Fareast Finance & Investment Limited
Balance Sheet (Un-audited)
as at 31 March 2017

Particulars	Amounts in Taka	
	31-Mar-2017	31-Dec-2016
PROPERTY AND ASSETS		
Cash	**49,565,027**	**47,716,032**
In hand (including foreign currencies)	30,000	0
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	49,535,027	47,716,032
Balance with other banks and financial institutions	**1,458,528,550**	**1,491,110,646**
In Bangladesh	1,458,528,550	1,491,110,646
Outside Bangladesh	0	0
Money at call and short notice	**0**	**0**
Investments	**309,003,439**	**278,735,118**
Government	0	0
Others	309,003,439	278,735,118
Loans, advances and leases	**11,523,398,509**	**10,978,996,209**
Loans, cash credits, overdrafts, leases, etc.	11,523,398,509	10,978,996,209
Bills purchased and discounted	0	0
Fixed assets including premises, furniture and fixtures	**25,552,410**	**26,579,123**
Other assets	**1,143,142,448**	**1,194,766,018**
Non-business assets	**0**	**0**
Total assets	**14,509,190,383**	**14,017,903,146**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	**4,453,709,393**	**4,413,677,145**
Deposits and other accounts	**6,759,680,469**	**6,313,014,900**
Current deposits	0	0
Bills payable	0	0
Savings deposits	0	0
Term deposits	6,759,680,469	6,313,014,900
Bearer certificate of deposit	0	0
Other deposits	0	0
Other liabilities	**1,858,327,970**	**1,226,505,530**
Total liabilities	**13,071,717,832**	**11,953,197,575**

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Particulars	Amounts in Taka	
	31-Mar-2017	31-Dec-2016
Capital/Shareholders' equity	**1,437,472,551**	**2,064,705,571**
Paid up capital	1,640,633,300	1,640,633,300
Statutory reserve	242,447,925	242,447,925
Revaluation reserve	98,743,750	98,743,750
Retained earnings	(544,352,424)	82,880,596
Total liabilities and Shareholders' equity	**14,509,190,383**	**14,017,903,146**
OFF-BALANCE SHEET ITEMS		
Contingent liabilities	**507,164,000**	**515,588,000**
Acceptances and endorsements	0	0
Letter of guarantee	507,164,000	515,588,000
Irrevocable letter of credit	0	0
Bills for collection	0	0
Other contingent liabilities	0	0
Other commitments	**0**	**0**
Documentary credits and short term trade related transactions	0	0
Forward assets purchased and forward deposits placed	0	0
Undrawn note issuance and revolving underwriting facilities	0	0
Spot and foreign exchange rate contract	0	0
Undrawn formal standby facilities, credit lines and other commitments	0	0
Total off-balance sheet items including contingent liabilities	**507,164,000**	**515,588,000**
Net asset value per share	**8.76**	**12.58**

M. A. Wahhab	Md. Monir Hossain	Santanu Saha	Mohammed Hafizour Rahman	Sheikh Khaled Zahir
Chairman	Vice Chairman	Managing Director	Chief Financial Officer	Company Secretary

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Fareast Finance & Investment Limited
Profit and Loss Account (Un-audited)
for the first quarter ended 31 March 2017

Particulars	Amounts in Taka	
	31-Mar-2017	31-Mar-2016
Interest income on loans, advances and leases	102,872,772	190,307,601
Interest expenses on borrowings, deposits, etc.	(263,339,046)	(252,578,056)
Net interest income	**(160,466,274)**	**(62,270,455)**
Investment income	15,034,695	(8,851,151)
Commission, exchange and brokerage	0	0
Other operating income	4,165,482	11,903,480
Total operating income	**(141,266,097)**	**(59,218,126)**
Salary and allowances	12,068,098	9,593,366
Rent, taxes, insurance, electricity, etc.	4,264,433	4,229,524
Legal expenses	1,382,723	686,275
Postage, stamp, telecommunication, etc.	412,826	391,982
Stationery, printing, advertisements, etc.	387,461	1,211,587
Managing Director's salary and allowances	1,375,200	1,375,200
Directors' fees	192,000	96,000
Auditors' fees	120,463	83,375
Charges on losses regarding loans, advances and leases	0	0
Depreciation and repairs of company's assets	1,778,087	1,970,950
Other operating expenses	3,887,071	4,635,745
Total operating expenses	**25,868,362**	**24,274,004**
Profit before provisions	**(167,134,459)**	**(83,492,130)**
Provisions for loans, advances and leases:	479,035,541	47,292,551
Provision for the diminution in the value of investments	(18,936,980)	(1,536,099)
Other provisions	0	0
Total provisions	**460,098,561**	**45,756,452**
Total profit before income tax	**(627,233,020)**	**(129,248,582)**
Provision for income tax	0	0
Net profit after income tax	**(627,233,020)**	**(129,248,582)**
Earnings per share	**(3.82)**	**(0.79)**
Weighted average number of outstanding shares	**164,063,330**	**164,063,330**

M. A. Wahhab	Md. Monir Hossain	Santanu Saha	Mohammed Hafizour Rahman	Sheikh Khaled Zahir
Chairman	Vice Chairman	Managing Director	Chief Financial Officer	Company Secretary

AMAR STOCK

Fareast Finance & Investment Limited
Cash Flow Statement (Un-audited)
for the first quarter ended 31 March 2017

Particulars	Amounts in Taka	
	31-Mar-2017	31-Mar-2016
Cash flows from operating activities		
Interest received	100,670,613	209,104,058
Interest paid	(260,238,784)	(276,712,509)
Dividend received	3,514,408	281,902
Fees and commission received	0	0
Recoveries of loan previously written-off	298,240	150,000
Income taxes paid	(10,774,535)	(3,274,452)
Received from other operating activities	4,165,482	11,903,480
Payments for other operating activities	(24,228,344)	(22,466,684)
Cash generated from operating activities before changes in operating assets and liabilities	**(186,592,920)**	**(81,014,205)**
Increase/decrease in operating assets and liabilities		
Statutory deposit	0	0
Trading securities	0	0
Loans, advances and leases	(544,402,300)	482,149,786
Other assets	64,302,023	(18,155,691)
Deposit and other accounts	446,665,569	(418,293,513)
Net drawdown of short term loans	171,086,797	55,641,278
Other liabilities on account of customers	5,723,841	187,469,046
Trading liabilities	0	0
Other liabilities	162,762,072	64,126,540
	306,138,002	**352,937,446**
Net cash from operating activities	**119,545,082**	**271,923,241**
Cash flows from investing activities		
Proceeds from sale of securities	45,798,061	108,024,751
Payments for purchase of securities	(64,546,095)	(123,040,030)
Purchase of fixed assets including premises, furniture and fixtures	(475,600)	(4,027,967)
Proceeds from sale of fixed assets including premises, furniture and fixtures	0	0
(Increase)/decrease regarding purchase and sale of subsidiary	0	0
Net cash used in investing activities	**(19,223,634)**	**(19,043,246)**
Cash flows from financing activities		
Receipt of borrowings from other banks, financial institutions and agents	203,375,000	300,000,000
Repayment of borrowings from other banks, financial institutions and agents	(334,429,549)	(314,837,397)
Receipt against issue of share capital	0	0
Increase/(decrease) in revaluation reserve	0	0
Dividend paid in cash	0	0
Net cash from financing activities	**(131,054,549)**	**(14,837,397)**
Net increase/(Decrease) in cash and cash equivalents	(30,733,101)	238,042,598
Effects of exchange rate changes on cash and equivalents	0	0
Cash and cash equivalents at beginning of the year	1,538,826,678	774,160,947
Cash and cash equivalents at the end of the year	**1,508,093,577**	**1,012,203,545**

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Particulars	Amounts in Taka	
	31-Mar-2017	31-Mar-2016
Cash and cash equivalents at the end of the year		
Cash in hand (including foreign currencies)	30,000	20,000
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	49,535,027	52,149,608
Balance with other banks and financial institutions	1,458,528,550	960,033,937
Money at call and short notice	0	0
	1,508,093,577	**1,012,203,545**
Net operating cash flow per share (Tk.)	**0.73**	**1.66**

M. A. Wahhab	Md. Monir Hossain	Santanu Saha	Mohammed Hafizour Rahman	Sheikh Khaled Zahir
Chairman	Vice Chairman	Managing Director	Chief Financial Officer	Company Secretary

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Fareast Finance & Investment Limited
Statement of Changes in Equity (Un-audited)
for the first quarter ended 31 March 2017

Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Total
	Taka	Taka	Taka	Taka	Taka
Balance at 01 January 2017	1,640,633,300	242,447,925	98,743,750	82,880,596	2,064,705,571
Net profit for the period ended 31 March 2017	0	0	0	(627,233,020)	(627,233,020)
Dividend (Bonus shares)	0	0	0	0	0
Cash dividend	0	0	0	0	0
Balance as at 31 March 2017	**1,640,633,300**	**242,447,925**	**98,743,750**	**(544,352,424)**	**1,437,472,551**
Balance at 01 January 2016	1,640,633,300	221,851,962	98,743,750	164,560,075	2,125,789,087
Net profit for the period ended 31 March 2016	0	0	0	(129,248,582)	(129,248,582)
Dividend (Bonus shares)	0	0	0	0	0
Cash dividend	0	0	0	0	0
Balance as at 31 March 2016	**1,640,633,300**	**221,851,962**	**98,743,750**	**35,311,493**	**1,996,540,505**

M. A. Wahhab
Chairman

Md. Monir Hossain
Vice Chairman

Santanu Saha
Managing Director

Mohammed Hafizour Rahman
Chief Financial Officer

Sheikh Khaled Zahir
Company Secretary

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Fareast Finance & Investment Limited
Selected explanatory notes to the accounts

1. Legal status and nature of the company

Fareast Finance & Investment Limited ("the company") was incorporated in Bangladesh as a public limited company with limited liability on 21 June 2001 under the Companies Act, 1994. The company was authorized to commence business in Bangladesh as per Certificate of Commencement dated 21 June 2001.

The company obtained license from Bangladesh Bank as a Financial Institution under the Financial Institutions Act, 1993 to operate as a leasing and financing company on 03 July 2001.

2. Basis of preparation

These first quarterly financial statements for the period ended 31 March 2017 have been prepared based on Bangladesh Accounting Standard (BAS)-34: "Interim Financial Reporting" and Rule 13 of the Securities and Exchange Rules, 1987.

These interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2016, as they provide an update to previously reported information.

3. Accounting policies and methods of computations

Accounting policies and methods of computations followed in preparing these financial statements are consistent with those used in the annual audited financial statements, prepared for the year ended 31 December 2016.

4. Earning Per Share (EPS)

Earning per share has been calculated based on weighted average number of ordinary shares outstanding for the period ended 31 March 2017 and profit for the same period.

5. Approval of first quarterly report

The first quarterly financial statements for the period ended 31 March 2017 were approved by the Board of Directors in its 178th meeting held on 09 May 2017.

6. Events after the Reporting Period

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.

7. Reasons for significant deviation of net profit/(loss) between two quarters

The major reason for having deviation of net profit/(loss) between two quarters is mainly arise due to increase the provisions for loans, advances and leases which is made following the FID circular # 08 dated 03 August 2002 and letter # সিআইবি-১(১২)/বিবিধ/২০১৬-৬৮৬ dated 19 March 2017 issued by Bangladesh Bank in this regard.

8. General

The first quarterly financial statements for the period ended 31 March 2017 are un-audited. The comparative figures have been restated and rearranged whenever considered necessary to ensure comparability with the current financial statements.