

IDLC FINANCE LIMITED AND ITS SUBSIDIARIES

3rd Quarter Un-Audited Financial Statements, as at and for the period ended September 30, 2018

In compliance with the Bangladesh Securities and Exchange Commission (BSEC) letter No. SEC/CFD/Misc./233/2004/615, dated February 2, 2010, the condition No. 4(3) of the notification No. SEC/CMRRC/2006-158/208/Admin/81, dated June 20, 2018 and Regulation 17 (3) of the (Listing) Regulations, 2015 of Dhaka and Chittagong Stock Exchange, we are pleased to present the quarterly un-audited consolidated financial statements of IDLC Finance Limited as at and for the period ended September 30, 2018. The consolidated financial statements are comprised of the financials of IDLC Finance Limited and its wholly owned subsidiaries: IDLC Securities Limited, IDLC Investments Limited and IDLC Asset Management Limited and are prepared as per International Accounting Standard (IAS)/Bangladesh Accounting Standard 34 "Interim Financial Reporting".

Consolidated Balance Sheet as at September 30, 2018			Consolidated Profit and Loss Account for the period ended September 30, 2018				Consolidated Cash Flow Statement for the period ended September 30, 2018		
Particulars	30.09.2018	31.12.2017	Jan to Sep'18	Jan to Sep'17	Jul to Sep'18	Jul to Sep'17	Particulars	30.09.2018	30.09.2017
	Taka	Taka	Taka	Taka	Taka	Taka		Taka	Taka
PROPERTY AND ASSETS							A) Cash flows from operating activities		
Cash							Interest received	7,917,786,750	6,490,967,445
In hand (including foreign currencies)	430,000	385,000	8,123,241,208	6,573,644,400	2,915,264,588	2,248,597,767	Interest paid	(4,145,265,200)	(3,377,243,544)
Balance with Bangladesh Bank and its agent (including foreign currencies)	1,323,788,613	1,095,727,369	(5,039,763,019)	(3,541,457,472)	(1,848,347,542)	(1,231,616,159)	Dividend received	98,961,460	118,281,275
	1,324,218,613	1,096,112,369	3,083,478,189	3,032,186,928	1,066,917,046	1,016,981,609	Fees and commission received	431,393,146	569,838,687
Balance with other banks and financial institutions							Payment of income tax	(1,529,086,995)	(1,607,658,528)
Inside Bangladesh	21,059,248,067	13,631,778,315	689,402,157	913,525,703	275,381,137	387,428,787	Received from other operating activities	892,793,907	1,144,582,309
Outside Bangladesh	-	-	-	-	-	-			
Money at call and short notice	21,059,248,067	13,631,778,315							
Investments							Cash generated from operating activities before changes in operating assets and liabilities	2,846,418,310	2,539,641,573
Government	7,395,577,895	7,922,749,192	942,258,971	965,327,232	328,414,351	339,131,191			
Others	7,395,577,895	7,922,749,192	167,606,873	166,044,591	56,362,202	57,124,814	Increase/(decrease) in operating assets and liabilities		
Loans and advances							Lease receivable	262,303,143	213,541,320
Loans, cash credit, overdraft etc.	79,588,115,656	71,498,548,035	10,803,014	20,368,339	2,765,031	3,804,866	Long-term finance	(6,304,635,621)	(5,338,381,579)
Bills purchased and discounted	-	-	28,885,663	28,030,389	9,364,974	9,499,775	Real estate finance	(2,570,482,186)	(2,807,728,943)
Fixed assets including land, building, furniture and fixtures	79,588,115,656	71,498,548,035					Car loan	349,518,077	342,962,320
Land, building, furniture and fixtures	5,714,233,661	6,627,791,925	103,177,890	96,014,902	17,865,774	17,369,531	Personal loan	(40,852,143)	9,230,897
Other assets	1,304,426,174	874,963,255	9,520,000	9,520,000	3,090,000	3,090,000	Loan against deposit	(189,603,606)	17,841,776
Non-banking assets	1,304,426,174	874,963,255					Margin loan to portfolio investors	468,546,448	(754,631,973)
Total Assets	111,243,010,067	95,686,943,091					Short term finance	117,870,254	(15,646,111)
							Other assets	(406,240,448)	(114,822,364)
LIABILITIES AND CAPITAL							Term and other deposits	10,341,605,536	12,331,060,152
Liabilities							Net drawdown of short term loan	5,725,000,001	1,875,000,000
Borrowings from other banks, financial institutions and agents	15,196,521,236	11,400,359,336					Payable and accrued expenses	(457,756,639)	56,192,013
Deposits and other accounts							Deferred liability-employee gratuity	9,210,238	22,991,196
Current accounts and other accounts etc.	-	-					Portfolio investors' fund	65,268,626	304,015,566
Bills payable	-	-					Interest suspense account	(12,253,770)	21,438,154
Savings bank deposits	70,040,859,432	59,853,619,702							
Term deposits	-	-					Net cash flows from/(used in) operating activities	10,203,916,219	8,702,704,002
Bearer certificate of deposits	2,393,180,016	2,238,814,210							
Other deposits	-	-					B) Cash flows from investing activities		
Total Assets	72,434,039,448	62,092,433,912					Purchase of fixed assets	(34,536,474)	(129,770,987)
	10,324,608,928	9,596,670,976					Disposal of fixed assets	12,328,985	21,830,740
Other liabilities	97,955,169,613	83,089,464,224					Net proceeds of investment in securities	527,171,297	(1,889,219,920)
Capital/Shareholders' equity							Net cash flows from/(used in) investing activities	505,063,808	(1,997,160,167)
Paid-up capital	3,770,507,800	3,770,507,800					C) Cash flows from financing activities		
Share premium	1,260,585,930	1,260,585,930					Drawdown of term loans	957,207,939	1,725,377,303
Statutory reserves	2,098,412,371	2,098,412,371					Repayment of term loans	(2,886,046,039)	(3,380,910,327)
General reserves	1,000,000,000	1,000,000,000					Proceeds from right issue	2,513,671,860	2,513,671,860
Dividend equalisation reserves	46,500,000	46,500,000					Dividend paid	(1,124,565,931)	(1,123,830,248)
Retained earnings	5,111,831,202	4,421,469,765					Net cash flows from/(used in) financing activities	(3,053,404,031)	(265,691,412)
Total Equity attributable to equity holders of the company	13,287,837,303	12,597,475,866					D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	7,655,575,996	6,439,852,423
Non-controlling interest	3,151	3,001					E) Effects of exchange rate changes on cash and cash equivalents		
Total Liabilities and Shareholders' equity	111,243,010,067	95,686,943,091					F) Cash and cash equivalents at beginning of the period	14,727,880,684	11,353,339,202
							G) Cash and cash equivalents at end of the period (D+E+F)	22,383,466,680	17,793,191,625
OFF-BALANCE SHEET ITEMS							Cash and cash equivalents at end of the period		
Contingent liabilities							Cash in hand (including foreign currencies)	430,000	385,000
Acceptances and endorsements	-	-					Balance with Bangladesh Bank and its agent bank(s)	1,323,788,613	1,100,060,626
Letters of guarantee	13,836,203	91,601,562					Balance with other banks and financial institutions	21,059,248,067	16,392,745,999
Irrevocable letters of credit	-	-					Money at call and short notice	-	300,000,000
Bills for collection	-	-					Total Cash and cash equivalents	22,383,466,680	17,793,191,625
Indemnity bond	750,000,000	750,000,000					Cash and cash equivalents at end of the period		
Corporate guarantee	763,836,203	841,801,562					Cash in hand (including foreign currencies)	430,000	385,000
Other commitments							Balance with Bangladesh Bank and its agent bank(s)	1,323,788,613	1,100,060,626
Documentary credits and short term trade related transactions	-	-					Balance with other banks and financial institutions	21,059,248,067	16,392,745,999
Forward assets purchased and forward deposits placed	-	-					Money at call and short notice	-	300,000,000
Un-drawn note issuance and revolving underwriting facilities	-	-					Net operating cash flow per share	27.06	23.08
Un-drawn formal standby facilities, credit lines	-	-							
Un-disbursed contracted loans and leases	1,726,324,497	1,184,170,146							
Total Off-Balance Sheet items including contingent liabilities	1,726,324,497	1,184,170,146							
Net Assets Value (NAV) per share	28.25	33.41							

IDLC Finance Limited Balance Sheet as at September 30, 2018		
Particulars	30.09.2018 Taka	31.12.2017 Taka
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	330,000	285,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	1,323,788,613	1,095,727,369
	1,324,118,613	1,096,012,369
Balance with other banks and financial institutions		
Inside Bangladesh	19,911,101,909	12,676,746,983
Outside Bangladesh	-	-
Money at call and short notice	19,911,101,909	12,676,746,983
Investments		
Government	7,395,577,895	7,922,749,192
Others	7,395,577,895	7,922,749,192
Loans and advances		
Loans, cash credit, overdraft etc.	78,828,598,203	70,665,633,916
Bills purchased and discounted	-	-
Fixed assets including land, building, furniture and fixtures	78,828,598,203	70,665,633,916
Land, building, furniture and fixtures	5,169,911,985	5,972,562,072
Other assets	4,365,951,068	4,362,120,314
Non-banking assets	4,365,951,068	4,362,120,314
Total Assets	107,718,046,721	92,610,862,518
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	15,026,521,236	11,230,359,336
Deposits and other accounts		
Current accounts and other accounts etc.	-	-
Bills payable	-	-
Savings bank deposits	71,289,425,909	60,538,332,988
Term deposits	-	-
Bearer certificate of deposits	2,393,180,016	2,238,814,210
Other deposits	-	-
Total Liabilities	73,682,605,965	62,771,147,198
Capital/Shareholders' equity		
Paid-up capital	3,770,507,800	3,770,507,800
Share premium	1,260,585,930	1,260,585,930
Statutory reserves	2,098,412,371	2,098,412,371
General reserves	1,000,000,000	1,000,000,000
Dividend equalisation reserves	46,500,000	46,500,000
Retained earnings	2,475,507,078	2,393,090,675
Total Equity	10,681,513,179	10,569,096,776
Total Liabilities and Shareholders' equity	107,718,046,721	92,610,862,518
OFF-BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptances and endorsements	-	-
Letters of guarantee	13,836,203	91,601,562
Irrevocable letters of credit	-	-
Bills for collection	-	-
Indemnity bond	750,000,000	750,000,000
Corporate guarantee	763,836,203	841,801,562
Other commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Un-drawn note issuance and revolving underwriting facilities	-	-
Un-drawn formal standby facilities, credit lines	-	-
Un-disbursed contracted loans and leases	1,726,324,497	1,184,170,146
Total Off-Balance Sheet items including contingent liabilities	1,726,324,497	1,184,170,146
Net Assets Value (NAV) per share	28.25	33.41

IDLC Finance Limited Profit and Loss Account for the period ended September 30, 2018				
Particulars	Jan to Sep'18 Taka	Jan to Sep'17 Taka	Jul to Sep'18 Taka	Jul to Sep'17 Taka
Interest income	7,945,734,343	6,436,047,901	2,852,946,255	2,209,076,446
Interest on deposits and borrowings etc.	(5,090,680,800)	(3,537,774,675)	(1,874,498,853)	(1,231,033,779)
Net interest income	2,855,053,543	2,898,273,226	978,447,402	978,042,667
Investment income	300,215,563	438,934,754	60,527,868	182,154,121
Commission, exchange and brokerage	28,263,328	15,173,186	7,624,565	3,293,186
Other operating income	301,872,143	349,393,416	98,017,752	99,175,908
Total operating income	3,485,404,577	3,701,774,582	1,144,617,587	1,262,665,882
Salaries and allowances	770,146,717	783,619,748	266,748,253	268,814,348
Rent, taxes, insurance, electricity etc.	137,458,068	135,402,792	46,272,187	47,386,653
Legal expenses	8,658,160	18,075,553	2,111,705	2,880,261
Postage, stamp, telecommunication etc.	23,020,751	22,467,796	7,655,172	7,582,317
Stationery, printing, advertisements etc.	85,689,873	76,962,316	13,027,620	9,274,707
Managing Director's salary and benefits	9,520,000	9,520,000	3,090,000	3,090,000
Directors' fees	987,881	1,242,356	279,481	349,200
Auditors' fees	628,190	788,061	168,190	258,750
Charges on loan losses	-	-	-	-
Depreciation and repair of Company's assets	106,352,050	128,896,920	28,014,136	38,196,484
Other expenses	221,954,260	260,393,075	57,822,556	81,104,307
Total operating expenses	1,364,4			