

IDLC Finance Limited

Financial Statements

as at and for the period ended March 31, 2018

IDLC Finance Limited and its Subsidiaries
Consolidated Balance Sheet (Un-audited) as at March 31, 2018

	<u>Note</u>	<u>31.03.2018</u> <u>Taka</u>	<u>31.12.2017</u> <u>Taka</u>
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	430,000	385,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,433,196,354	1,095,727,369
		1,433,626,354	1,096,112,369
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	9,891,277,429	13,631,778,315
Outside Bangladesh	4(b)	-	-
		9,891,277,429	13,631,778,315
Money at call and short notice	5	200,000,000	-
Investments	6		
Government		-	-
Others		6,776,487,414	7,922,749,192
		6,776,487,414	7,922,749,192
Loans and advances	7		
Loans, cash credit, overdraft etc.		76,451,500,393	71,498,548,035
Bills purchased and discounted		-	-
		76,451,500,393	71,498,548,035
Fixed assets including land, building, furniture and fixtures	8(c)	633,829,107	662,791,925
Other assets	9	1,638,644,255	874,963,255
Non-banking assets		-	-
Total Assets		97,025,364,952	95,686,943,091
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	11,245,618,696	11,400,359,336
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		59,854,026,615	59,853,619,702
Bearer certificate of deposits		-	-
Other deposits		2,377,300,579	2,238,814,210
		62,231,327,194	62,092,433,912
Other liabilities	12	11,531,479,104	9,596,670,976
Total Liabilities		85,008,424,994	83,089,464,224
Capital/Shareholders' equity			
Paid-up capital	13	3,770,507,800	3,770,507,800
Share premium	14	1,260,585,930	1,260,585,930
Statutory reserves	15	2,098,412,371	2,098,412,371
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		3,840,930,822	4,421,469,765
Total Equity attributable to equity holders of the company		12,016,936,923	12,597,475,866
Non-controlling interest		3,035	3,001
Total Liabilities and Shareholders' equity		97,025,364,952	95,686,943,091

	<u>Note</u>	<u>31.03.2018</u> <u>Taka</u>	<u>31.12.2017</u> <u>Taka</u>
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		52,376,646	91,601,562
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		802,376,646	841,601,562
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		1,626,369,274	1,184,170,146
		1,626,369,274	1,184,170,146
Total Off-Balance Sheet items including contingent liabilities		2,428,745,920	2,025,771,708
Net Assets Value (NAV) per share	35	31.87	33.41

The annexed notes from 1 to 36 form an integral part of these consolidated financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

April 25, 2018

IDLC Finance Limited and its Subsidiaries
Consolidated Profit and Loss Account (Un-audited) for the period ended March 31, 2018

	<u>Note</u>	<u>31.03.2018</u> <u>Taka</u>	<u>31.03.2017</u> <u>Taka</u>
Interest income	19	2,392,024,175	2,087,102,279
Interest on deposits and borrowings etc.	20	(1,423,893,930)	(1,137,242,221)
Net interest income		968,130,245	949,860,058
Investment income	21	264,623,325	333,020,085
Commission, exchange and brokerage	22	108,811,658	221,196,862
Other operating income	23	116,413,740	135,078,360
Total operating income		1,457,978,968	1,639,155,365
Salaries and allowances	24	301,848,158	310,188,289
Rent, taxes, insurance, electricity etc.	25	53,909,086	50,899,113
Legal expenses	26	4,037,379	9,398,220
Postage, stamp, telecommunication etc.	27	9,669,776	8,418,487
Stationery, printing, advertisements etc.	28	50,276,507	36,382,685
Managing Director's salary and benefits	29	3,340,000	3,340,000
Directors' fees	30	332,060	405,848
Auditors' fees	31	375,000	250,000
Charges on loan losses		-	-
Depreciation and repair of Company's assets	32	44,922,427	51,770,914
Other expenses	33	94,790,928	96,883,058
Total operating expenses		563,501,321	567,936,614
Profit before provision		894,477,647	1,071,218,751
Provision for loans and investments	12.6(ii)		
General provision		30,287,745	27,123,666
Specific provision		29,589,130	70,677,776
Provision for diminution in value of investments		28,872,784	4,188,070
Other provisions		-	-
Total provision		88,749,659	101,989,512
Total profit before taxation		805,727,988	969,229,239
Provision for taxation		255,114,557	367,784,912
Net profit after taxation		550,613,431	601,444,328
Attributable to:			
Shareholders of the Company		550,613,397	601,443,967
Non-controlling interest		34	361
		550,613,431	601,444,328
Retained surplus		550,613,397	601,443,967
Earnings Per Share (EPS)	34	1.46	1.70

The annexed notes from 1 to 36 form an integral part of these consolidated financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

April 25, 2018

IDLC Finance Limited and its Subsidiaries
Consolidated Cash Flow Statement (Un-audited)
for the period ended March 31, 2018

	<u>31.03.2018</u>	<u>31.03.2017</u>
	<u>Taka</u>	<u>Taka</u>
A) Cash flows from operating activities		
Interest received	2,265,083,897	2,009,397,192
Interest paid	(1,367,520,865)	(1,119,394,300)
Dividend received	29,714,265	16,096,979
Fees and commission received	108,811,658	221,196,862
Paid to employees and suppliers	(523,206,734)	(524,757,410)
Payment of income tax	(235,572,882)	(254,059,590)
Received from other operating activities	348,911,016	448,274,882
Cash generated from operating activities before changes in operating assets and liabilities	626,220,355	796,754,616
Increase/(decrease) in operating assets and liabilities		
Lease receivable	246,459,238	(225,720,116)
Long-term finance	(4,618,913,441)	(3,889,983,488)
Real estate finance	(844,002,680)	(929,264,539)
Car loan	155,724,757	63,924,135
Personal loan	(21,165,700)	7,625,849
Loan against deposit	39,559,793	32,007,185
Margin loan to portfolio investors	270,568,731	(455,462,439)
Short term finance	(40,063,712)	48,023,287
Other assets	(777,860,065)	(13,008,885)
Term and other deposits	138,893,282	4,060,382,534
Net drawdown of short term loan	805,000,000	1,679,999,999
Payable and accrued expenses	413,441,352	(96,730,011)
Deferred liability-employee gratuity	6,522,249	13,462,976
Portfolio investors' fund	191,544,123	429,609,968
Interest suspense account	27,483,665	35,955,889
	(4,006,808,409)	760,822,346
Net cash flows from/(used in) operating activities	(3,380,588,054)	1,557,576,961
B) Cash flows from investing activities		
Purchase of fixed assets	(13,690,983)	(22,935,805)
Disposal of fixed assets	4,770,998	11,118,469
Net proceeds of investment in securities	1,146,261,778	(539,578,404)
Net cash flows from/(used in) investing activities	1,137,341,793	(551,395,740)
C) Cash flows from financing activities		
Drawdown of term loans	120,697,500	301,303,880
Repayment of term loans	(1,080,438,140)	(1,138,397,482)
Proceeds from right issue	-	2,513,671,860
Net cash flows from/(used in) financing activities	(959,740,640)	1,676,578,258
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	(3,202,986,901)	2,682,759,480
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	14,727,890,684	11,353,339,202
G) Cash and cash equivalents at end of the period (D+E+F)	11,524,903,783	14,036,098,682
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	430,000	376,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,433,196,354	952,084,192
Balance with other banks and financial institutions (Note-4)	9,891,277,429	13,083,638,490
Money at call and short notice (Note-5)	200,000,000	-
	11,524,903,783	14,036,098,682
Net operating cash flow per share (Note-36)	(8.97)	4.13

The annexed notes from 1 to 36 form an integral part of these consolidated financial statements.

IDLC Finance Limited and its Subsidiaries
Consolidated Statement of Changes in Equity (Un-audited)
for the period ended March 31, 2018

<u>Particulars</u>	Attributable to equity holders of the Company						<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, 2018	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	4,421,469,765	12,597,475,866	3,001	12,597,478,867
Dividend for 2017:									
30% cash dividend	-	-	-	-	-	(1,131,152,340)	(1,131,152,340)	-	(1,131,152,340)
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	3,290,317,425	11,466,323,526	3,001	11,466,326,527
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 1st quarter ended 2018	-	-	-	-	-	550,613,397	550,613,397	34	550,613,431
Appropriation to reserves	-	-	-	-	-	-	-	-	-
Balance at March 31, 2018	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	3,840,930,822	12,016,936,923	3,035	12,016,939,958
Balance at March 31, 2017	3,770,507,800	1,260,585,930	1,782,004,350	1,000,000,000	46,500,000	3,062,202,576	10,921,800,656	2,746	10,921,803,402

IDLC Finance Limited
Balance Sheet (Un-audited) as at March 31, 2018

	<u>Note</u>	<u>31.03.2018</u> <u>Taka</u>	<u>31.12.2017</u> <u>Taka</u>
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	330,000	285,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,433,196,354	1,095,727,369
		1,433,526,354	1,096,012,369
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	8,289,573,530	12,676,746,983
Outside Bangladesh	4(b)	-	-
		8,289,573,530	12,676,746,983
Money at call and short notice	5	200,000,000	-
Investments	6		
Government		-	-
Others		2,753,739,599	3,213,212,864
		2,753,739,599	3,213,212,864
Loans and advances	7		
Loans, cash credit, overdraft etc.		75,314,755,005	70,665,633,916
Bills purchased and discounted		-	-
		75,314,755,005	70,665,633,916
Fixed assets including land, building, furniture and fixtures	8(c)	571,739,265	597,256,072
Other assets	9	4,315,406,102	4,362,120,314
Non-banking assets		-	-
Total Assets		92,878,739,856	92,610,982,518
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	11,075,618,696	11,230,359,336
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		60,545,997,615	60,538,332,988
Bearer certificate of deposits		-	-
Other deposits		2,377,300,579	2,238,814,210
		62,923,298,194	62,777,147,198
Other liabilities	12	9,046,635,341	8,034,379,208
Total Liabilities		83,045,552,230	82,041,885,742
Capital/Shareholders' equity			
Paid-up capital	13	3,770,507,800	3,770,507,800
Share premium	14	1,260,585,930	1,260,585,930
Statutory reserves	15	2,098,412,371	2,098,412,371
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		1,657,181,525	2,393,090,675
Total Equity		9,833,187,626	10,569,096,776
Total Liabilities and Shareholders' equity		92,878,739,856	92,610,982,518

	<u>Note</u>	<u>31.03.2018</u> <u>Taka</u>	<u>31.12.2017</u> <u>Taka</u>
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
17.1			
Acceptances and endorsements		-	-
Letters of guarantee		52,376,646	91,601,562
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		802,376,646	841,601,562
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		1,626,369,274	1,184,170,146
		1,626,369,274	1,184,170,146
Total Off-Balance Sheet items including contingent liabilities		2,428,745,920	2,025,771,708
Net Assets Value (NAV) per share	35	26.08	28.03

The annexed notes from 1 to 36 form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

April 25, 2018

IDLC Finance Limited
Profit and Loss Account (Un-audited) for the period ended March 31, 2018

	Note	<u>31.03.2018</u> <u>Taka</u>	<u>31.03.2017</u> <u>Taka</u>
Interest income	19	2,351,288,012	2,039,757,640
Interest on deposits and borrowings etc.	20	(1,434,155,504)	(1,136,143,828)
Net interest income		917,132,508	903,613,812
Investment income	21	164,642,675	130,915,242
Commission, exchange and brokerage	22	953,804	-
Other operating income	23	114,909,331	132,373,230
Total operating income		1,197,638,318	1,166,902,284
Salaries and allowances	24	249,439,222	256,474,645
Rent, taxes, insurance, electricity etc.	25	43,642,779	40,753,897
Legal expenses	26	3,096,431	8,659,393
Postage, stamp, telecommunication etc.	27	7,587,705	6,592,499
Stationery, printing, advertisements etc.	28	41,717,128	33,668,253
Managing Director's salary and benefits	29	3,340,000	3,340,000
Directors' fees	30	211,600	285,200
Auditors' fees	31	287,500	150,000
Charges on loan losses		-	-
Depreciation and repair of Company's assets	32	38,893,462	46,546,870
Other expenses	33	86,409,501	82,041,166
Total operating expenses		474,625,328	478,511,923
Profit before provisions		723,012,990	688,390,361
Provision for loans and investments	12.6(ii)		
General provision		31,994,353	27,123,666
Specific provision		64,847,249	70,677,776
Provision for diminution in value of investments		-	-
Other provision		-	-
Total provision		96,841,602	97,801,442
Total profit before taxation		626,171,388	590,588,919
Provision for taxation		230,928,198	255,753,645
Net profit after taxation		395,243,190	334,835,274
Retained surplus		395,243,190	334,835,274
Earnings Per Share (EPS)	34	1.05	0.95

The annexed notes from 1 to 36 form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

April 25, 2018

IDLC Finance Limited
Cash Flow Statement (Un-audited) for the period ended March 31, 2018

	<u>31.03.2018</u>	<u>31.03.2017</u>
	<u>Taka</u>	<u>Taka</u>
A) Cash flows from operating activities		
Interest received	2,245,617,974	1,973,832,582
Interest paid	(1,377,782,439)	(1,118,295,907)
Dividend received	4,049,894	7,550,707
Fees and commission received	953,804	-
Paid to employees and suppliers	(439,580,425)	(439,279,629)
Payment of income tax	(202,428,254)	(219,709,692)
Received from other operating activities	265,212,719	240,815,697
Cash generated from operating activities before changes in operating assets and liabilities	496,043,273	444,913,758
Increase/(decrease) in operating assets and liabilities		
Lease receivable	246,459,238	(225,720,116)
Long-term finance	(4,618,913,441)	(3,889,983,488)
Real estate finance	(844,002,680)	(929,264,539)
Car loan	155,724,757	63,924,135
Personal loan	(21,165,700)	7,625,849
Loan against deposit	39,559,793	32,007,185
Loan to subsidiaries	574,400,000	(109,749,692)
Short term finance	(40,063,712)	48,023,287
Other assets	19,142,511	2,431,930
Term and other deposits	146,150,996	4,059,453,870
Net drawdown of short term loan	805,000,000	1,680,000,000
Payable and accrued expenses	(332,940,538)	(55,464,616)
Interest suspense account	27,483,665	35,955,889
	(3,838,319,057)	726,839,437
Net cash flows from/(used in) operating activities	(3,342,275,784)	1,171,753,195
B) Cash flows from investing activities		
Purchase of fixed assets	(11,887,306)	(14,988,371)
Disposal of fixed assets	4,770,999	10,986,940
Net proceeds of investment in securities	459,473,264	(19,833,805)
Net cash flows from/(used in) investing activities	452,356,956	(23,835,236)
C) Cash flows from financing activities		
Drawdown of term loans	120,697,500	301,303,881
Repayment of term loans	(1,080,438,140)	(1,138,397,482)
Proceeds from right issue	-	2,513,671,860
Net cash flows from/(used in) financing activities	(959,740,640)	1,676,578,259
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	(3,849,659,468)	2,824,496,217
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	13,772,759,352	10,155,642,099
G) Cash and cash equivalents at end of the period (D+E+F)	9,923,099,884	12,980,138,316
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	330,000	276,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,433,196,354	952,084,192
Balance with other banks and financial institutions (Note-4)	8,289,573,530	12,027,778,124
Money at call and short notice (Note-5)	200,000,000	-
	9,923,099,884	12,980,138,316
Net operating cash flow per share (Note-36)	(8.86)	3.11

The annexed notes from 1 to 36 form an integral part of these financial statements.

IDLC Finance Limited
Statement of Changes in Equity (Un-audited)
for the period ended March 31, 2018

<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, 2018	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	2,393,090,675	10,569,096,776
Dividend for 2017:							
30% cash dividend	-	-	-	-	-	(1,131,152,340)	(1,131,152,340)
Changes in accounting policy	-	-	-	-	-	-	-
Restated balance	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	1,261,938,335	9,437,944,436
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 1st quarter ended 2018	-	-	-	-	-	395,243,190	395,243,190
Appropriation to reserve	-	-	-	-	-	-	-
Balance at March 31, 2018	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	1,657,181,525	9,833,187,626
Balance at March 31, 2017	3,770,507,800	1,260,585,930	1,782,004,350	1,000,000,000	46,500,000	1,462,293,863	9,321,891,943

IDLC Finance Limited and its Subsidiaries
Notes to the consolidated and separate financial statements (Un-Audited)
As at and for the year ended March 31, 2018

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, governed by Bangladesh Bank (the Central Bank of Bangladesh)

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. Now, the company has evolved itself as multiproduct financial institution.

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 April 19, 2006 as a private limited company under Companies Act, 1994. 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 and 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 of "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. The registered office of the Company is situated at South Avenue Tower (5th Floor), 7 Gulshan Avenue, Gulshan 1, Dhaka. It is a subsidiary Company of IDLC Finance Limited that holds 99.99% ownership of the company.

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 consolidated financial statements and separate financial statements of the Company 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 (IAS) and International Financial Reporting Standards (IFRS) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), 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, 2015 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 (BASs) and Bangladesh Financial Reporting Standards (BFRSs) 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 April 25, 2018.

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka
3 Cash				
3.1 Cash in hand (including foreign currencies):				
In local currency	330,000	285,000	430,000	385,000
In foreign currency	-	-	-	-
	<u>330,000</u>	<u>285,000</u>	<u>430,000</u>	<u>385,000</u>
3.2 Balance with Bangladesh Bank and its agent (including foreign currencies)				
In local currency	1,433,196,354	1,095,727,369	1,433,196,354	1,095,727,369
In foreign currency	-	-	-	-
	<u>1,433,196,354</u>	<u>1,095,727,369</u>	<u>1,433,196,354</u>	<u>1,095,727,369</u>
	<u>1,433,526,354</u>	<u>1,096,012,369</u>	<u>1,433,626,354</u>	<u>1,096,112,369</u>
4 Balance with other banks and financial institutions in Bangladesh				
4(a) Inside Bangladesh:				
Current deposits in local currency				
Woori Bank	15,867	15,927	15,867	15,927
Bank Al- Falah Limited	50,000	5,430	50,000	5,430
One Bank Limited	-	-	14,399,328	8,645,318
Jamuna Bank Limited	8,390	8,390	8,390	8,390
The City Bank Limited	949,744,326	38,884,706	949,744,326	38,884,706
National Bank Limited	5,547,377	3,949,086	5,547,377	3,949,086
Bank Asia Limited	32,712,946	13,098,902	32,712,946	13,098,902
State Bank of India	6,903,049	4,700,049	6,903,049	4,700,049
Commercial Bank of Ceylon PLC	2,088,875	3,586,580	2,916,960	3,925,605
Citibank N.A	(130,135,977)	134,980,349	(130,135,977)	134,980,349
Standard Chartered Bank	(368,152,306)	(1,084,422,501)	152,062,364	(733,627,887)
Mutual Trust Bank Limited	2,552,410	170,695,065	2,552,410	170,695,065
Exim Bank Limited	4,327,941	5,980,591	4,327,941	5,980,591
Dutch Bangla Bank Limited	67,470,298	32,387,903	67,470,298	32,387,903
BRAC Bank Limited	26,610,388	1,275,452	41,506,529	15,082,664
Dhaka Bank Limited	2,957,935	14,570,753	2,957,935	14,570,753
NRB Bank Limited	-	-	3,048,006	3,048,006
Mercantile Bank Limited	2,755,471	2,290,910	2,755,471	2,290,910
NCC Bank Limited	-	-	15,165,000	-
IDLC Investments Limited	27,157,186	9,586,771	-	-
	<u>632,614,176</u>	<u>(648,405,637)</u>	<u>1,174,008,220</u>	<u>(281,358,233)</u>
Short-term deposit accounts				
Prime Bank Limited	222,749	7,989,445	222,749	7,989,445
Dutch Bangla Bank Limited	-	-	3,653,461	3,472,106
The City Bank Limited	1,774,354	(34,098)	1,774,354	(34,098)
BRAC Bank Limited	-	-	6,493,546	38,049,436
Southeast Bank Limited	26,604,624	9,769,680	26,604,624	9,769,680
Citibank N.A.	54,626	90,303,317	54,626	90,303,317
Standard Chartered Bank	(277,056,870)	923,270,021	(277,055,548)	923,803,070
Commercial Bank of Cylon	5,355,706	3,850,090	8,611,099	34,602,618
One Bank Limited	-	-	4,018,704	42,405,043
NCC Bank Limited	-	-	765,609,774	445,409,692
Eastern Bank Limited	-	-	777,653	777,653
NRB Bank Limited	4,165	4,165	4,167	88,586
	<u>(243,040,646)</u>	<u>1,035,152,620</u>	<u>540,769,209</u>	<u>1,596,636,548</u>
Fixed Deposits				
Al-Arafah Islami Bank Limited	-	700,000,000	-	700,000,000
Meghna Bank Limited	1,050,000,000	750,000,000	1,050,000,000	750,000,000
Union Bank Limited	-	1,100,000,000	-	1,100,000,000
ONE Bank Limited	1,700,000,000	2,000,000,000	1,700,000,000	2,000,000,000
Midland Bank Limited	500,000,000	-	500,000,000	-
Jamuna Bank Limited	400,000,000	1,450,000,000	400,000,000	1,450,000,000
Social Islami Bank Limited	1,400,000,000	1,400,000,000	1,400,000,000	1,400,000,000
Mercantile Bank Limited	-	500,000,000	-	500,000,000
The City Bank Limited	-	1,290,000,000	-	1,290,000,000
Dhaka Bank Limited	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000
NRB Global Bank Limited	-	450,000,000	-	450,000,000
Standard Bank Limited	750,000,000	450,000,000	750,000,000	450,000,000
Export Import Bank of Bangladesh Limited	-	-	250,000,000	-
Meridian Finance & Investment Limited	-	200,000,000	-	200,000,000
Trust Bank Limited	-	-	2,500,000	2,500,000
Standard Chartered Bank	100,000,000	-	124,000,000	24,000,000
	<u>7,900,000,000</u>	<u>12,290,000,000</u>	<u>8,176,500,000</u>	<u>12,316,500,000</u>
	<u>8,289,573,530</u>	<u>12,676,746,983</u>	<u>9,891,277,429</u>	<u>13,631,778,315</u>
4(b) Outside Bangladesh				
Total balance	<u>8,289,573,530</u>	<u>12,676,746,983</u>	<u>9,891,277,429</u>	<u>13,631,778,315</u>

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka
5 Money at call and short notice				
IPDC Finance Limited	150,000,000	-	150,000,000	-
Meridian Finance & Investment Limited	50,000,000	-	50,000,000	-
	200,000,000	-	200,000,000	-
6 Investments				
Government securities				
Treasury bill	-	-	-	-
National Investment bonds	-	-	-	-
Bangladesh Bank bill	-	-	-	-
Government notes/bonds	-	-	-	-
Prize bonds	-	-	-	-
Others	-	-	-	-
	-	-	-	-
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)	774,750,000	774,750,000	957,164,360	952,536,324
Investment in marketable securities (Note 6.3)	1,771,125,599	2,230,598,864	5,611,459,054	6,762,348,868
Investment in open end mutual fund (Note 6.4)	200,000,000	200,000,000	200,000,000	200,000,000
Other investments	-	-	-	-
Gold etc.	-	-	-	-
	2,753,739,599	3,213,212,864	6,776,487,414	7,922,749,192
	2,753,739,599	3,213,212,864	6,776,487,414	7,922,749,192
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
		7,864,000	7,864,000	7,864,000
6.2 Investment in bonds				
Mercantile Bank Limited	240,000,000	240,000,000	240,000,000	240,000,000
The City Bank Limited	234,750,000	234,750,000	234,750,000	234,750,000
United Commercial Bank Limited	300,000,000	300,000,000	300,000,000	300,000,000
Impress-Newton Composite Textile Limited	-	-	182,414,360	177,786,324
Total	774,750,000	774,750,000	957,164,360	952,536,324
6.3 Investment in marketable securities				
Investment in marketable securities (Note 6.3.1)	1,767,987,379	2,230,598,864	5,602,044,394	6,762,348,868
Investment in Initial Public Offering (Note 6.3.2)	3,138,220	-	9,414,660	-
	1,771,125,599	2,230,598,864	5,611,459,054	6,762,348,868
6.3.1 Investment in marketable securities				
Details of marketable securities are given below:				
	IDLC Finance Limited		IDLC Group	
<u>Business Segments</u>	Cost price	Market price at the end of the year	Cost price	Market price at the end of the year
	Taka	Taka	Taka	Taka
Mutual Funds	65,047,280	57,519,822	159,862,119	158,703,829
Banks	899,005,344	965,686,583	2,710,661,616	2,634,376,479
Textiles	53,710	145,554	161,130	436,662
Pharmaceuticals & Chemicals	499,574,776	501,861,159	1,652,243,778	1,692,335,257
Fuel & Power	16,869,600	16,869,600	27,209,600	27,209,600
Financial Institutions	9,999,997	9,999,997	9,999,997	9,999,997
Telecom	277,381,279	364,741,608	813,467,034	909,684,329
Food & Allied	-	-	205,080,122	209,041,539
Engineering & Others	55,393	272,216	23,358,998	21,984,846
	1,767,987,379	1,917,096,539	5,602,044,394	5,663,772,538
	1,767,987,379	1,917,096,539	5,602,044,394	5,663,772,538
	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka
6.3.2 Investment in Initial Public Offering	3,138,220	-	9,414,660	-
	3,138,220	-	9,414,660	-

6.4 Investment in open end mutual fund

IDLC Finance Limited (IDLC FL) invested TK. 200,000,000 as the sponsor in two open-ended mutual funds. IDLC Asset Management Limited (IDLC AML) is the fund manager of these mutual fund. The objective of those fund is to provide attractive risk adjusted returns to the unit holders by investing the proceeds in the Capital Market and Money Market.

	IDLC Finance Limited		IDLC Group	
	31.03.2018 Taka	31.12.2017 Taka	31.03.2018 Taka	31.12.2017 Taka
7 Loans and advances				
Inside Bangladesh:				
Lease receivable (Note 7.1)	4,382,361,326	4,628,820,564	4,382,361,326	4,628,820,564
Long-term finance (Note 7.2)	43,861,752,452	39,242,839,011	43,861,752,452	39,242,839,011
Real estate finance (Note 7.3)	22,305,519,866	21,461,517,186	22,305,519,866	21,461,517,186
Car loans (Note 7.4)	1,702,798,098	1,858,522,855	1,702,798,098	1,858,522,855
Personal loan (Note 7.5)	114,023,071	92,857,372	114,023,071	92,857,372
Short term finance (Note 7.6)	817,785,400	777,721,688	817,785,400	777,721,688
Loan to subsidiaries (Note 7.7)	655,949,692	1,230,349,692	-	-
Loan against deposit (LAD)	375,604,970	415,164,763	375,604,970	415,164,763
Margin loan to portfolio investors (Note 7.8)	-	-	1,792,695,080	2,063,263,811
Interest receivable (Note-7.9)	1,098,960,129	957,840,785	1,098,960,129	957,840,785
	75,314,755,005	70,665,633,916	76,451,500,393	71,498,548,035
Outside Bangladesh	-	-	-	-
	75,314,755,005	70,665,633,916	76,451,500,393	71,498,548,035
7.1 Lease receivable				
Balance at January 1	4,628,820,564	4,949,942,229	4,628,820,564	4,949,942,229
Add: Addition during the year/period	303,780,585	1,708,529,716	303,780,585	1,708,529,716
	4,932,601,149	6,658,471,945	4,932,601,149	6,658,471,945
Less: Realisation during the year/period	550,239,823	2,029,651,381	550,239,823	2,029,651,381
Balance at year/period end	4,382,361,326	4,628,820,564	4,382,361,326	4,628,820,564
7.2 Long-term finance				
Balance at January 1	39,242,839,011	33,044,382,500	39,242,839,011	33,044,382,500
Add: Disbursement during the year/period	11,555,834,006	26,025,645,752	11,555,834,006	26,025,645,752
	50,798,673,017	59,070,028,252	50,798,673,017	59,070,028,252
Less: Realisation during the year/period	6,936,920,565	19,827,189,241	6,936,920,565	19,827,189,241
Balance at year/period end	43,861,752,452	39,242,839,011	43,861,752,452	39,242,839,011
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	21,461,517,186	18,108,222,920	21,461,517,186	18,108,222,920
Add : Disbursement during the year/period	1,831,175,062	8,096,148,345	1,831,175,062	8,096,148,345
	23,292,692,248	26,204,371,265	23,292,692,248	26,204,371,265
Less : Realisation during the year/period	987,172,382	4,742,854,079	987,172,382	4,742,854,079
Balance at year/period end	22,305,519,866	21,461,517,186	22,305,519,866	21,461,517,186
7.4 Car loans				
Balance at January 1	1,858,522,855	2,369,827,680	1,858,522,855	2,369,827,680
Add : Disbursement during the year/period	63,818,665	455,177,855	63,818,665	455,177,855
	1,922,341,520	2,825,005,535	1,922,341,520	2,825,005,535
Less : Realisation during the year/period	219,543,422	966,482,680	219,543,422	966,482,680
Balance at year/period end	1,702,798,098	1,858,522,855	1,702,798,098	1,858,522,855
7.5 Personal loan				
Balance at January 1	92,857,372	87,957,182	92,857,372	87,957,182
Add : Disbursement during the year/period	31,574,915	47,387,733	31,574,915	47,387,733
	124,432,287	135,344,915	124,432,287	135,344,915
Less : Realisation during the year/period	10,409,215	42,487,543	10,409,215	42,487,543
Balance at year/period end	114,023,071	92,857,372	114,023,071	92,857,372

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka
7.6 Short term finance				
Factoring of account receivable	817,785,400	777,721,688	817,785,400	777,721,688
7.7 Loan to Subsidiaries				
Balance at January 1	1,230,349,692	260,800,000	-	-
Add : Disbursement during the year/period	2,180,700,000	11,593,399,692	-	-
	3,411,049,692	11,854,199,692	-	-
Less : Realisation during the year/period	2,755,100,000	10,623,850,000	-	-
Balance at year/period end	655,949,692	1,230,349,692	-	-
7.7.1 Loan to IDLC Investments Limited				
Balance at January 1	1,230,349,692	260,800,000	-	-
Add : Disbursement during the year/period	1,850,700,000	10,098,399,692	-	-
	3,081,049,692	10,359,199,692	-	-
Less : Realisation during the year/period	2,425,100,000	9,128,850,000	-	-
Balance at year/period end	655,949,692	1,230,349,692	-	-
7.7.2 Loan to IDLC Securities Limited				
Balance at January 1	-	-	-	-
Add : Disbursement during the year/period	330,000,000	1,495,000,000	-	-
	330,000,000	1,495,000,000	-	-
Less : Realisation during the year/period	330,000,000	1,495,000,000	-	-
Balance at year/period end	-	-	-	-
7.8 Margin loan to portfolio investors				
Balance at January 1	-	-	2,063,263,811	1,341,971,074
Add : Disbursement during the year/period	-	-	493,795,247	7,265,731,928
	-	-	2,557,059,058	8,607,703,002
Less : Realisation during the year/period	-	-	764,363,978	6,544,439,191
Balance at year/period end	-	-	1,792,695,080	2,063,263,811
7.9 Interest Receivables				
Lease receivable	113,411,173	113,515,497	113,411,173	113,515,497
Long-term finance	619,706,688	511,476,489	619,706,688	511,476,489
Real estate finance	308,214,540	269,372,331	308,214,540	269,372,331
Car loan	17,429,274	17,799,917	17,429,274	17,799,917
Personal loan	2,110,859	1,913,680	2,110,859	1,913,680
Loan against deposit (LAD)	35,746,526	34,730,266	35,746,526	34,730,266
Short term finance	2,341,068	9,032,605	2,341,068	9,032,605
	1,098,960,129	957,840,785	1,098,960,129	957,840,785

	IDLC Finance Limited		IDLC Group	
	31.03.2018 Taka	31.12.2017 Taka	31.03.2018 Taka	31.12.2017 Taka
8 Fixed assets including land, building, furniture and fixtures				
a. Cost				
Balance at January 1	1,302,771,783	1,205,376,097	1,502,935,732	1,376,871,985
Addition during the year/period	11,887,306	151,047,125	13,690,983	187,993,259
	1,314,659,089	1,356,423,222	1,516,626,715	1,564,865,244
Disposal/Adjustments during the year/period	(8,814,919)	(53,651,439)	(8,824,919)	(61,929,512)
	1,305,844,170	1,302,771,783	1,507,801,797	1,502,935,732
b. Accumulated depreciation				
Balance at January 1	705,515,711	598,463,488	840,143,807	722,598,634
Charged during the year/period	35,044,903	145,839,286	40,294,587	164,225,017
	740,560,614	744,302,774	880,438,394	886,823,651
Disposal/Adjustments during the year/period	(6,455,709)	(38,787,063)	(6,465,704)	(46,679,844)
	734,104,905	705,515,711	873,972,690	840,143,807
c. Written down value (a-b)	571,739,265	597,256,072	633,829,107	662,791,925

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)	3,949,999,790	3,949,999,790	-	-
Accounts receivable (Note - 9.2)	143,238,419	182,287,683	1,350,610,002	578,936,375
Advances, deposits and prepayments (Note - 9.3)	206,058,641	213,723,589	228,595,834	236,588,461
Deferred tax asset	16,109,252	16,109,252	40,762,419	40,762,419
Investment in stock exchanges (Note - 9.4)	-	-	18,676,000	18,676,000
	4,315,406,102	4,362,120,314	1,638,644,255	874,963,255

9.1 Investment in subsidiary companies

IDLC Securities Limited (Note- 9.1.1)	1,649,999,900	1,649,999,900	-	-
IDLC Investments Limited (Note- 9.1.2)	2,199,999,900	2,199,999,900	-	-
IDLC Asset Management Limited (Note- 9.1.3)	99,999,990	99,999,990	-	-
	3,949,999,790	3,949,999,790	-	-

9.1.1 Out of the total of 20,000,000 ordinary shares issued and paid up, IDLC Finance Limited holds 19,999,992 (including bonus shares issued in 2008, 2009 and 2010) ordinary shares of Taka 100 each.

9.1.2 Out of the total of 22,000,000 ordinary shares issued and paid up, IDLC Finance Limited holds 21,999,999 ordinary shares of Taka 100 each.

9.1.3 Out of the total of 10,000,000 ordinary shares issued and paid up, IDLC Finance Limited holds 9,999,999 ordinary shares of Taka 10 each.

9.2 Accounts receivable

Interest receivable	112,735,625	140,307,327	126,350,803	140,529,869
Other receivables	30,502,794	41,980,357	1,224,259,199	438,406,507
	143,238,419	182,287,683	1,350,610,002	578,936,375

9.3 Advances, deposits and prepayments

Deposits and prepayments	7,957,426	7,957,426	8,571,439	8,620,606
Advance against expenses	198,101,215	205,766,163	220,024,395	227,967,855
	206,058,641	213,723,589	228,595,834	236,588,461

Advances, deposits and prepayments are considered good but not secured by collateral.

9.4 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.

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

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

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka
10 Borrowings from other banks, financial institutions				
Inside Bangladesh (Note- 10.1)	11,075,618,696	11,230,359,336	11,245,618,696	11,400,359,336
Outside Bangladesh	-	-	-	-
	11,075,618,696	11,230,359,336	11,245,618,696	11,400,359,336
10.1 Inside Bangladesh				
Secured long term loans				
Long-term loans				
Woori Bank	170,833,333	213,333,333	170,833,333	213,333,333
Total secured long-term loans	170,833,333	213,333,333	170,833,333	213,333,333
Unsecured long-term loans				
Bond and Debenture				
A. K. Khan & Company Limited	272,487,126	325,316,491	272,487,126	325,316,491
Universal Jeans Limited	216,259,624	258,187,691	216,259,624	258,187,691
Grameen Telecom Trust	134,080,967	160,076,369	134,080,967	160,076,369
Square Pharmaceuticals Limited	108,129,812	129,093,846	108,129,812	129,093,846
Pragati Life Insurance Limited	21,625,962	25,818,769	21,625,962	25,818,769
BETS Consulting Services Limited	21,625,962	25,818,769	21,625,962	25,818,769
Dr. Abdus Shabur	4,325,192	5,163,754	4,325,192	5,163,754
Bangla Telecom Limited	26,679,024	31,124,005	26,679,024	31,124,005
Bangladesh Infrastructure Finance Fund Limited	266,790,237	311,240,055	266,790,237	311,240,055
Delsey Cotton Spinning Mills Ltd.	53,358,047	62,248,011	53,358,047	62,248,011
	1,125,361,955	1,334,087,760	1,125,361,955	1,334,087,760
Long-term loans				
Kreditanstalt fÜr Wiederaufbau (KfW)	71,318,636	81,275,994	71,318,636	81,275,994
Bangladesh Bank (BB Fund-Small Enterprise Refinancing Program)	25,966,110	33,785,833	25,966,110	33,785,833
Bangladesh Bank (Women-Small Enterprise Refinancing Program)	1,869,611,163	2,312,457,441	1,869,611,163	2,312,457,441
Bangladesh Bank (ADB Fund-Small Enterprise Refinancing Program)	17,671,875	24,478,125	17,671,875	24,478,125
Bangladesh Bank (New Entrepreneur Refinancing Scheme)	89,561,349	101,998,846	89,561,349	101,998,846
Bangladesh Bank (Home Loan Refinancing Program)	555,235,548	570,052,125	555,235,548	570,052,125
Bangladesh Bank (Agro Loan Refinancing Program)	1,114,648,875	1,243,407,764	1,114,648,875	1,243,407,764
Bangladesh Bank (JICA Refinancing Program)	516,684,925	564,763,035	516,684,925	564,763,035
SME Foundation	30,000,000	30,000,000	30,000,000	30,000,000
FMO Loan	310,720,000	310,720,000	310,720,000	310,720,000
Investment Promotion & Financing Facilities (IPFF)	592,965,072	602,458,911	592,965,072	602,458,911
Bangladesh Bank Solar Bio Gas & ETP Scheme	22,333,335	2,916,668	22,333,335	2,916,668
Bangladesh Bank Milk Production Scheme	3,400,000	3,400,000	3,400,000	3,400,000
Saudi Bangladesh Industrial & Agricultural Investment Company Limited	569,306,518	616,223,500	569,306,518	616,223,500
	5,789,423,407	6,497,938,242	5,789,423,407	6,497,938,242
Total unsecured long-term loan	6,914,785,362	7,832,026,002	6,914,785,362	7,832,026,002
Short-term and Call loans:				
Short-term loans				
Citi Bank N.A.	560,000,000	400,000,000	560,000,000	400,000,000
Bank Alfalah Limited	-	200,000,000	-	200,000,000
Standard Chartered Bank	2,100,000,000	1,550,000,000	2,270,000,000	1,720,000,000
Commercial Bank of Ceylon Plc	-	535,000,000	-	535,000,000
One Bank Limited	-	500,000,000	-	500,000,000
United Finance Limited	500,000,000	-	500,000,000	-
Pubali Bank Limited	300,000,000	-	300,000,000	-
	3,460,000,000	3,185,000,000	3,630,000,000	3,355,000,000
Call Loans				
Agrani Bank Limited	200,000,000	-	200,000,000	-
Janata Bank Limited	60,000,000	-	60,000,000	-
Sonali Bank Limited	80,000,000	-	80,000,000	-
Southeast Bank Limited	190,000,000	-	190,000,000	-
	530,000,000	-	530,000,000	-
Total short-term and call loans	3,990,000,000	3,185,000,000	4,160,000,000	3,355,000,000
Total Borrowings	11,075,618,696	11,230,359,336	11,245,618,696	11,400,359,336

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	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)	60,545,997,615	60,538,332,988	59,854,026,615	59,853,619,702
Bearer certificate of deposits	-	-	-	-
Refundable deposits (Note- 11.2)	2,377,300,579	2,238,814,210	2,377,300,579	2,238,814,210
	62,923,298,194	62,777,147,198	62,231,327,194	62,092,433,912
11.1 Term deposits				
This represents deposits received from institutions and individuals for a period not less than three months.				
Balance at January 1	60,538,332,988	47,563,668,197	59,853,619,702	47,474,930,697
Add: Deposits received during the year/period	14,680,657,080	35,652,152,030	14,680,657,080	35,652,152,030
	75,218,990,068	83,215,820,227	74,534,276,782	83,127,082,727
Less: Matured/encashed during the year/period	14,672,992,453	22,677,487,239	14,672,992,453	22,677,487,239
Inter - company deposit	-	-	7,257,713	595,975,786
Balance at year/period end	60,545,997,615	60,538,332,988	59,854,026,615	59,853,619,702
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 year/period end stands as under:				
Deposits against loan and lease rental	290,314,912	265,089,005	290,314,912	265,089,005
Deposits against financing as per term of agreements (Security deposits)	2,086,985,667	1,973,725,205	2,086,985,667	1,973,725,205
	2,377,300,579	2,238,814,210	2,377,300,579	2,238,814,210
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)	4,365,110,077	4,567,608,997	5,887,049,893	5,343,166,922
Provision for income tax (Note- 12.2)	1,977,070,564	1,948,570,620	2,301,158,977	2,281,617,302
Deferred liability-employee gratuity (Note- 12.3)	4,846,056	-	48,776,650	42,254,402
Portfolio investors' fund (Note- 12.4)	-	-	562,543,152	370,999,029
Interest suspense account (Note- 12.5)	423,535,034	396,051,369	423,535,034	396,051,369
Provision for doubtful accounts and future losses (Note- 12.6 (i))	1,128,120,111	1,105,347,063	1,159,951,450	1,145,270,344
Unpaid dividend	1,147,953,499	16,801,159	1,147,953,499	16,801,159
Deferred tax liability	-	-	510,449	510,449
	9,046,635,341	8,034,379,208	11,531,479,104	9,596,670,976
12.1 Payable and accrued expenses				
Receipt against leases	1,076,060,435	616,546,078	1,076,060,435	616,546,078
Liabilities for expenses	2,781,413,890	2,803,290,053	4,298,001,254	3,575,729,042
Liabilities for other finance	507,635,752	1,147,772,866	512,988,204	1,150,891,802
	4,365,110,077	4,567,608,997	5,887,049,893	5,343,166,922
12.2 Provision for income tax				
<i>Provision</i>				
Balance at January 1	7,715,275,299	6,649,874,999	8,907,870,073	7,459,702,789
Less: Adjustment during the year/period	-	-	-	-
	7,715,275,299	6,649,874,999	8,907,870,073	7,459,702,789
Add: Provision made during the year/period	230,928,198	1,065,400,300	255,114,557	1,448,167,284
	7,946,203,497	7,715,275,299	9,162,984,630	8,907,870,073
Settlement of previous year's tax liability	-	-	-	-
Balance at year/period end	7,946,203,497	7,715,275,299	9,162,984,630	8,907,870,073
<i>Advance tax</i>				
Balance at January 1	5,766,704,679	4,928,489,985	6,626,252,771	5,567,342,071
Add: Payment made during the year:				
Under sections 64 and 74 of ITO, 1984	177,480,755	740,958,309	177,480,755	765,827,621
Deduction at source	24,852,499	96,076,385	57,967,127	291,903,080
Others	95,000	1,180,000	125,000	1,180,000
	202,428,254	838,214,694	235,572,882	1,058,910,701
	5,969,132,933	5,766,704,679	6,861,825,653	6,626,252,771
Less: Adjustment during the year/period	-	-	-	-
	5,969,132,933	5,766,704,679	6,861,825,653	6,626,252,771
Net balance at year/period end	1,977,070,564	1,948,570,620	2,301,158,977	2,281,617,302

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka
12.3 Deferred Liability-employee gratuity				
Balance at January 1	-	-	42,254,402	28,718,149
Add: Addition during the year/period	4,846,056	-	6,522,249	13,760,293
	4,846,056	-	48,776,650	42,478,442
Less: Payment during the year/period	-	-	-	224,040
Balance at year/period end	4,846,056	-	48,776,650	42,254,402
12.4 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	-	-	370,999,029	187,443,773
Add: Deposit and share sold by clients	-	-	1,879,783,100	10,248,279,322
	-	-	2,250,782,129	10,435,723,095
Less: Purchase of share and deposit withdraw by clients	-	-	1,688,238,977	10,064,724,066
Balance at year/period end	-	-	562,543,152	370,999,029
12.5 Interest suspense accounts				
On lease finance	80,995,809	84,677,038	80,995,809	84,677,038
On real-estate finance	133,141,358	122,264,764	133,141,358	122,264,764
On term finance	200,191,073	180,832,816	200,191,073	180,832,816
On car loan	5,175,473	4,440,593	5,175,473	4,440,593
On personal loan	1,460,879	1,412,351	1,460,879	1,412,351
On short term finance	2,570,442	2,423,807	2,570,442	2,423,807
	423,535,034	396,051,369	423,535,034	396,051,369
12.6 Provision for loans and advances/investments				
12.6(i) Balance at January 1	1,105,347,063	1,081,156,938	1,145,270,344	1,116,435,278
Provision required for the year/period	176,739,864	397,524,787	205,612,648	402,169,728
Provision released during the year/period	(79,898,262)	(169,358,827)	(116,862,989)	(169,358,827)
Provision charged for the year/period (Note- 12.6 (ii))	96,841,602	228,165,960	88,749,659	232,810,901
Write off during the year/period	74,068,553	203,975,835	74,068,553	203,975,835
Balance at year/period end	1,128,120,111	1,105,347,063	1,159,951,450	1,145,270,344
12.6(ii) Provision charged for the year/period				
General provision	31,994,353	27,123,666	30,287,745	27,123,666
Specific provision	64,847,249	70,677,776	29,589,130	70,677,776
Provision for diminutions in value of investments	-	-	28,872,784	4,188,070
Other Provisions	-	-	-	-
	96,841,602	97,801,442	88,749,659	101,989,512

	IDLC Finance Limited		IDLC Group	
	31.03.2018 Taka	31.12.2017 Taka	31.03.2018 Taka	31.12.2017 Taka
13 Share capital				
Authorised				
1,000,000,000 ordinary shares of Taka 10 each	10,000,000,000	10,000,000,000	10,000,000,000	10,000,000,000
Issued, subscribed and paid-up				
377,050,780 ordinary shares of Taka 10 each	3,770,507,800	3,770,507,800	3,770,507,800	3,770,507,800
Paid-up share capital as on March 31, 2018 comprises the following:				
Composition of shareholding:				
Sl. No.	Name of the Shareholders	31.03.2018		31.12.2017
		% of holding	Number of shares	Taka
1 SPONSORS/DIRECTORS				
	The City Bank Limited (CBL) and its subsidiaries	23.21	87,510,575	875,105,750
	The City Bank Limited (CBL)	9.00	33,935,329	339,353,290
	City Bank Capital Resources Limited (CBCRL)	9.90	37,328,028	373,280,280
	City Brokerage Limited	4.31	16,247,218	162,472,180
	Transcom Group	13.33	50,273,164	502,731,640
	Eskayef Bangladesh Limited	8.00	30,164,062	301,640,620
	Transcraft Limited	4.01	15,132,033	151,320,330
	Bangladesh Lamps Limited	1.32	4,977,069	49,770,690
	Sadharan Bima Corporation (SBC)	7.62	28,727,494	287,274,940
	Reliance Insurance Limited	7.00	26,393,553	263,935,530
	Mercantile Bank Limited	5.50	20,737,791	207,377,910
	Sub-Total	56.66	213,642,577	2,136,425,770
2 GENERAL				
	Institutions:			
	Investment Corporation of Bangladesh (ICB)	1.78	6,729,316	67,293,160
	Bangladesh Fund	1.68	6,330,000	63,300,000
	Marina Apparels Limited	1.00	3,770,506	37,705,060
	Other Institutions	11.77	44,363,158	443,631,580
	Sub-Total	16.23	61,192,980	602,830,240
	Individuals:			
	General Public (Individuals)	15.37	57,947,003	579,470,030
	Sub-Total	15.37	57,947,003	596,882,550
3 FOREIGN				
	Institutions & Individuals	11.74	44,268,220	442,682,200
	Sub-Total	11.74	44,268,220	434,369,240
	Total Holdings	100.00	377,050,780	3,770,507,800
14 Share premium				
	Balance at January 1	1,260,585,930	3,750,000	1,260,585,930
	Add: Received during the year/period	-	1,256,835,930	1,256,835,930
	Balance at year/period end	1,260,585,930	1,260,585,930	1,260,585,930
15 Statutory reserves				
	Balance at January 1	2,098,412,371	1,782,004,350	2,098,412,371
	Add: Transferred on appropriation of profit	-	316,408,021	316,408,021
	Balance at year/period end	2,098,412,371	2,098,412,371	2,098,412,371
16 General reserves				
	Balance at January 1	1,000,000,000	1,000,000,000	1,000,000,000
	Add: Transferred on appropriation of profit	-	-	-
	Balance at year/period end	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	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka
17.1 Contingent liabilities				
Acceptances and endorsements	-	-	-	-
Letters of guarantee	52,376,646	91,601,562	52,376,646	91,601,562
Irrevocable letters of credit	-	-	-	-
Bills for collection	-	-	-	-
Indemnity bond	-	-	-	-
Corporate guarantee	750,000,000	750,000,000	750,000,000	750,000,000
	802,376,646	841,601,562	802,376,646	841,601,562
17.2 Other 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 year/period end	820,725,548	344,407,701	820,725,548	344,407,701
Real estate finance commitments outstanding at year/period end	804,826,316	828,654,280	804,826,316	828,654,280
Car loan commitments outstanding at year/period end	408,333	408,333	408,333	408,333
Personal loan commitments outstanding at year/period end	409,077	124,077	409,077	124,077
Loan Against Deposit commitments outstanding at year/period end	-	10,575,755	-	10,575,755
	1,626,369,274	1,184,170,146	1,626,369,274	1,184,170,146

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
	Taka	Taka	Taka	Taka
18 Income statement				
Income				
Interest, discount and similar income (Note-18.1)	2,511,880,793	2,163,122,175	2,626,933,235	2,404,025,385
Dividend income (Note-21)	4,049,894	7,550,707	29,714,265	16,096,979
Fees, commission and brokerage (Note-22)	953,804	-	108,811,658	221,196,862
Other operating income (Note-23)	114,909,331	132,373,230	116,413,740	135,078,360
	<u>2,631,793,822</u>	<u>2,303,046,112</u>	<u>2,881,872,898</u>	<u>2,776,397,586</u>
Expenses				
Interest on deposits and borrowings etc. (Note-20)	1,434,155,504	1,136,143,828	1,423,893,930	1,137,242,221
Administrative expenses (Note-18.2)	353,170,924	357,238,463	428,415,806	427,874,352
Other expenses (Note-33)	86,409,501	82,041,166	94,790,928	96,883,058
Depreciation on assets (Note-32)	35,044,903	39,232,294	40,294,587	43,179,204
	<u>1,908,780,832</u>	<u>1,614,655,751</u>	<u>1,987,395,251</u>	<u>1,705,178,835</u>
	<u>723,012,990</u>	<u>688,390,361</u>	<u>894,477,647</u>	<u>1,071,218,751</u>
18.1 Interest, discount and similar income				
Interest income (Note -19)	2,351,288,012	2,039,757,640	2,392,024,175	2,087,102,279
Gain on sale of marketable securities (Note - 21)	138,556,843	89,083,285	208,245,086	278,013,819
Income from investment in bonds (Note - 21)	22,035,938	26,281,250	26,663,974	30,909,287
Income from investment in commercial paper (Note - 21)	-	8,000,000	-	8,000,000
	<u>2,511,880,793</u>	<u>2,163,122,175</u>	<u>2,626,933,235</u>	<u>2,404,025,385</u>
18.2 Administrative expenses				
Salary and allowances (Note-24)	249,439,222	256,474,645	301,848,158	310,188,289
Rent, taxes, insurance, electricity, etc. (Note-25)	43,642,779	40,753,897	53,909,086	50,899,113
Legal expenses (Note-26)	3,096,431	8,659,393	4,037,379	9,398,220
Postage, stamp, telecommunication, etc. (Note-27)	7,587,705	6,592,499	9,669,776	8,418,487
Stationery, printing, advertisement, etc. (Note-28)	41,717,128	33,668,253	50,276,507	36,382,685
Managing Director's salary and fees (Note-29)	3,340,000	3,340,000	3,340,000	3,340,000
Directors' fees (Note-30)	211,600	285,200	332,060	405,848
Auditors' fees (Note-31)	287,500	150,000	375,000	250,000
Depreciation & repair of Company's assets (Note-32)	3,848,559	7,314,576	4,627,840	8,591,710
	<u>353,170,924</u>	<u>357,238,463</u>	<u>428,415,806</u>	<u>427,874,352</u>
19 Interest income				
This represents interest income from the following products:				
Lease finance	127,945,533	145,740,545	127,945,533	145,740,545
Real estate finance	600,408,360	525,429,309	600,408,360	525,429,309
Term finance	1,286,153,251	1,047,896,739	1,286,153,251	1,047,896,739
Short term finance	27,521,393	20,712,316	27,521,393	20,712,316
Car loan	55,489,449	81,352,283	55,489,449	81,352,283
Personal loan	3,273,498	3,260,376	3,273,498	3,260,376
Margin loan to portfolio investors	-	-	55,426,029	50,252,363
Loan to subsidiaries	24,585,071	12,525,697	-	-
	<u>2,125,376,555</u>	<u>1,836,917,265</u>	<u>2,156,217,513</u>	<u>1,874,643,931</u>
Interest on balance with other banks and financial institutions	215,690,208	187,471,180	225,585,413	197,089,153
Call loan	124,389	-	124,389	-
Loan against deposit	10,096,860	15,369,195	10,096,860	15,369,195
	<u>2,351,288,012</u>	<u>2,039,757,640</u>	<u>2,392,024,175</u>	<u>2,087,102,279</u>
20 Interest on deposits and borrowings etc.				
Interest on term deposits	1,256,052,806	919,836,362	1,242,815,789	918,995,970
Interest on borrowings	114,316,255	139,731,931	117,291,698	141,670,716
Interest on secured/unsecured zero coupon bonds	30,062,006	37,609,198	30,062,006	37,609,198
Interest on security deposit	27,954,576	26,187,629	27,954,576	26,187,629
Interest on call loan	5,769,861	12,778,708	5,769,861	12,778,708
	<u>1,434,155,504</u>	<u>1,136,143,828</u>	<u>1,423,893,930</u>	<u>1,137,242,221</u>

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
	Taka	Taka	Taka	Taka
21 Investment income				
Gain on sale of marketable securities	138,556,843	89,083,285	208,245,086	278,013,819
Dividend income	4,049,894	7,550,707	29,714,265	16,096,979
Income from investment in bonds	22,035,938	26,281,250	26,663,974	30,909,287
Income from investment in commercial paper	-	8,000,000	-	8,000,000
	164,642,675	130,915,242	264,623,325	333,020,085
22 Commission, exchange and brokerage				
Advisory fees	815,217	-	815,217	-
Commission & brokerage	-	-	76,560,652	188,735,362
Documentation fees	-	-	254,000	289,500
Custodial fees	138,587	-	138,587	-
Fees from mutual fund	-	-	3,348,750	-
Portfolio management fees	-	-	13,279,515	9,031,937
Corporate advisory fees	-	-	9,303,801	-
Settlement charges	-	-	5,111,136	23,140,063
	953,804	-	108,811,658	221,196,862
23 Other operating income				
Application, processing and documentation fees	76,541,164	89,102,472	76,541,164	89,102,472
Loan settlement and others	18,036,408	27,459,515	18,036,408	27,459,515
Transfer price/gain at the time of expiry of lease	153,215	278,476	153,215	278,476
Service charges	6,785,482	5,221,230	6,905,284	5,575,961
Gain on disposal of fixed assets	2,411,789	3,640,818	2,411,784	3,726,584
Account opening & BO account maintenance fees	-	-	226,300	546,200
IPO service charge	-	-	19,830	6,980
Miscellaneous income	10,981,273	6,670,719	12,119,755	8,382,172
	114,909,331	132,373,230	116,413,740	135,078,360
24 Salaries and allowances	249,439,222	256,474,645	301,848,158	310,188,289
25 Rent, taxes, insurance, electricity, etc.				
Rent, rate and taxes	34,254,271	31,087,126	42,791,112	39,731,763
Insurance	985,001	936,113	1,220,316	1,091,311
Power and electricity	8,403,507	8,730,658	9,897,658	10,076,039
	43,642,779	40,753,897	53,909,086	50,899,113
26 Legal expenses				
Renewal and registration	1,205,000	5,267,331	1,899,698	6,084,156
Other professional charges	1,891,431	3,392,062	2,137,681	3,314,064
	3,096,431	8,659,393	4,037,379	9,398,220
27 Postage, stamp, telecommunication, etc.				
Postage	307,023	195,255	399,725	259,153
Telecommunication and internet etc.	7,280,682	6,397,244	9,270,051	8,159,334
	7,587,705	6,592,499	9,669,776	8,418,487
28 Stationery, printing, advertisements, etc.				
Stationery & printing	12,678,012	12,822,474	13,527,651	13,829,818
Advertisement and publicity	29,039,116	20,845,779	36,748,856	22,552,867
	41,717,128	33,668,253	50,276,507	36,382,685

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
	Taka	Taka	Taka	Taka
29 Managing Director's salary and benefits				
Basic pay	1,500,000	1,500,000	1,500,000	1,500,000
Allowances	690,000	690,000	690,000	690,000
Bonus	1,000,000	1,000,000	1,000,000	1,000,000
Company's contribution to provident fund	150,000	150,000	150,000	150,000
	3,340,000	3,340,000	3,340,000	3,340,000
30 Directors' fees				
Honorarium for attending meeting	211,600	285,200	332,060	405,848
Incidental expenses for attending meeting	-	-	-	-
	211,600	285,200	332,060	405,848
31 Auditors' fees				
Annual statutory audit fees (including VAT)	172,500	150,000	260,000	250,000
Other audit fees (including VAT)	115,000	-	115,000	-
	287,500	150,000	375,000	250,000
32 Depreciation and repair of company's assets				
Freehold assets (Note-8 & 8 (b))	35,044,903	39,232,294	40,294,587	43,179,204
Repair and maintenance:				
For premises & vehicles	1,221,445	2,133,958	1,278,911	2,688,320
For computers and computers accessories	2,627,114	5,180,618	3,348,929	5,903,390
	3,848,559	7,314,576	4,627,840	8,591,710
	38,893,462	46,546,870	44,922,427	51,770,914
33 Other expenses				
Bank charges	2,022,264	3,495,390	2,246,524	3,669,927
Books and periodicals	60,876	62,387	85,995	75,402
Car expenses	7,338,326	7,492,011	8,275,368	8,385,063
Donations and subscriptions	456,204	346,930	511,515	384,654
Medical & welfare expenses	7,213,252	7,047,762	7,602,571	7,350,804
Entertainment expenses	2,182,407	2,693,748	2,451,286	3,533,741
Consultancy fees	1,170,480	2,074,349	1,170,480	2,074,349
Office service expenses	19,357,284	19,502,082	24,036,565	23,762,462
Training expenses	1,466,887	855,551	1,784,415	883,151
Travel and conveyances	5,359,194	5,243,303	5,875,996	5,614,119
CDBL charges	-	-	148,626	564,118
Howla and Laga charge	-	-	14,408,580	16,100,678
Portfolio Management Charge	13,560,042	9,480,904	-	-
Sales Incentive	12,988,698	17,237,567	12,988,698	17,237,567
Repossession fees and others	13,233,587	6,509,182	13,204,309	7,247,023
	86,409,501	82,041,166	94,790,928	96,883,058

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
	Taka	Taka	Taka	Taka

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 (BAS) 33: "Earnings Per Share".

Basic earnings per share has been calculated as follows:

Earnings attributable to ordinary shareholders (Net profit after tax) (A)	395,243,190	334,835,274	550,613,397	601,443,967
Weighted average number of ordinary shares outstanding during the year/period (B)	377,050,780	354,070,658	377,050,780	354,070,658
Earnings Per Share (A÷B)	1.05	0.95 *	1.46	1.70 *

As the IDLC Finance Limited issued right share in the year 2017, required adjustments have been made to the weighted average number of shares to reflect Theoretical Ex Right Share Price (TERP) for 2017, as per BAS 33 "Earnings Per Share".

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.12.2017	31.03.2018	31.12.2017
	Taka	Taka	Taka	Taka

35 Net Asset Value (NAV) Per Share

Net Asset (total assets less total liabilities) (A)	9,833,187,626	10,569,096,776	12,016,939,958	12,597,478,868
Total number of ordinary shares outstanding (B)	377,050,780	377,050,780	377,050,780	377,050,780
Net Asset Value per share (NAV) (A÷B)	26.08	28.03	31.87	33.41

	IDLC Finance Limited		IDLC Group	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
	Taka	Taka	Taka	Taka

36 Net Operating Cash Flows Per Share (NOCFPS)

Net cash flows from operating activities (A)	(3,342,275,784)	1,171,753,195	(3,380,588,054)	1,557,576,961
Total number of ordinary shares outstanding (B)	377,050,780	377,050,780	377,050,780	377,050,780
Net operating cash flows per share (NOCFPS) (A÷B)	(8.86)	3.11	(8.97)	4.13

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

April 25, 2018

Fixed assets including land, building, furniture and fixtures-for 1st quarter end 2018

(Annexure A)

Asset category	Cost				Rate	Depreciation				Written down value at March 31, 2018
	Balance at January 1, 2018	Addition during the year/period	Disposal/ adjustment during the year/period	Balance at March 31, 2018		Balance at January 1, 2018	Charged for the year/period	Adjustment during the year/period	Balance at March 31, 2018	
	Taka	Taka	Taka	Taka		Taka	Taka	Taka	Taka	
Free hold assets:					%					
Land	26,958,470	-	-	26,958,470	-	-	-	-	-	26,958,470
Building	207,519,303	-	-	207,519,303	2.50	25,937,101	1,296,996	-	27,234,096	180,285,206
Furniture and fixtures	90,315,859	3,012,857	(50,000)	93,278,716	12.50	36,708,013	2,486,681	(30,730)	39,163,964	54,114,752
Electrical equipment	81,037,425	348,444	(233,282)	81,152,587	20.00	49,808,858	2,382,692	(157,497)	52,034,053	29,118,534
Curtain and carpets	4,642,899	238,047	(35,416)	4,845,530	33.33	2,907,215	300,789	(35,411)	3,172,593	1,672,937
Office equipment	121,410,081	632,143	-	122,042,225	20.00	82,241,692	3,630,409	-	85,872,101	36,170,124
Office decoration	149,687,850	1,101,429	-	150,789,278	20.00	72,981,018	5,470,219	-	78,451,236	72,338,042
Computers	171,402,743	2,881,500	-	174,284,243	20.00	96,037,907	5,347,819	-	101,385,726	72,898,517
Software (Office Operation)	33,042,494	777,868	-	33,820,362	33.33	28,168,806	919,100	-	29,087,906	4,732,456
Software (Business Operation)	137,540,494	-	-	137,540,494	20.00	133,939,095	257,242	-	134,196,337	3,344,157
Telephone and telex	10,582,494	245,018	(328,282)	10,499,230	33.33	8,269,774	348,049	(233,986)	8,383,837	2,115,393
Motor vehicles	268,631,671	2,650,000	(8,167,939)	263,113,732	25.00	168,516,231	12,604,908	(5,998,086)	175,123,054	87,990,678
Total as on March 31, 2018	1,302,771,783	11,887,306	(8,814,919)	1,305,844,170		705,515,711	35,044,903	(6,455,709)	734,104,905	571,739,265
Total as on December 31, 2017	1,205,376,097	151,047,125	(53,651,439)	1,302,771,783		598,463,488	145,839,286	(38,787,063)	705,515,711	597,256,072

A(a) Consolidated fixed assets including land, building, furniture and fixtures-for 1st quarter end 2018

Asset category	Cost				Rate	Depreciation				Written down value at March 31, 2018
	Balance at January 1, 2018	Addition during the year/period	Disposal/ adjustment during the year/period	Balance at March 31, 2018		Balance at January 1, 2018	Charged for the year/period	Adjustment during the year/period	Balance at March 31, 2018	
	Taka	Taka	Taka	Taka		Taka	Taka	Taka	Taka	
Free hold assets:					%					
Land	26,958,470	-	-	26,958,470	-	-	-	-	-	26,958,470
Building	207,519,303	-	-	207,519,303	2.50	25,937,101	1,296,996	-	27,234,096	180,285,206
Furniture and fixtures	108,574,018	3,018,320	(50,000)	111,542,338	12.50	46,372,467	2,954,658	(30,730)	49,296,395	62,245,943
Electrical equipment	105,956,223	348,444	(233,282)	106,071,386	20.00	70,729,957	2,798,529	(157,497)	73,370,989	32,700,397
Curtain and carpets	5,884,508	238,047	(35,416)	6,087,139	33.33	3,820,262	348,904	(35,411)	4,133,754	1,953,384
Office equipment	157,519,357	1,753,344	-	159,272,702	20.00	113,287,954	3,991,571	-	117,279,524	41,993,178
Office decoration	181,153,710	1,354,843	-	182,508,553	20.00	89,501,205	6,484,026	-	95,985,231	86,523,322
Computers	195,119,528	2,881,500	-	198,001,028	20.00	112,738,036	5,775,019	-	118,513,054	79,487,974
Software (Office Operation)	43,282,873	1,025,977	-	44,308,851	33.33	35,426,043	1,266,202	-	36,692,245	7,616,606
Software (Business Operation)	139,245,597	-	-	139,245,597	20.00	134,116,621	342,497	-	134,459,118	4,786,479
Telephone and telex	13,946,953	420,508	(338,282)	14,029,179	33.33	10,991,938	460,878	(243,981)	11,208,835	2,820,344
Motor vehicles	317,775,191	2,650,000	(8,167,939)	312,257,252	25.00	197,222,225	14,575,308	(5,998,086)	205,799,448	106,457,804
Total as on March 31, 2018	1,502,935,732	13,690,983	(8,824,919)	1,507,801,797		840,143,807	40,294,587	(6,465,704)	873,972,690	633,829,107
Total as on December 31, 2017	1,376,871,985	187,993,259	(61,929,512)	1,502,935,732		722,598,634	164,225,017	(46,679,844)	840,143,807	662,791,925

IDLC FINANCE LIMITED
Other explanatory notes to the accounts

Reporting

This first 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, 2017, 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, 2017.

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 March 31, 2018 and profit for the same period. The number of shares outstanding for the period was 377.05 million. Earnings per shares for the preceding period of 2017 was 354.07 million, which has been calculated based on adjustment factor to reflect Theoretical Ex Right Share Price (TERP) as per BAS 33 "Earnings Per Share".

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, April 25, 2018