Delta Brac Housing Finance Corporation Ltd.

HIGHEST CREDIT RATING AAA

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Financial Statements
For the 1st Quarter Ended 31 March 2018

In compliance with the Regulation 17(3) of the Dhaka and Chittagong Stock Exchanges (Listing) Regulations, 2015 and BSEC Letter No. SEC/CFD/Misc/233/2004/615 dated 2 February 2010, we are pleased to present 1st Quarter un-audited Financial Statements of Delta Brac Housing Finance Corporation Ltd. as at and for the quarter ended 31 March 2018 approved by the Board of Directors of the Company in its 99th Meeting held on Thursday, April 19, 2018 at 2:45 PM. The following Financial Statements without the detailed notes/ disclosures have been termed as "condensed" in line with the IAS/ BAS 34.

Balance Sheet (Unaudited)
As at 31 March 2018

Particulars	31 March 2018 Amount (TK)	31 December 2017 Amount (TK)
PROPERTY AND ASSETS		
Cash	624,960,421	634,064,843
In hand	89,775	89,700
Balance with Bangladesh Bank and its agent bank	624,870,646	633,975,143
Balance with other banks and financial institutions	10,941,053,936	10,697,156,711
In Bangladesh	10,941,053,936	10,697,156,711
Outside Bangladesh	-	-
Money at call on short notice	-	-
Investments	636,277,613	643,028,086
Government	1,145,176	1,145,176
Others	635,132,437	641,882,910
Loans and advances	42,611,883,080	42,243,352,611
Fixed assets including land, building, furniture & equipments	175,058,926	178,470,140
Other assets	227,304,807	184,780,123
Total assets	**55,216,538,783**	**54,580,852,514**
LIABILITIES AND CAPITAL		
LIABILITIES		
Borrowings from other banks, financial institutions and agents	6,455,916,102	6,515,419,275
Deposits and other accounts: Fixed deposits	41,715,033,732	41,187,889,744
Other liabilities	2,276,219,463	2,519,907,282
Total liabilities	**50,447,169,297**	**50,223,216,301**
SHAREHOLDERS' EQUITY		
Paid-up capital	1,218,518,430	1,218,518,430
Share premium	55,000,000	55,000,000
Statutory reserve	1,307,430,064	1,225,083,409
Other reserves	1,445,040,000	1,445,040,000
Retained earnings	743,380,992	413,994,374
Total shareholders' equity	**4,769,369,486**	**4,357,636,213**
Total liabilities and shareholders' equity	**55,216,538,783**	**54,580,852,514**
OFF BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptance and endorsements	-	-
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	223,985,758	223,985,758
Total contingent liabilities	223,985,758	223,985,758
Other commitments		
Documentary credits and short term trade related transaction	-	-
Forward assets purchased and forward deposit placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	483,850,000	605,634,964
Total other commitments	483,850,000	605,634,964
Total off balance sheet items including contingent liabilities	**707,835,758**	**829,620,722**

Profit and Loss Account (Unaudited)
For the 1st Quarter ended 31 March 2018

Particulars	January to March 2018 Amount (TK)	January to March 2017 Amount (TK)
Interest income	1,226,943,040	1,117,557,224
Interest paid on deposits and borrowings, etc.	872,626,732	687,263,227
Net interest income	**354,316,308**	**430,293,997**
Income from investment	5,131,243	13,229,514
Commission, exchange & brokerage	29,791,979	37,000,824
Other operating income	4,155,972	6,836,980
Total operating income	**393,395,502**	**487,361,315**
Salary and allowances	81,768,425	75,337,881
Rent, taxes, insurance, electricity, etc.	11,461,964	11,653,129
Legal & professional expenses	118,596	75,579
Postage, stamp, telecomunication, etc.	1,799,655	1,921,721
Stationery, printing, advertisements, etc.	3,156,894	3,632,764
Managing director's salary and fees	3,525,000	3,430,000
Directors' fees and expenses	135,400	149,576
Auditors' fees	100,625	100,625
Depreciation, repair & maintenance	8,796,306	9,194,016
Other expenses	9,139,150	9,787,990
Total operating expenses	**120,002,015**	**115,283,281**
Profit before provisions	**273,393,487**	**372,078,034**
Provision for		
Loans and advances	(260,146,378)	(131,138,995)
Diminution in value of investment	12,608,524	(14,485,190)
Total provisions	(247,537,854)	(145,624,185)
Profit before tax	**520,931,341**	**517,702,219**
Provision for tax		
Current	109,169,626	145,022,704
Deferred	28,442	3,622,629
Profit after tax	109,198,068	148,645,333
	411,733,273	**369,056,886**
Appropriation		
Statutory reserve	82,346,655	73,811,377
Dividend on preference shares	-	-
Total appropriations	82,346,655	73,811,377
Retained surplus	**329,386,618**	**295,245,509**
Earnings Per Share	**3.38**	**3.03**

Cash Flow Statement (Unaudited)
For the 1st Quarter ended 31 March 2018

Particulars	January to March 2018 Amount (TK.)	January to March 2017 Amount (TK.)
Cash flows from operating activities		
Interest received	1,277,100,536	1,113,205,311
Interest paid	(798,307,427)	(690,577,464)
Dividend received	3,886,017	3,708,417
Fees and commission received	29,791,979	37,000,824
Paid to employees	(129,625,358)	(122,314,503)
Paid to suppliers and various operating expense	(28,702,762)	(17,104,579)
Income tax paid	(98,350,688)	(152,395,608)
Received from other operating activities	4,594,812	13,017,193
Cash generated/(utilized) from operating activities before changes in operating assets and liabilities	260,387,109	184,539,590
Increase/(decrease) in operating assets and liabilities		
Loans and advances to customers	(367,491,556)	(1,535,357,864)
Purchase/sale of trading securities	(3,249,528)	(40,393,314)
Other assets	(94,050,157)	4,676,395
Loans and deposits from banks and other customers	658,085,078	2,524,506,139
Other liabilities	(35,504,930)	(9,156,658)
Cash generated/(utilized) from operating assets and liabilities	157,788,907	944,274,698
Net cash from operating activities	418,176,016	1,128,814,289
Cash flows from investing activities		
Other investments	10,000,000	10,000,000
Net proceeds/(payments) for sale/purchase of Treasury bills	-	-
Purchase of fixed assets including land, building, furniture and equipments	(3,032,336)	(9,492,490)
Proceeds from disposal of fixed assets including land, building, furniture and equipments	93,385	2,532,696
Net cash used in investing activities	7,061,049	3,040,206
Cash flows from financing activities		
Payment of preference share dividend	-	-
Cash dividend paid	-	-
Payment for finance lease	-	-
Net cash used in financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	425,237,065	1,131,854,494
Cash and cash equivalents (net off overdraft) at the beginning of the period	10,815,921,856	9,150,340,071
Cash and cash equivalents (net off overdraft) at the end of the period	**11,241,158,921**	**10,282,194,566**

Comparative Statement for Information of the Shareholders

SL	Particulars	As at and for the quarter ended 31 March 2018	As at and for the quarter ended 31 March 2017
1	Net Assets Value (NAV) per share	39.14	32.50
2	Earnings Per Share	3.38	3.03
3	Net operating cash flow per share	3.43	9.26

Selected explanatory notes to the Financial Statements for 1st Quarter ended 31 March 2018

Reporting: The 1st quarter Financial Statements have been prepared based on Bangladesh Accounting Standards (BAS) 34 : "Interim Financial Reporting". These Financial Statements should be read in conjunction with the published Financial Statements 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 method of computations followed in preparing these Financial Statements are in consistent with those used in the annual Financial Statements, prepared and published for the year ended December 31, 2017.

Earnings Per Share (EPS): Earnings per share has been calculated based on the number of shares outstanding as of 31 March 2018 and profit for the period from January 2018 to March 2018. The number of shares outstanding as of 31 March 2018 was 121,851,843. Earnings per share for the preceding period (January 2017 to March 2017) has also been calculated based on the same number of shares.

Subsequent events: No material events occurred after the reporting date, non- disclosure of which could effect the ability of the users of these Financial Statements to make proper evaluation and decision.

Statement of Changes in Equity (Unaudited)
For the 1st Quarter ended 31 March 2018

Amount In Taka

Particulars	Paid up capital	Share premium	Statutory reserve	General & other reserves	Retained earnings	Total
Balance as on 1 January 2018	1,218,518,430	55,000,000	1,225,083,409	1,445,040,000	413,994,374	4,357,636,213
Net profit (after tax) for the period	-	-	-	-	411,733,273	411,733,273
Transferred to reserve funds	-	-	82,346,655	-	(82,346,655)	-
Dividend paid	-	-	-	-	-	-
Balance as on 31 March 2018	**1,218,518,430**	**55,000,000**	**1,307,430,064**	**1,445,040,000**	**743,380,992**	**4,769,369,486**
Balance as on 31 March 2017	**1,218,518,430**	**55,000,000**	**1,109,094,526**	**1,058,040,000**	**519,816,607**	**3,960,469,563**

Sd/- **Chairman** | Sd/- **Director** | Sd/- **Managing Director & CEO** | Sd/- **Head of Finance** | Sd/- **Company Secretary**

The published quarterly financial statements are available in the web-site of the company, www.deltabrac.com