
Books and periodicals	111,886	103,595	144,321	137,896
Car expenses	13,349,204	10,841,313	14,604,755	12,010,218
Donations and subscriptions	2,149,791	3,046,420	2,149,791	4,650,428
Medical & welfare expenses	14,967,712	8,442,721	15,576,001	8,698,628
Entertainment	4,575,708	6,410,017	5,740,801	7,704,453
Consultancy fees	3,489,441	1,126,949	3,668,414	1,126,949
Office service expenses	40,561,353	29,999,745	49,827,490	36,404,641
Training expenses	4,845,603	5,208,261	5,317,563	5,410,697
Travel and conveyances	7,710,299	7,255,577	8,576,812	7,881,110
CDBL charges	29,555	-	199,173	290,521
Loss on disposal of lease assets	4,201	246	4,201	246
Howla and Laga charge	-	-	14,537,677	7,147,553
Portfolio Management Charge	13,217,344	11,494,109	-	-
Sales Incentives	29,399,990	24,016,033	29,399,990	24,016,033
Repossession fees and others	11,670,085	7,294,000	12,554,807	7,756,851
	148,355,235	117,265,854	164,857,101	125,263,093

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	
	30.06.2016	30.06.2015	30.06.2016	30.06.2015
	Taka	Taka	Taka	Taka
Earnings attributable to ordinary shareholders (Net profit after tax)	789,305,577	734,097,312	882,223,216	817,695,499
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	3.14	2.92	3.51	3.25

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

Fixed assets including land, building, furniture and fixtures - for half year end 2016

(Annexure A)

Asset category	Cost				Rate	Depreciation				Written down value at June 30, 2016
	Balance at January 1, 2016	Addition during the period	Disposal/ adjustment during the period	Balance at June 30, 2016		Balance at January 1, 2016	Charged for the period	Adjustment during the period	Balance at June 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	2,568,991	-	18,167,627	187,351,676
Furniture and fixtures	51,475,263	15,610,398	(1,378,091)	65,707,571	12.50	31,307,358	3,108,229	(1,287,571)	33,128,016	32,579,554
Electrical equipment	57,051,909	13,310,007	(2,855,408)	67,506,508	20.00	46,629,612	3,050,001	(2,407,805)	47,271,809	20,234,699
Curtain and carpets	3,010,870	1,012,039	(430,335)	3,592,573	33.33	1,947,980	393,117	(245,242)	2,095,854	1,496,719
Office equipment	77,209,996	17,869,471	(130,000)	94,949,467	20.00	67,347,501	5,729,681	(129,995)	72,947,187	22,002,280
Office decoration	75,235,211	30,889,617	(2,357,839)	103,766,988	20.00	58,128,473	4,538,049	(2,357,744)	60,308,777	43,458,211
Computers	114,322,238	11,745,175	-	126,067,413	20.00	63,073,657	6,871,045	-	69,944,702	56,122,711
Software (Office Operation)	25,893,214	2,120,353	-	28,013,567	33.33	16,858,760	2,523,955	-	19,382,715	8,630,851
Software (Business Operation)	132,395,647	-	-	132,395,647	20.00	94,883,546	13,239,565	-	108,123,111	24,272,536
Telephone and telex	9,669,586	733,530	(461,590)	9,941,526	33.33	7,653,042	674,323	(292,851)	8,034,515	1,907,011
Motor vehicles	263,426,582	76,773,748	(33,517,217)	306,683,113	25.00	136,376,365	29,032,047	(22,847,940)	142,560,472	164,122,641
Total as on June 30, 2016	1,042,168,288	170,064,337	(41,130,480)	1,171,102,145		539,804,931	71,729,002	(29,569,148)	581,964,786	589,137,359
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 - for half year end 2016

Asset category	Cost				Rate	Depreciation				Written down value at June 30, 2016
	Balance at January 1, 2016	Addition during the period	Disposal/ adjustment during the period	Balance at June 30, 2016		Balance at January 1, 2016	Charged for the period	Adjustment during the period	Balance at June 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	2,568,991	-	18,167,627	187,351,676
Furniture and fixtures	65,474,845	17,944,723	(4,768,182)	78,651,386	12.50	40,672,250	3,879,298	(3,656,415)	40,895,134	37,756,252
Electrical equipment	80,716,999	14,927,426	(5,917,659)	89,726,766	20.00	68,472,124	3,598,533	(4,941,003)	67,129,654	22,597,112
Curtain and carpets	3,788,572	1,175,284	(462,815)	4,501,041	33.33	2,544,993	473,247	(257,872)	2,760,368	1,740,673
Office equipment	113,268,398	19,179,231	(1,830,045)	130,617,585	20.00	100,653,748	6,852,399	(1,926,998)	105,579,149	25,038,436
Office decoration	100,694,182	34,322,852	(10,912,450)	124,104,584	20.00	79,532,573	5,516,012	(10,111,116)	74,937,469	49,167,115
Computers	134,107,076	11,745,175	-	145,852,251	20.00	77,756,690	7,484,798	-	85,241,488	60,610,763
Software (Office Operation)	33,042,023	2,458,667	-	35,500,690	33.33	21,144,222	3,295,972	-	24,440,194	11,060,496
Software (Business Operation)	132,395,647	-	-	132,395,647	20.00	94,883,546	13,239,565	-	108,123,111	24,272,536
Telephone and telex	12,714,247	980,530	(703,449)	12,991,329	33.33	10,237,760	823,115	(502,619)	10,558,255	2,433,073
Motor vehicles	299,765,954	78,573,748	(36,217,217)	342,122,485	25.00	159,850,490	32,255,775	(25,016,685)	167,089,580	175,032,905
Total as on June 30, 2016	1,208,445,717	181,307,637	(60,811,817)	1,328,941,537		671,347,032	79,987,705	(46,412,708)	704,922,030	624,019,507
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 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.

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 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 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, July 28, 2016