IDLC Finance Limited

Financial Statements

as at and for the period ended March 31, 2017

AMAR STOCK

IDLC Finance Limited and Its Subsidiaries
Consolidated Balance Sheet (Un-audited) as at March 31, 2017

	Note	31.03.2017 Taka	31.12.2016 Taka
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	376,000	376,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	952,084,192	975,781,535
		952,460,192	**976,157,535**
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	13,083,638,490	10,377,181,667
Outside Bangladesh	4(b)	-	-
		13,083,638,490	**10,377,181,667**
Money at call and short notice	5	-	-
Investments	6		
Government		-	-
Others		4,887,895,171	4,348,316,767
		4,887,895,171	**4,348,316,767**
Loans and advances	7		
Loans, cash credit, overdraft etc.		67,651,395,256	62,264,891,877
Bills purchased and discounted		-	-
		67,651,395,256	**62,264,891,877**
Fixed assets including land, building, furniture and fixtures	8(c)	626,638,068	654,273,352
Other assets	9	791,344,905	738,284,186
Non-banking assets		-	-
Total Assets		**87,993,372,081**	**79,359,105,384**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	**13,407,283,841**	**12,564,377,442**
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		51,318,881,225	47,474,930,697
Bearer certificate of deposits		-	-
Other deposits		2,065,826,140	1,849,394,133
		53,384,707,365	**49,324,324,830**
Other liabilities	12	**10,279,577,474**	**8,532,563,556**
Total Liabilities		**77,071,568,680**	**70,421,265,828**
Capital/Shareholders' equity			
Paid-up capital	13	3,770,507,800	2,513,671,870
Share premium	14	1,260,585,930	3,750,000
Statutory reserves	15	1,782,004,350	1,782,004,350
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		3,062,202,576	3,591,910,951
Total Equity attributable to equity holders of the company		**10,921,800,656**	**8,937,837,171**
Non-controlling interest		**2,746**	**2,385**
Total Liabilities and Shareholders' equity		**87,993,372,081**	**79,359,105,384**

	Note	31.03.2017 Taka	31.12.2016 Taka
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		160,158,660	199,206,314
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		910,158,660	**949,206,314**
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		935,725,429	784,630,423
		935,725,429	**784,630,423**
Total Off-Balance Sheet items including contingent liabilities		**1,845,884,089**	**1,733,836,737**
Net Assets Value (NAV) per share (Note-35)		**28.97**	**23.70**

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

Dhaka, April 25, 2017

AMAR STOCK

IDLC Finance Limited and Its Subsidiaries

Consolidated Profit and Loss Account (Un-audited) for the period ended March 31, 2017

	Note	31.03.2017 Taka	31.03.2016 Taka
Interest income	19	2,087,102,279	2,117,136,756
Interest on deposits and borrowings etc.	20	(1,137,242,221)	(1,190,849,338)
Net interest income		**949,860,058**	**926,287,418**
Investment income	21	333,020,085	90,633,286
Commission, exchange and brokerage	22	221,196,862	71,755,733
Other operating income	23	135,078,360	174,660,999
Total operating income		**1,639,155,365**	**1,263,337,437**
Salaries and allowances	24	310,188,289	219,870,051
Rent, taxes, insurance, electricity etc.	25	50,899,113	57,962,272
Legal expenses	26	9,398,220	4,932,825
Postage, stamp, telecommunication etc.	27	8,418,487	8,504,969
Stationery, printing, advertisements etc.	28	35,897,506	16,862,658
Managing Director's salary and benefits	29	3,340,000	780,000
Directors' fees	30	405,848	550,250
Auditors' fees	31	250,000	224,688
Charges on loan losses		-	-
Depreciation and repair of Company's assets	32	51,770,914	47,089,940
Other expenses	33	97,368,237	72,741,780
Total operating expenses		**567,936,614**	**429,519,432**
Profit before provision		**1,071,218,751**	**833,818,004**
Provision for loans and investments	12.6(ii)		
General provision		26,026,169	17,999,895
Specific provision		70,677,776	79,508,848
Provision for diminution in value of investments		5,285,567	51,237,029
Other provisions		-	-
Total provision		**101,989,512**	**148,745,772**
Total profit before taxation		**969,229,239**	**685,072,232**
Provision for taxation		367,784,912	324,480,622
Net profit after taxation		**601,444,328**	**360,591,610**
Attributable to:			
Shareholders of the Company		601,443,967	360,591,632
Non-controlling interest		361	(22)
		601,444,328	**360,591,610**
Retained surplus		**601,443,967**	**360,591,632**
Basic Earnings Per Share (EPS)	34	**1.86**	**1.12**
Diluted Earnings Per Share (EPS)	34	**1.80**	**1.11**

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

Dhaka, April 25, 2017

IDLC Finance Limited and Its Subsidiaries
Consolidated Cash Flow Statement (Un-audited)
for the period ended March 31, 2017

	31.03.2017 Taka	31.03.2016 Taka
A) Cash flows from operating activities		
Interest received	2,009,397,192	1,983,461,804
Interest paid	(1,119,394,300)	(1,184,772,103)
Dividend received	16,096,979	20,047,950
Fees and commission received	221,196,862	71,755,733
Paid to employees and suppliers	(524,757,410)	(390,778,770)
Payment of income tax	(254,059,590)	(331,915,789)
Received from other operating activities	448,274,882	241,031,288
Cash generated from operating activities before changes in operating assets and liabilities	**796,754,616**	**408,830,113**
Increase/(decrease) in operating assets and liabilities		
Lease receivable	(225,720,116)	247,705,991
Long-term finance	(3,889,983,488)	(3,231,404,337)
Real estate finance	(929,264,539)	(258,021,334)
Car loan	63,924,135	(44,946,597)
Personal loan	7,625,849	1,710,534
Loan against deposit	32,007,185	(19,840,641)
Margin loan to portfolio investors	(455,462,439)	186,434,825
Short term finance	48,023,287	74,242,738
Other assets	(13,008,885)	(29,011,731)
Term and other deposits	4,060,382,534	(1,027,145,689)
Net drawdown of short term loan	1,679,999,999	700,000,000
Payable and accrued expenses	(96,730,011)	78,533,810
Deferred liability-employee gratuity	13,462,976	6,062,564
Portfolio investors' fund	429,609,968	(95,769,061)
Interest suspense account	35,955,889	53,881,667
	760,822,346	(3,357,567,262)
Net cash flows from/(used in) operating activities	**1,557,576,961**	**(2,948,737,149)**
B) Cash flows from investing activities		
Purchase of fixed assets	(22,935,805)	(73,193,639)
Disposal of fixed assets	11,118,469	10,466,774
Net proceeds of investment in securities	(539,578,404)	16,066,972
Net cash used in investing activities	**(551,395,740)**	**(46,659,893)**
C) Cash flows from financing activities		
Drawdown of term loans	301,303,880	1,851,124,527
Repayment of term loans	(1,138,397,482)	(861,183,202)
Proceeds from right issue	2,513,671,860	-
Net cash flow from financing activities	**1,676,578,258**	**989,941,325**
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	**2,682,759,480**	**(2,005,455,717)**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	**11,353,339,202**	**13,435,192,282**
G) Cash and cash equivalents at end of the period (D+E+F)	**14,036,098,682**	**11,429,736,565**
	-	-
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	376,000	366,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	952,084,192	977,984,557
Balance with other banks and financial institutions (Note-4)	13,083,638,490	10,451,386,008
Money at call and short notice (Note-5)	-	-
	14,036,098,682	**11,429,736,565**
Net operating cash flow per share (Note-36)	**4.13**	**(7.82)**

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, 2017

Particulars	Attributable to equity holders of the Company							Non-controlling interest Taka	Total equity Taka
	Paid-up capital Taka	Share premium Taka	Statutory reserves Taka	General reserves Taka	Dividend equalisation reserves Taka	Retained earnings Taka	Total Taka		
Balance at January 1, 2017	2,513,671,870	3,750,000	1,782,004,350	1,000,000,000	46,500,000	3,591,910,951	8,937,837,171	2,385	8,937,839,556
Dividend for 2016:									
30% cash dividend	-	-	-	-	-	(1,131,152,342)	(1,131,152,342)	-	(1,131,152,342)
Rights Issue	1,256,835,930	1,256,835,930	-	-	-	-	2,513,671,860	-	2,513,671,860
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance	**3,770,507,800**	**1,260,585,930**	**1,782,004,350**	**1,000,000,000**	**46,500,000**	**2,460,758,609**	**10,320,356,689**	**2,385**	**10,320,359,074**
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	-
Net gain and losses not recognised in the profit and loss accounts	-	-	-	-	-	-	-	-	-
Non-controlling interest	-	-	-	-	-	-	-	-	-
Net profit for 1st quarter ended 2017	-	-	-	-	-	601,443,967	601,443,967	361	601,444,328
Appropriation to reserves	-	-	-	-	-	-	-	-	-
Balance at Martch 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, 2017

	Note	31.03.2017 Taka	31.12.2016 Taka
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	276,000	276,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	952,084,192	975,781,535
		952,360,192	**976,057,535**
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	12,027,778,124	9,179,584,564
Outside Bangladesh	4(b)	-	-
		12,027,778,124	**9,179,584,564**
Money at call and short notice	5	-	-
Investments	6		
Government		-	-
Others		2,767,937,262	2,748,103,457
		2,767,937,262	**2,748,103,457**
Loans and advances	7		
Loans, cash credit, overdraft etc.		66,176,488,735	61,135,698,103
Bills purchased and discounted		-	-
		66,176,488,735	**61,135,698,103**
Fixed assets including land, building, furniture and fixtures	8(c)	575,322,565	606,912,609
Other assets	9	1,895,910,334	1,858,789,208
Non-banking assets		-	-
Total Assets		**84,395,797,212**	**76,505,145,476**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	13,237,283,841	12,394,377,442
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		51,406,690,060	47,563,668,197
Bearer certificate of deposits		-	-
Other deposits		2,065,826,140	1,849,394,133
		53,472,516,200	**49,413,062,330**
Other liabilities	12	**8,364,105,227**	**7,093,168,554**
Total Liabilities		**75,073,905,269**	**68,900,608,326**
Capital/Shareholders' equity			
Paid-up capital	13	3,770,507,800	2,513,671,870
Share premium	14	1,260,585,930	3,750,000
Statutory reserves	15	1,782,004,350	1,782,004,350
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		1,462,293,863	2,258,610,930
Total Equity		**9,321,891,943**	**7,604,537,150**
Total Liabilities and Shareholders' equity		**84,395,797,212**	**76,505,145,476**

AMAR STOCK

	Note	31.03.2017 Taka	31.12.2016 Taka
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		160,158,660	199,206,314
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		910,158,660	**949,206,314**
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		935,725,429	784,630,423
		935,725,429	**784,630,423**
Total Off-Balance Sheet items including contingent liabilities		**1,845,884,089**	**1,733,836,737**
Net Assets Value (NAV) per share (Note-35)		**24.72**	**20.17**

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

Dhaka, April 25, 2017

AMARSTOCK

IDLC Finance Limited

Profit and Loss Account (Un-audited) for the period ended March 31, 2017

	Note	31.03.2017 Taka	31.03.2016 Taka
Interest income	19	2,039,757,640	2,071,645,611
Interest on deposits and borrowings etc.	20	(1,136,143,828)	(1,196,194,031)
Net interest income		**903,613,812**	**875,451,580**
Investment income	21	130,915,242	88,393,900
Commission, exchange and brokerage	22	-	1,500,000
Other operating income	23	132,373,230	173,286,250
Total operating income		**1,166,902,284**	**1,138,631,730**
Salaries and allowances	24	256,474,645	183,002,899
Rent, taxes, insurance, electricity etc.	25	40,753,897	43,372,776
Legal expenses	26	8,659,393	3,441,379
Postage, stamp, telecommunication etc.	27	6,592,499	7,261,713
Stationery, printing, advertisements etc.	28	33,183,074	15,760,333
Managing Director's salary and benefits	29	3,340,000	780,000
Directors' fees	30	285,200	414,000
Auditors' fees	31	150,000	115,000
Charges on loan losses		-	-
Depreciation and repair of Company's assets	32	46,546,870	41,948,076
Other expenses	33	82,526,345	67,293,778
Total operating expenses		**478,511,923**	**363,389,954**
Profit before provisions		**688,390,361**	**775,241,776**
Provision for loans and investments	12.6(ii)		
General provision		26,026,169	18,682,766
Specific provision		70,677,776	82,495,260
Provision for diminution in value of investments		1,097,497	28,670,584
Other provision		-	-
Total provision		**97,801,442**	**129,848,610**
Total profit before taxation		**590,588,919**	**645,393,166**
Provision for taxation		255,753,645	297,004,129
Net profit after taxation		**334,835,274**	**348,389,037**
		-	-
Retained surplus		**334,835,274**	**348,389,037**
Basic Earnings Per Share (EPS)	34	**1.04**	**1.08**
Diluted Earnings Per Share (EPS)	34	**1.00**	**1.08**

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

Dhaka, April 25, 2017

IDLC Finance Limited

Cash Flow Statement (Un-audited) for the period ended March 31, 2017

	31.03.2017 Taka	31.03.2016 Taka
A) Cash flows from operating activities		
Interest received	1,973,832,582	1,938,030,382
Interest paid	(1,118,295,907)	(1,190,116,796)
Dividend received	7,550,707	16,429,055
Fees and commission received	-	1,500,000
Paid to employees and suppliers	(439,279,629)	(328,890,418)
Payment of income tax	(219,709,692)	(319,116,782)
Received from other operating activities	240,815,697	241,627,283
Cash generated from operating activities before changes in operating assets and liabilities	**444,913,758**	**359,462,723**
Increase/(decrease) in operating assets and liabilities		
Lease receivable	(225,720,116)	247,705,991
Long-term finance	(3,889,983,488)	(3,231,404,337)
Real estate finance	(929,264,539)	(258,021,334)
Car loan	63,924,135	(44,946,597)
Personal loan	7,625,849	1,710,534
Loan against deposit	32,007,185	(19,840,641)
Loan to subsidiaries	(109,749,692)	29,500,000
Short term finance	48,023,287	74,242,738
Other assets	2,431,930	(12,904,204)
Term and other deposits	4,059,453,870	(975,195,688)
Net drawdown of short term loan	1,680,000,000	700,000,000
Payable and accrued expenses	(55,464,616)	77,428,017
Deferred liability-employee gratuity	7,599,743	5,369,253
Interest suspense account	35,955,889	53,881,667
	726,839,437	(3,352,474,602)
Net cash flows from/(used in) operating activities	**1,171,753,195**	**(2,993,011,879)**
B) Cash flows from investing activities		
Purchase of fixed assets	(14,988,371)	(70,672,589)
Disposal of fixed assets	10,986,940	9,336,772
Increase/(Decrease) in inter-company payables	-	(99,999,990)
Net proceeds of investment in securities	(19,833,805)	84,608,548
Net cash used in investing activities	**(23,835,236)**	**(76,727,258)**
C) Cash flows from financing activities		
Drawdown of term loans	301,303,881	1,851,124,527
Repayment of term loans	(1,138,397,482)	(854,343,442)
Proceeds from right issue	2,513,671,860	-
Net cash flow from financing activities	**1,676,578,259**	**996,781,085**
D) Net increase / (decrease) in cash and cash equivalents (A+ B + C)	**2,824,496,217**	**(2,072,958,052)**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	**10,155,642,099**	**12,696,094,610**
G) Cash and cash equivalents at end of the period (D+E+F)	**12,980,138,316**	**10,623,136,558**
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	276,000	266,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	952,084,192	977,984,557
Balance with other banks and financial institutions (Note-4)	12,027,778,124	9,644,886,001
Money at call and short notice (Note-5)	-	-
	12,980,138,316	**10,623,136,558**
Net operating cash flow per share (Note-36)	**3.11**	**(7.94)**

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, 2017

Particulars	Paid-up capital Taka	Share premium Taka	Statutory reserves Taka	General reserves Taka	Dividend equalisation reserves Taka	Retained earnings Taka	Total Taka
Balance at January 1, 2017	2,513,671,870	3,750,000	1,782,004,350	1,000,000,000	46,500,000	2,258,610,930	7,604,537,150
Dividend for 2016:							
30% cash dividend	-	-	-	-	-	(1,131,152,342)	(1,131,152,342)
Rights Issue	1,256,835,930	1,256,835,930				-	2,513,671,860
Changes in accounting policy	-	-	-	-	-	-	-
Restated balance	**3,770,507,800**	**1,260,585,930**	**1,782,004,350**	**1,000,000,000**	**46,500,000**	**1,127,458,589**	**8,987,056,669**
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 2017	-	-	-	-	-	334,835,274	334,835,274
Appropriation to reserve	-	-	-	-	-	-	-
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 period ended March 31, 2017

1. Company and its activities

1.1 Legal status and nature of the Company

IDLC Finance Limited (The Company "IDLC") was incorporated in Bangladesh as a public limited company on May 23, 1985 under the Companies Act, 1913 in its earlier name of Industrial Development Leasing Company of Bangladesh Limited. The Company changed its name in August 2007. The registered office of the company is situated at Bay's Galleria (1st Floor), 57 Gulshan Avenue, Gulshan 1, Dhaka. The Company is registered as a Financial Institution under the Financial Institutions Act, 1993.

The Company went for public issue of its shares in 1993. Its shares are listed in both the Stock Exchanges in Bangladesh.

1.2 Principal activities and nature of operation

When incorporated, the Company started with lease and term financing, as its core businesses. It expanded its activities into 'Short-Term Finance' (factoring of accounts receivable and work order financing) and 'Real Estate Finance' operations in 1997. It also started car loan and personal loan services to individuals in 2004 and 2007, respectively.

1.3 Subsidiary companies

1.3.1 IDLC Securities Limited (IDLC SL)

IDLC Securities Limited, a wholly owned subsidiary company of IDLC Finance Limited, was incorporated on April 19, 2006 as a private limited company under Companies Act, 1994 with authorised share capital of Taka 25 crore. The Company had started its operation from September 2006. The main objective of the Company is to act as a member of stock exchanges to operate the central depository system (CDS) and to carry on the business of brokers, jobbers or dealers in stocks, shares, securities, commodities, commercial papers, bonds, obligations 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 with authorised share capital of Taka 25 crore.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 seperate 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 (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs), except the circumstances where local regulations differ, and the Companies Act, 1994, the Financial Institutions Act, 1993, Securities and Exchange Rules 1987, the Listing Regulations of Dhaka & Chittagong Stock Exchanges and other applicable laws and regulations.

The presentation of the financial statements has been made as per the requirements of DFIM Circular No: 11, dated December 23, 2009 issued by the Department of Financial Institutions and Markets (DFIM) of Bangladesh Bank. The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been kept blank in the financial statements.

2.2 Basis of measurement

This financial statements have been prepared based on Bangladesh Accounting Standards (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, 2017.

AMARSTOCK

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
3	**Cash**				
3.1	**Cash in hand (including foreign currencies):**				
	In local currency	276,000	276,000	376,000	376,000
	In foreign currency	-	-	-	-
		276,000	276,000	376,000	376,000
3.2	**Balance with Bangladesh Bank and its agent (including foreign currencies)**				
	In local currency	952,084,192	975,781,535	952,084,192	975,781,535
	In foreign currency	-	-	-	-
		952,084,192	975,781,535	952,084,192	975,781,535
		952,360,192	**976,057,535**	**952,460,192**	**976,157,535**
4	**Balance with other banks and financial institutions in Bangladesh**				
4(a)	**Inside Bangladesh:**				
	Current deposits in local currency				
	Woori Bank limited	21,767	21,767	21,767	21,767
	Bank Al- Falah Limited	27,680	7,680	27,680	7,680
	One Bank Limited	-	-	6,935,819	2,077,802
	The City Bank Limited	895,153,586	3,971,939	895,153,586	3,971,939
	National Bank Limited	336,288	108,138	336,288	108,138
	Bank Asia Limited	(1,047,740)	3,120,544	(1,047,740)	3,120,544
	State Bank of India	8,399,471	3,548,875	8,399,471	3,548,875
	Commercial Bank of Ceylon PLC	317,281,789	20,768,572	317,697,176	23,032,520
	Citibank N.A	141,812,894	14,945,104	141,812,894	14,945,104
	Standard Chartered Bank	(256,278,722)	(378,313,189)	95,879,739	(100,242,843)
	Mutual Trust Bank Limited	2,121,663	7,225,046	2,121,663	7,225,046
	Exim Bank Limited	6,589,614	3,730,856	6,589,614	3,730,856
	Dutch Bangla Bank Limited	(23,263,486)	12,830,525	(23,263,486)	12,830,525
	BRAC Bank Limited	23,256,089	20,598,531	23,547,341	21,664,898
	Dhaka Bank Limited	13,056,385	3,917,819	13,056,385	3,917,819
	NRB Bank Limited	-	-	59,328,511	73,215,292
	Mercantile Bank Limited	5,480	6,170	5,480	6,170
	IDLC Investments Limited	188,612,771	48,022,700	-	-
		1,316,085,529	(235,488,923)	1,546,602,188	73,182,132
	Short-term deposit accounts				
	Prime Bank Limited	350,500	85,500	350,500	85,500
	Dutch Bangla Bank Limited	-	-	14,966,957	2,342,067
	The City Bank Limited	4,067,782	1,873,464	4,067,782	1,873,464
	BRAC Bank Limited	-	-	39,746,296	92,607,474
	Southeast Bank Limited	7,485,412	4,406,862	7,485,412	4,406,862
	Citibank N.A.	(103,378,479)	112,242	(103,378,479)	112,242
	Standard Chartered Bank	(206,585,281)	429,927	(205,794,072)	655,201
	Commercial Bank of Cylon	9,722,372	8,135,203	40,349,272	42,348,279
	One Bank Limited	-	-	711,761,506	468,262,641
	Eastern Bank Limited	-	-	772,339	772,339
	NRB Bank Limited	30,289	30,289	30,289	30,289
		(288,307,405)	15,073,487	510,357,802	613,496,358
	Fixed Deposits				
	Al-Arafa Islami Bank Limited	800,000,000	300,000,000	800,000,000	300,000,000
	LankaBangla Finance Limited	-	-	-	50,862,500
	AB Bank Limited	300,000,000	150,000,000	300,000,000	150,000,000
	NRB BANK Limited	500,000,000	500,000,000	500,000,000	500,000,000
	NRB Commercial Bank Limited	300,000,000	1,250,000,000	300,000,000	1,250,000,000
	South Bangla Agriculture & Commerce Bank Limited	200,000,000	200,000,000	200,000,000	200,000,000
	Union Bank Limited	1,800,000,000	1,800,000,000	1,800,000,000	1,800,000,000
	ONE Bank Limited	1,000,000,000	-	1,000,000,000	-
	Meghna Bank Limited	1,200,000,000	1,000,000,000	1,200,000,000	1,000,000,000
	The Farmers Bank Limited	-	-	-	162,962,177
	Social Islami Bank Limited	900,000,000	900,000,000	900,000,000	900,000,000
	The Premier Bank Limited	500,000,000	-	500,000,000	-
	Dhaka Bank Limited	1,000,000,000	500,000,000	1,000,000,000	500,000,000
	Standard Bank Limited	1,100,000,000	1,200,000,000	1,100,000,000	1,200,000,000
	Export Import Bank of Bangladesh Limited	1,200,000,000	1,400,000,000	1,200,000,000	1,400,000,000
	Meridian Finance & Investment Limited	200,000,000	200,000,000	200,000,000	200,000,000
	Trust Bank Limited	-	-	2,678,500	2,678,500
	Standard Chartered Bank	-	-	24,000,000	24,000,000
	Phoenix Finance and Investments Limited	-	-	-	50,000,000
		11,000,000,000	9,400,000,000	11,026,678,500	9,690,503,177
		12,027,778,124	**9,179,584,564**	**13,083,638,490**	**10,377,181,667**
4(b)	**Outside Bangladesh**	-	-	-	-
	Total balance	**12,027,778,124**	**9,179,584,564**	**13,083,638,490**	**10,377,181,667**

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
5	**Money at call and short notice**	-	-	-	-
		-	-	-	-
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)	913,000,000	913,000,000	1,076,902,215	1,072,274,178
	Investment in commercial papers (Note 6.3)	400,000,000	400,000,000	400,000,000	400,000,000
	Investment in marketable securities (Note 6.4)	1,347,073,262	1,427,239,457	3,303,128,956	2,868,178,589
	Investment in open end mutual fund (Note 6.5)	100,000,000	-	100,000,000	-
	Other investments	-	-	-	-
	Gold etc.	-	-	-	-
		2,767,937,262	2,748,103,457	4,887,895,171	4,348,316,767
		2,767,937,262	**2,748,103,457**	**4,887,895,171**	**4,348,316,767**

6.1 Investment in non marketable ordinary shares

	No. of Shares				
Credit Rating Agency of Bangladesh Limited	17,198	1,719,800	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	6,144,200
		7,864,000	**7,864,000**	**7,864,000**	**7,864,000**

* *Previously the name was Dan & Bradstreet Rating Agency Bangladesh Limited*

6.2 Investment in bonds

Mercantile Bank Limited	300,000,000	300,000,000	300,000,000	300,000,000
The City Bank Limited	313,000,000	313,000,000	313,000,000	313,000,000
United Commercial Bank Limited	300,000,000	300,000,000	300,000,000	300,000,000
Impress-Newtex Composite Textile Limited	-	-	163,902,215	159,274,178
Total	**913,000,000**	**913,000,000**	**1,076,902,215**	**1,072,274,178**

6.3 Investment in Commercial papers

GPH Ispat Limited	-	-	-	-
Flamingo Fashions Limited	-	-	-	-
Jinnat Knitwears Limited	400,000,000	400,000,000	400,000,000	400,000,000
Total	**400,000,000**	**400,000,000**	**400,000,000**	**400,000,000**

6.4 Investment in marketable securities

Investment in available-for-sale securities (Note 6.4.1)	1,340,042,012	1,397,239,457	3,293,960,623	2,793,178,589
Investment in Initial Public Offering	7,031,250	30,000,000	9,168,333	75,000,000
	1,347,073,262	**1,427,239,457**	**3,303,128,956**	**2,868,178,589**

6.4.1 Investment in available-for-sale securities

Details of available-for-sale securities are given below:

	IDLC Finance Limited			IDLC Group		
Business Segments	**No. of shares**	**Cost price**	**Market price at the end of the period**	**No. of shares**	**Cost price**	**Market price at the end of the period**
		Taka	**Taka**		**Taka**	**Taka**
Mutual Funds	6,162,941	55,047,280	46,222,058	43,620,999	416,687,226	428,865,480
Banks	7,634,893	322,474,316	478,112,096	16,110,503	565,902,518	732,803,784
Textiles	4,539,811	128,674,117	165,881,684	9,432,801	238,823,087	307,939,630
Pharmaceuticals & Chemicals	1,880,000	336,455,763	385,805,000	5,751,010	803,354,102	857,537,383
Fuel & Power	686,100	30,491,100	30,491,100	4,096,542	252,830,031	240,217,874
Financial Institutions	1,661,700	91,841,585	105,849,997	1,806,450	100,128,181	115,099,522
Cement	550,000	74,507,740	74,525,000	1,753,910	238,889,485	237,654,805
Telecom	935,000	257,199,566	310,513,500	1,296,754	371,905,402	430,652,003
Engineering & Others	750,000	43,350,545	38,250,000	6,283,642	305,440,591	294,945,810
		1,340,042,012	**1,635,650,435**		**3,293,960,623**	**3,645,716,291**

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
6.5	**Investment in open end mutual fund***	100,000,000	-	100,000,000	-

* IDLC Finance Limited (IDLC FL) invested TK. 100,000,000 as sponsor in open-ended mutual fund named IDLC Balanced Fund. IDLC Asset Management Limited (IDLC AML) is the fund manger of this mutual fund. The objective of the fund is to provide attractive risk adjusted returns to the unit holders by investing the proceeds in the Capital Market and Money Market.

7	**Loans and advances**				
	Inside Bangladesh:				
	Lease receivable (Note 7.1)	5,175,662,345	4,949,942,229	5,175,662,345	4,949,942,229
	Long-term finance (Note 7.2)	36,934,365,988	33,044,382,500	36,934,365,988	33,044,382,500
	Real estate finance (Note 7.3)	19,037,487,459	18,108,222,920	19,037,487,459	18,108,222,920
	Car loans (Note 7.4)	2,305,903,545	2,369,827,680	2,305,903,545	2,369,827,680
	Personal loan (Note 7.5)	80,331,332	87,957,182	80,331,332	87,957,182
	Short term finance (Note 7.6)	797,414,782	845,438,069	797,414,782	845,438,069
	Loan to subsidiaries (Note 7.7)	370,549,692	260,800,000	-	-
	Loan against deposit (LAD)	456,202,702	488,209,887	456,202,702	488,209,887
	Margin loan to portfolio investors (Note 7.8)	-	-	1,845,456,212	1,389,993,774
	Interest receivable (Note-7.9)	1,018,570,889	980,917,636	1,018,570,889	980,917,636
		66,176,488,735	61,135,698,103	67,651,395,256	62,264,891,877
	Outside Bangladesh	-	-	-	-
		66,176,488,735	**61,135,698,103**	**67,651,395,256**	**62,264,891,877**
7.1	**Lease receivable**				
	Balance at January 1	4,949,942,229	6,016,178,662	4,949,942,229	6,016,178,662
	Add: Addition during the period/year	833,086,295	1,633,586,662	833,086,295	1,633,586,662
		5,783,028,524	7,649,765,324	5,783,028,524	7,649,765,324
	Less: Realisation during the period/year	607,366,179	2,699,823,095	607,366,179	2,699,823,095
	Balance at period end	**5,175,662,345**	**4,949,942,229**	**5,175,662,345**	**4,949,942,229**
7.2	**Long-term finance**				
	Balance at January 1	33,044,382,500	25,376,857,760	33,044,382,500	25,376,857,760
	Add: Disbursement during the period/year	15,566,074,237	22,769,766,224	15,566,074,237	22,769,766,224
		48,610,456,737	48,146,623,984	48,610,456,737	48,146,623,984
	Less: Realisation during the period/year	11,676,090,749	15,102,241,484	11,676,090,749	15,102,241,484
	Balance at period end	**36,934,365,988**	**33,044,382,500**	**36,934,365,988**	**33,044,382,500**
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	18,108,222,920	17,205,949,953	18,108,222,920	17,205,949,953
	Add : Disbursement during the period/year	2,475,236,552	6,797,954,365	2,475,236,552	6,797,954,365
		20,583,459,472	24,003,904,318	20,583,459,472	24,003,904,318
	Less : Realisation during the period/year	1,545,972,013	5,895,681,398	1,545,972,013	5,895,681,398
	Balance at period end	**19,037,487,459**	**18,108,222,920**	**19,037,487,459**	**18,108,222,920**
7.4	**Car loans**				
	Balance at January 1	2,369,827,680	2,490,010,308	2,369,827,680	2,490,010,308
	Add : Disbursement during the period/year	202,367,525	723,867,202	202,367,525	723,867,202
		2,572,195,205	3,213,877,510	2,572,195,205	3,213,877,510
	Less : Realisation during the period/year	266,291,660	844,049,830	266,291,660	844,049,830
	Balance at period end	**2,305,903,545**	**2,369,827,680**	**2,305,903,545**	**2,369,827,680**
7.5	**Personal loan**				
	Balance at January 1	87,957,182	120,402,599	87,957,182	120,402,599
	Add : Disbursement during the period/year	4,906,356	24,158,238	4,906,356	24,158,238
		92,863,538	144,560,837	92,863,538	144,560,837
	Less : Realisation during the period/year	12,532,206	56,603,655	12,532,206	56,603,655
	Balance at period end	**80,331,332**	**87,957,182**	**80,331,332**	**87,957,182**
7.6	**Short term finance**				
	Factoring of account receivable	797,414,782	845,438,069	797,414,782	845,438,069

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
7.7	**Loan to Subsidiaries**				
	Balance at January 1	260,800,000	232,500,000	-	-
	Add : Disbursement during the period/year	2,506,099,692	5,756,400,000	-	-
		2,766,899,692	5,988,900,000	-	-
	Less : Realisation during the period/year	2,396,350,000	5,728,100,000	-	-
	Balance at period end	**370,549,692**	**260,800,000**	-	-
7.7.1	**Loan to IDLC Investments Limited**				
	Balance at January 1	260,800,000	127,500,000	-	-
	Add : Disbursement during the period/year	2,161,099,692	2,145,900,000	-	-
		2,421,899,692	2,273,400,000	-	-
	Less : Realisation during the period/year	2,051,350,000	2,012,600,000	-	-
	Balance at period end	**370,549,692**	**260,800,000**	-	-
7.7.2	**Loan to IDLC Securities Limited**				
	Balance at January 1	-	105,000,000	-	-
	Add : Disbursement during the period/year	345,000,000	3,610,500,000	-	-
		345,000,000	3,715,500,000	-	-
	Less : Realisation during the period/year	345,000,000	3,715,500,000	-	-
	Balance at period end	-	-	-	-
7.8	**Margin loan to portfolio investors**				
	Balance at January 1	-	-	1,389,993,774	1,586,669,766
	Add : Disbursement during the period/year	-	-	2,616,567,923	3,516,858,195
		-	-	4,006,561,696	5,103,527,961
	Less : Realisation during the period/year	-	-	2,161,105,484	3,713,534,187
	Balance at period end	-	-	**1,845,456,212**	**1,389,993,774**
7.9	**Interest Receivables**				
	Lease receivable	111,174,749	121,149,224	111,174,749	121,149,224
	Long-term finance	541,887,598	484,355,448	541,887,598	484,355,448
	Real estate finance	276,435,369	274,394,245	276,435,369	274,394,245
	Car loan	24,351,092	28,218,423	24,351,092	28,218,423
	Personal loan	1,996,573	2,064,575	1,996,573	2,064,575
	Loan against deposit (LAD)	57,014,669	56,472,184	57,014,669	56,472,184
	Short term finance	5,710,839	14,263,537	5,710,839	14,263,537
		1,018,570,889	**980,917,636**	**1,018,570,889**	**980,917,636**

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
8	**Fixed assets including land, building, furniture and fixtures**				
a.	Cost				
	Balance at January 1	1,205,376,097	1,042,168,288	1,376,871,985	1,208,445,716
	Addition during the period/year	14,988,371	281,254,291	22,935,805	312,435,792
		1,220,364,468	1,323,422,579	1,399,807,790	1,520,881,508
	Disposal/Adjustments during the period/year	(14,585,039)	(118,046,481)	(14,995,874)	(144,009,522)
		1,205,779,429	1,205,376,097	1,384,811,916	1,376,871,985
b.	Accumulated depreciation				
	Balance at January 1	598,463,488	539,804,931	722,598,634	671,347,033
	Charged during the period/year	39,232,294	152,934,603	43,179,204	167,727,512
		637,695,782	692,739,534	765,777,838	839,074,545
	Disposal/Adjustments during the period/year	(7,238,918)	(94,276,047)	(7,603,990)	(116,475,911)
		630,456,864	598,463,488	758,173,848	722,598,634
c.	Written down value (a-b)	**575,322,565**	**606,912,609**	**626,638,068**	**654,273,352**

A schedule of fixed assets including land, building, furniture and fixtures is given in Annexure-A

9	**Other assets**				
	Investment in subsidiary companies (Note - 9.1)	1,549,999,790	1,549,999,790	-	-
	Accounts receivable (Note - 9.2)	153,691,961	127,039,631	538,820,837	495,507,934
	Advances, deposits and prepayments (Note - 9.3)	176,921,981	174,159,587	207,012,111	197,264,296
	Inter-company receivables (Note - 9.4)	7,706,401	-	-	-
	Deferred tax asset	7,590,200	7,590,200	26,835,956	26,835,956
	Investment in stock exchanges (Note - 9.5)	-	-	18,676,000	18,676,000
		1,895,910,334	**1,858,789,208**	**791,344,905**	**738,284,186**
9.1	**Investment in subsidiary companies**				
	IDLC Securities Limited (Note- 9.1.1)	49,999,900	49,999,900	-	-
	IDLC Investments Limited (Note- 9.1.2)	1,399,999,900	1,399,999,900	-	-
	IDLC Asset Management Limited (Note- 9.1.3)	99,999,990	99,999,990	-	
		1,549,999,790	**1,549,999,790**	**-**	**-**

9.1.1 Out of the total of 4,000,000 ordinary shares issued and paid up, IDLC Finance Limited holds 3,999,992 (including bonus shares issued in 2008, 2009 and 2010) ordinary shares of Taka 100 each.

9.1.2 Out of the total of 14,000,000 ordinary shares issued and paid up, IDLC Finance Limited holds 13,999,999 ordinary shares of Taka 100 each.

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

9.2	**Accounts receivable**				
	Interest receivable	129,040,208	89,487,153	135,155,708	95,103,875
	Other receivables	24,651,753	37,552,478	403,665,129	400,404,059
		153,691,961	**127,039,631**	**538,820,837**	**495,507,934**
9.3	**Advances, deposits and prepayments**				
	Deposits and prepayments	2,927,426	2,867,426	3,215,426	3,155,425
	Advance against expenses	173,994,555	171,292,161	203,796,685	194,108,871
		176,921,981	**174,159,587**	**207,012,111**	**197,264,296**

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

9.4	**Inter - company receivables**				

This represents receivables from subsidiary companies.

	IDLC Asset Management Limited	7,706,401	-	-	-
		7,706,401	-	-	-

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
9.5	**Investment in stock exchanges**				
	DSE membership at cost	-	-	15,225,000	15,225,000
	CSE membership at cost	-	-	3,451,000	3,451,000
		-	-	**18,676,000**	**18,676,000**

IDLC Securities Limited has received the following shares from DSE and CSE against the membership under demutualization scheme of the stock exchanges.

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.

10	**Borrowings from other banks, financial institutions**				
	Inside Bangladesh (Note- 10.1)	13,237,283,841	12,394,377,442	13,407,283,841	12,564,377,442
	Outside Bangladesh	-	-	-	-
		13,237,283,841	**12,394,377,442**	**13,407,283,841**	**12,564,377,442**
10.1	**Inside Bangladesh**				
	Secured long term loans				
	Long-term loans				
	Woori Bank	154,166,667	183,333,333	154,166,667	183,333,333
	Total secured long-term loans	**154,166,667**	**183,333,333**	**154,166,667**	**183,333,333**
	Unsecured long-term loans				
	Bond and Debenture				
	A K Khan & Co Limited	380,523,177	438,214,164	380,523,177	438,214,164
	Universal Jeans Limited	302,002,521	347,789,019	302,002,521	347,789,019
	Grameen Telecom Trust	187,241,563	215,629,192	187,241,563	215,629,192
	Square Pharmaceuticals Limited	151,001,261	173,894,509	151,001,261	173,894,509
	Pragati Life Insurance Limited	30,200,252	34,778,902	30,200,252	34,778,902
	BETS Consulting Services Limited	30,200,252	34,778,902	30,200,252	34,778,902
	Dr. Abdus Shabur	6,040,050	6,955,780	6,040,050	6,955,780
	Bangla Telecom Limited	35,746,787	40,554,479	35,746,787	40,554,479
	Bangladesh Infrastructure Finance Fund Limited	357,467,866	405,544,789	357,467,866	405,544,789
	Delsey Cotton Spinning Mills Ltd.	71,493,573	81,108,958	71,493,573	81,108,958
		1,551,917,302	1,779,248,694	1,551,917,302	1,779,248,694
	Long-term loans				
	Kreditanstalt fÜr Wiederaufbau (KfW)	81,275,994	90,801,364	81,275,994	90,801,364
	Bangladesh Bank (BB Fund-Small Enterprise Refinancing Program)	37,928,571	54,951,487	37,928,571	54,951,487
	Bangladesh Bank (Women-Small Enterprise Refinancing Program)	2,777,629,792	3,091,649,465	2,777,629,792	3,091,649,465
	Bangladesh Bank (ADB Fund-Small EnterpriseRefinancing Program)	50,549,063	60,316,875	50,549,063	60,316,875
	Bangladesh Bank New Entrepreneur Refinancing Schem	102,976,479	102,740,909	102,976,479	102,740,909
	Bangladesh Bank (Home Loan Refinancing Program)	614,501,605	629,317,923	614,501,605	629,317,923
	Bangladesh Bank (Agro Loan Refinancing Program)	1,338,116,096	1,517,398,317	1,338,116,096	1,517,398,317
	Bangladesh Bank (JICA Refinancing Program)	644,310,435	650,896,224	644,310,435	650,896,224
	SME Foundation	63,000,000	63,000,000	63,000,000	63,000,000
	FMO Loan	621,440,000	621,440,000	621,440,000	621,440,000
	Investment Promotion & Financing Facilities (IPFF)	603,281,109	609,391,366	603,281,109	609,391,366
	Bangladesh Bank Solar Bio Gas & ETP Scheme	4,666,668	5,250,001	4,666,668	5,250,001
	Bangladesh Bank Milk Production Scheme	2,400,000	2,400,000	2,400,000	2,400,000
	Saudi Bangladesh Industrial & Agricultural Investment Company Limited	289,124,060	312,241,484	289,124,060	312,241,484
		7,231,199,872	7,811,795,415	7,231,199,872	7,811,795,415
	Total unsecured long-term loan	**8,783,117,174**	**9,591,044,109**	**8,783,117,174**	**9,591,044,109**
	Short-term and Call loans:				
	Short-term loans				
	Citi Bank N.A.	200,000,000	520,000,000	200,000,000	520,000,000
	Bank Alfalah Limited	200,000,000	200,000,000	200,000,000	200,000,000
	Standard Chartered Bank	800,000,000	1,100,000,000	969,999,999	1,270,000,000
	Commercial Bank of Ceylon Plc	400,000,000	400,000,000	400,000,000	400,000,000
	Jamuna Bank Limited	700,000,000	400,000,000	700,000,000	400,000,000
	South Bangla Agriculture and Commerce Bank Limited	300,000,000	-	300,000,000	-
	Mercantile Bank Limited	500,000,000	-	500,000,000	-
		3,100,000,000	2,620,000,000	3,269,999,999	2,790,000,000

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
	Call Loans				
	Bank Asia Limited	230,000,000	-	230,000,000	-
	Southeast Bank Ltd.	200,000,000	-	200,000,000	-
	United Commercial Bank Limited	400,000,000	-	400,000,000	-
	Standard Bank Limited	200,000,000	-	200,000,000	-
	Janata Bank Limited	80,000,000	-	80,000,000	-
	Pubali Bank Limited	90,000,000	-	90,000,000	-
		1,200,000,000	-	**1,200,000,000**	-
	Total short-term and call loans	**4,300,000,000**	**2,620,000,000**	**4,469,999,999**	**2,790,000,000**
	Total Borrowings	**13,237,283,841**	**12,394,377,442**	**13,407,283,841**	**12,564,377,442**
11	**Deposits and other accounts**				
	Current accounts and other accounts etc	-	-	-	-
	Bills payable	-	-	-	-
	Savings bank deposits	-	-	-	-
	Term deposits (Note- 11.1)	51,406,690,060	47,563,668,197	51,318,881,225	47,474,930,697
	Bearer certificate of deposits	-	-	-	-
	Refundable deposits (Note- 11.2)	2,065,826,140	1,849,394,133	2,065,826,140	1,849,394,133
		53,472,516,200	**49,413,062,330**	**53,384,707,365**	**49,324,324,830**
11.1	**Term deposits**				
	This represents deposits received from institutions and individuals for a period not less than three months period.				
	Balance at January 1	47,563,668,197	46,174,475,236	47,474,930,697	46,038,675,236
	Add: Deposits received during the period/year	12,972,286,998	24,844,319,966	12,972,286,998	24,844,319,966
		60,535,955,195	71,018,795,202	60,447,217,695	70,882,995,202
	Less: Matured/encashed during the period/year	9,129,265,135	23,455,127,005	9,129,265,135	23,455,127,005
	Inter - company deposit	-	-	(928,664)	(47,062,500)
	Balance at period end	**51,406,690,060**	**47,563,668,197**	**51,318,881,225**	**47,474,930,697**
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 March 31 stands as under:				
	Deposits against loan and lease rental	311,028,380	307,085,210	311,028,380	307,085,210
	Deposits against financing as per term of agreements (Security deposits)	1,754,797,760	1,542,308,923	1,754,797,760	1,542,308,923
		2,065,826,140	**1,849,394,133**	**2,065,826,140**	**1,849,394,133**
	Security deposits are interest bearing while deposits against loan and lease are non interest bearing.				
12	**Other liabilities**				
	Payable and accrued expenses (Note- 12.1)	3,933,555,068	3,906,034,034	4,861,207,549	4,874,951,910
	Provision for income tax (Note- 12.2)	1,757,428,967	1,721,385,014	2,006,086,040	1,892,360,718
	Deferred liability-employee gratuity (Note- 12.3)	7,599,743	-	42,181,125	28,718,149
	Portfolio investors' fund (Note- 12.4)	-	-	665,076,441	235,466,473
	Interest suspense account (Note- 12.5)	409,311,971	373,356,082	409,311,971	373,356,082
	Provision for doubtful accounts and future losses (Note- 12.6 (i))	1,113,820,651	1,081,156,938	1,153,287,062	1,116,435,278
	Unpaid dividend	1,142,388,827	11,236,486	1,142,388,827	11,236,486
	Deferred tax liability	-	-	38,459	38,459
		8,364,105,227	**7,093,168,554**	**10,279,577,474**	**8,532,563,556**
12.1	**Payable and accrued expenses**				
	Receipt against leases	756,551,751	541,142,816	756,551,751	541,142,816
	Liabilities for expenses	2,809,734,545	2,815,410,155	3,736,754,465	3,783,797,745
	Liabilities for other finance	367,268,772	549,481,063	367,901,333	550,011,349
		3,933,555,068	**3,906,034,034**	**4,861,207,549**	**4,874,951,910**
12.2	**Provision for income tax**				
	Provision				
	Balance at January 1	6,649,874,999	5,560,168,809	7,459,702,789	6,189,952,788
	Less: Adjustment during the period/year	-	-	-	-
		6,649,874,999	5,560,168,809	7,459,702,789	6,189,952,788
	Add: Provision made during the period/year	255,753,645	1,089,706,190	367,784,912	1,269,750,001
		6,905,628,644	6,649,874,999	7,827,487,701	7,459,702,789
	Settlement of previous year's tax liability	-	-	-	-
	Balance at period end	**6,905,628,644**	**6,649,874,999**	**7,827,487,701**	**7,459,702,789**

		IDLC Finance Limited		IDLC Group	
		31.03.2017	31.12.2016	31.03.2017	31.12.2016
		Taka	Taka	Taka	Taka
	Advance tax				
	Balance at January 1	4,928,489,985	3,753,867,106	5,567,342,071	4,264,761,578
	Add: Payment made during the period/year:				
	Under sections 64 and 74 of ITO, 1984	202,749,146	1,072,662,727	202,749,146	1,096,031,190
	Deduction at source	16,587,212	100,355,152	50,906,857	204,944,302
	Others	373,333	1,605,000	403,587	1,605,000
		219,709,692	1,174,622,879	254,059,590	1,302,580,492
		5,148,199,677	4,928,489,985	5,821,401,661	5,567,342,071
	Less: Adjustment during the period/year	-	-	-	-
		5,148,199,677	**4,928,489,985**	**5,821,401,661**	**5,567,342,071**
	Net balance at period end	**1,757,428,967**	**1,721,385,014**	**2,006,086,040**	**1,892,360,718**
12.3	**Deferred Liability-employee gratuity**				
	Balance at January 1	-	-	28,718,149	21,077,143
	Add: Addition during the period/year	7,599,743		13,462,976	10,663,620
		7,599,743	-	42,181,125	31,740,763
	Less: Payment during the period/year	-	-	-	3,022,614
	Balance at period end	**7,599,743**	**-**	**42,181,125**	**28,718,149**
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	-	-	235,466,473	218,042,064
	Add: Deposit and share sold by clients	-	-	2,881,494,393	2,477,411,145
		-	-	3,116,960,866	2,695,453,209
	Less: Purchase of share and deposit withdraw by clients	-	-	2,451,884,424	2,459,986,736
	Balance at period end	-	-	**665,076,441**	**235,466,473**
12.5	**Interest suspense accounts**				
	On lease finance	74,326,070	84,077,661	74,326,070	84,077,661
	On real-estate finance	122,949,318	111,682,597	122,949,318	111,682,597
	On term finance	196,069,585	163,021,286	196,069,585	163,021,286
	On car loan	7,582,313	9,929,717	7,582,313	9,929,717
	On personal loan	1,438,865	1,373,391	1,438,865	1,373,391
	On short term finance	6,945,820	3,271,430	6,945,820	3,271,430
		409,311,971	**373,356,082**	**409,311,971**	**373,356,082**
12.6	**Provision for loans and advances/investments**				
12.6(i)	Balance at January 1	1,081,156,938	1,160,433,026	1,116,435,278	1,213,384,055
	Provision required for the period/year	187,620,919	430,079,458	191,808,989	431,839,624
	Provision released during the period/year	(89,819,477)	(256,630,939)	(89,819,477)	(276,063,794)
	Provision charged for the period/year (Note- 12.6 (ii))	97,801,442	173,448,519	101,989,512	155,775,830
	Write off during the period/year	65,137,729	252,724,607	65,137,729	252,724,607
	Balance at period end	**1,113,820,651**	**1,081,156,938**	**1,153,287,062**	**1,116,435,278**
12.6(ii)	**Provision charged for the period**				
	General provision	26,026,169	18,682,766	26,026,169	17,999,895
	Specific provision	70,677,776	82,495,260	70,677,776	79,508,848
	Provision for diminutions in value of investments	1,097,497	28,670,584	5,285,567	51,237,029
	Other Provisions	-	-	-	-
		97,801,442	**129,848,610**	**101,989,512**	**148,745,772**

	IDLC Finance Limited		IDLC Group	
	31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 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**	**2,513,671,870**	**3,770,507,800**	**2,513,671,870**

Bangladesh Securities and Exchange Commission (BSEC) vide its letter no. BSEC/CI/RI-104/2015/668, dated November 22, 2016 accorded approval for Rights Issue of IDLC Finance Limited for raising of paid up capital through issuance of 125,683,593 Ordinary Shares of BDT 10 each issuing at BDT 20 each, including a premium of BDT 10 per share, amounting to BDT 2,513,671,860 offered on the basis of 1R:2 (i.e. one rights share against two existing shares held on the record date).

Accordingly, IDLC Finance Limited declared record date on 15 December 2016 and the subscriptions period from 01 January 2017 to 19 January 2017. After credit of the rights shares to the BO account of eligible shareholders on 08 February 2017, number of Ordinary Shares of the company stands at 377,050,780 and the paid-up capital stands at Taka 3,770,507,800 and the Share Premium stands at Taka 1,260,585,930.

Paid-up share capital as on March 31, 2017 comprises the following:

Composition of shareholding:

Sl. No.	Name of the Shareholders	31.03.2017 % of holding	31.03.2017 Number of shares	31.03.2017 Taka	31.12.2016 Taka
1	**SPONSORS/DIRECTORS**				
	The City Bank Limited (CBL) and its subsidiaries	24.21	91,281,083	912,810,830	608,540,560
	The City Bank Limited (CBL)	10.00	37,705,837	377,058,370	251,372,250
	City Bank Capital Resources Limited (CBCRL)	9.90	37,328,028	373,280,280	248,853,520
	City Brokerage Limited	4.31	16,247,218	162,472,180	108,314,790
	Transcom Group	13.33	50,273,164	502,731,640	335,154,430
	Eskayef Bangladesh Limited	8.00	30,164,062	301,640,620	201,093,750
	Transcraft Limited	4.01	15,132,033	151,320,330	100,880,220
	Bangladesh Lamps Limited	1.32	4,977,069	49,770,690	33,180,460
	Sadharan Bima Corporation (SBC)	7.62	28,727,494	287,274,940	191,516,630
	Mercantile Bank Limited	7.50	28,278,807	282,788,070	188,525,380
	Reliance Insurance Company Limited	7.00	26,393,553	263,935,530	175,957,020
		59.66	**224,954,101**	**2,249,541,010**	**1,499,694,020**
2	**GENERAL**				
	Institutions:				
	Investment Corporation of Bangladesh (ICB)	3.84	14,476,919	144,769,190	107,449,860
	Bangladesh Fund	2.48	9,350,000	93,500,000	80,407,500
	EBL Securities Limited and EBL Managed Funds	2.09	7,868,612	78,686,120	67,598,400
	Eastern Bank Limited (EBL)	1.95	7,359,882	73,598,820	62,754,180
	Marina Apparels Limited	1.00	3,770,506	37,705,060	25,136,710
	Other Institutions	9.18	34,601,416	346,014,160	206,566,310
	Sub-Total	**20.53**	**77,427,335**	**774,273,350**	**549,912,960**
	Individuals:				
	General Public (Individuals)	15.76	59,441,286	594,412,860	357,124,520
	Sub-Total	**15.76**	**59,441,286**	**594,412,860**	**357,124,520**
3	**FOREIGN**				
	Institutions & Individuals	4.04	15,228,058	152,280,580	106,940,370
		4.04	**15,228,058**	**152,280,580**	**106,940,370**
	Total Holdings	**100.00**	**377,050,780**	**3,770,507,800**	**2,513,671,870**

14 Share premium

This represents premium amount over par value of shares received against issue of 75,000 shares in 1993 @Taka 50 per share and 125,683,593 shares in 2017 @Taka 10 per share.

	IDLC Finance Limited		IDLC Group	
	31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
15 Statutory reserves				
Balance at January 1	1,782,004,350	1,482,722,671	1,782,004,350	1,482,722,671
Add: Transferred on appropriation of profit	-	299,281,679	-	299,281,679
Balance at period end	**1,782,004,350**	**1,782,004,350**	**1,782,004,350**	**1,782,004,350**

	IDLC Finance Limited		IDLC Group	
	31.03.2017 Taka	31.12.2016 Taka	31.03.2017 Taka	31.12.2016 Taka
16 General reserves				
Balance at January 1	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Add: Transferred on appropriation of profit	-	-	-	-
Balance at period end	**1,000,000,000**	**1,000,000,000**	**1,000,000,000**	**1,000,000,000**
17 Business commitments and contingencies				
In the normal course of business, the Company makes various commitments and incurs certain contingent liabilities. No material losses are anticipated as a result of these transactions. These contingent liabilities and business commitments are quantified below:				
17.1 Contingent liabilities				
Acceptances and endorsements	-	-	-	-
Letters of guarantee	160,158,660	199,206,314	160,158,660	199,206,314
Irrevocable letters of credit	-	-	-	-
Bills for collection	-	-	-	-
Indemnity bond	-	-	-	-
Corporate guarantee	750,000,000	750,000,000	750,000,000	750,000,000
	910,158,660	**949,206,314**	**910,158,660**	**949,206,314**
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 period end	197,251,273	211,847,685	197,251,273	211,847,685
Real estate finance commitments outstanding at period end	737,741,746	572,174,405	737,741,746	572,174,405
Car loan commitments outstanding at period end	408,333	408,333	408,333	408,333
Personal loan commitments outstanding at period end	324,077	200,000	324,077	200,000
Loan Against Deposit commitments outstanding at period end	-	-	-	-
	935,725,429	**784,630,423**	**935,725,429**	**784,630,423**

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.03.2016 Taka	31.03.2017 Taka	31.03.2016 Taka
18	**Income statement**				
	Income				
	Interest, discount and similar income (Note-18.1)	2,155,122,175	2,133,815,317	2,396,025,385	2,177,926,953
	Dividend income (Note-21)	7,550,707	16,429,055	16,096,979	20,047,950
	Fees, commission and brokerage (Note-22)	-	1,500,000	221,196,862	71,755,733
	Other operating income (Note-23)	132,373,230	173,286,250	135,078,360	174,660,999
		2,295,046,112	2,325,030,622	2,768,397,586	2,444,391,636
	Expenses				
	Interest on deposits and borrowings etc. (Note-20)	1,136,143,828	1,196,194,031	1,137,242,221	1,190,849,338
	Administrative expenses (Note-18.2)	356,753,284	261,596,640	427,389,173	318,036,991
	Other operating expenses (Note-33)	82,526,345	67,293,778	97,368,237	72,741,780
	Depreciation on assets (Note-32)	39,232,294	34,499,536	43,179,204	38,740,662
		1,614,655,751	1,559,583,985	1,705,178,835	1,620,368,770
		680,390,361	**765,446,637**	**1,063,218,751**	**824,022,865**
18.1	**Interest, discount and similar income**				
	Interest income (Note -19)	2,039,757,640	2,071,645,611	2,087,102,279	2,117,136,756
	Gain on sale of marketable securities (Note - 21)	89,083,285	28,016,930	278,013,819	26,637,421
	Income from investment in bonds (Note - 21)	26,281,250	34,152,776	30,909,287	34,152,776
		2,155,122,175	**2,133,815,317**	**2,396,025,385**	**2,177,926,953**
18.2	**Administrative expenses**				
	Salary and allowances (Note-24)	256,474,645	183,002,899	310,188,289	219,870,051
	Rent, taxes, insurance, electricity, etc. (Note-25)	40,753,897	43,372,776	50,899,113	57,962,272
	Legal expenses (Note-26)	8,659,393	3,441,379	9,398,220	4,932,825
	Postage, stamp, telecommunication, etc. (Note-27)	6,592,499	7,261,713	8,418,487	8,504,969
	Stationery, printing, advertisement, etc. (Note-28)	33,183,074	15,760,333	35,897,506	16,862,658
	Managing Director's salary and fees (Note-29)	3,340,000	780,000	3,340,000	780,000
	Directors' fees (Note-30)	285,200	414,000	405,848	550,250
	Auditors' fees (Note-31)	150,000	115,000	250,000	224,688
	Repair of Company's assets (Note-32)	7,314,576	7,448,540	8,591,710	8,349,278
		356,753,284	**261,596,640**	**427,389,173**	**318,036,991**
19	**Interest income**				
	This represents interest income from the following products:				
	Lease finance	145,740,545	179,327,702	145,740,545	179,327,702
	Real estate finance	525,429,309	605,415,274	525,429,309	605,415,274
	Term finance	1,047,896,739	924,756,694	1,047,896,739	924,756,694
	Short term finance	20,712,316	42,334,824	20,712,316	42,334,824
	Car loan	81,352,283	95,730,619	81,352,283	95,730,619
	Personal loan	3,260,376	5,307,244	3,260,376	5,307,244
	Margin loan to portfolio investors	-	-	50,252,363	36,059,492
	Loan to subsidiaries	12,525,697	5,634,583	-	-
		1,836,917,265	**1,858,506,940**	**1,874,643,931**	**1,888,931,849**
	Interest on balance with other banks and financial institutions	187,471,180	196,549,306	197,089,153	211,615,542
	Call loan	-	-	-	-
	Loan against deposit	15,369,195	16,589,365	15,369,195	16,589,365
		2,039,757,640	**2,071,645,611**	**2,087,102,279**	**2,117,136,756**
20	**Interest on deposits and borrowings etc.**				
	Interest on term deposits	919,836,362	1,002,207,592	918,995,970	1,002,207,592
	Interest on borrowings	139,731,931	121,868,019	141,670,716	116,523,326
	Interest on secured/unsecured zero coupon bonds	37,609,198	37,284,374	37,609,198	37,284,374
	Interest on security deposit	26,187,629	24,360,449	26,187,629	24,360,449
	Interest on call loan	12,778,708	10,473,597	12,778,708	10,473,597
		1,136,143,828	**1,196,194,031**	**1,137,242,221**	**1,190,849,338**

		IDLC Finance Limited		IDLC Group	
		31.03.2017	31.03.2016	31.03.2017	31.03.2016
		Taka	Taka	Taka	Taka
21	**Investment income**				
	Gain on sale of marketable securities	89,083,285	28,016,930	278,013,819	26,637,421
	Dividend income	7,550,707	16,429,055	16,096,979	20,047,950
	Income from investment in bonds	26,281,250	34,152,776	30,909,287	34,152,776
	Income from investment in commercial paper	8,000,000	9,795,139	8,000,000	9,795,139
		130,915,242	**88,393,900**	**333,020,085**	**90,633,286**
22	**Commission, exchange and brokerage**				
	Arrangement fees	-	1,500,000	-	1,500,000
	Commission & brokerage	-	-	188,735,362	57,294,032
	Documentation fees	-	-	289,500	21,000
	Portfolio management fees	-	-	9,031,937	8,786,424
	Settlement charges	-	-	23,140,063	4,154,277
		-	**1,500,000**	**221,196,862**	**71,755,733**
23	**Other operating income**				
	Application, processing and documentation fees	89,102,472	69,081,729	89,102,472	69,081,729
	Loan settlement and others	27,459,515	21,157,698	27,459,515	21,157,698
	Transfer price/gain at the time of expiry of lease	278,476	327,247	278,476	327,247
	Service charges	5,221,230	6,095,624	5,575,961	6,190,571
	Gain on disposal of fixed assets	3,640,818	3,623,812	3,726,584	4,215,047
	Account opening & BO account maintenance fees	-	-	546,200	284,600
	IPO service charge	-	-	6,980	26,320
	Miscellaneous income	6,670,719	73,000,140	8,382,172	73,377,787
		132,373,230	**173,286,250**	**135,078,360**	**174,660,999**
24	**Salaries and allowances**	**256,474,645**	**183,002,899**	**310,188,289**	**219,870,051**
25	**Rent, taxes, insurance, electricity, etc.**				
	Rent, rate and taxes	31,087,126	34,772,830	39,731,763	47,515,982
	Insurance	936,113	861,954	1,091,311	1,132,872
	Power and electricity	8,730,658	7,737,992	10,076,039	9,313,418
		40,753,897	**43,372,776**	**50,899,113**	**57,962,272**
26	**Legal expenses**				
	Renewal and registration	5,267,331	1,701,287	6,084,156	3,032,733
	Other professional charges	3,392,062	1,740,092	3,314,064	1,900,092
		8,659,393	**3,441,379**	**9,398,220**	**4,932,825**
27	**Postage, stamp, telecommunication, etc.**				
	Postage	195,255	185,794	259,153	229,414
	Telecommunication and internet etc.	6,397,244	7,075,919	8,159,334	8,275,555
		6,592,499	**7,261,713**	**8,418,487**	**8,504,969**
28	**Stationery, printing, advertisements, etc.**				
	Stationery & printing	12,822,474	10,045,505	13,829,818	10,655,251
	Advertisement and publicity	20,360,600	5,714,828	22,067,688	6,207,407
		33,183,074	**15,760,333**	**35,897,506**	**16,862,658**

		IDLC Finance Limited		IDLC Group	
		31.03.2017 Taka	31.03.2016 Taka	31.03.2017 Taka	31.03.2016 Taka
29	**Managing Director's salary and benefits**				
	Basic pay	1,500,000	500,000	1,500,000	500,000
	Allowances	690,000	230,000	690,000	230,000
	Bonus	1,000,000	-	1,000,000	-
	Company's contribution to provident fund	150,000	50,000	150,000	50,000
		3,340,000	**780,000**	**3,340,000**	**780,000**
30	**Directors' fees**				
	Honorarium for attending meeting	285,200	414,000	405,848	550,250
	Incidental expenses for attending meeting	-	-	-	-
		285,200	**414,000**	**405,848**	**550,250**
31	**Auditors' fees**				
	Annual statutory audit fees (including VAT)	150,000	115,000	250,000	224,688
	Other audit fees (including VAT)	-	-	-	-
		150,000	**115,000**	**250,000**	**224,688**
32	**Depreciation and repair of company's assets**				
	Freehold assets (Note-8 & 8 (b))	39,232,294	34,499,536	43,179,204	38,740,662
	Repair and maintenance				
	For premises & vehicles	2,133,958	1,046,459	2,688,320	1,284,473
	For computers and computers accessories	5,180,618	6,402,081	5,903,390	7,064,805
		7,314,576	7,448,540	8,591,710	8,349,278
		46,546,870	**41,948,076**	**51,770,914**	**47,089,940**
33	**Other expenses**				
	Bank charges	3,495,390	1,477,605	3,669,927	1,477,665
	Books and periodicals	62,387	53,288	75,402	67,571
	Car expenses	7,492,011	6,535,018	8,385,063	7,139,466
	Donations and subscriptions	832,109	723,825	869,833	884,597
	Medical & welfare expenses	7,047,762	8,968,621	7,350,804	9,258,539
	Entertainment expenses	2,693,748	2,003,086	3,533,741	2,603,026
	Consultancy fees	2,074,349	269,857	2,074,349	269,857
	Office service expenses	19,502,082	18,695,018	23,762,462	22,489,219
	Training expenses	855,551	2,402,805	883,151	2,516,727
	Travel and conveyances	5,243,303	4,435,529	5,614,119	4,893,866
	CDBL charges	-	-	564,118	26,496
	Loss on disposal of lease assets	-	4,200	-	4,200
	Howla and Laga charge	-	-	16,100,678	5,665,041
	Portfolio Management Charge	9,480,904	6,280,846	-	-
	Sales Incentive	17,237,567	12,277,311	17,237,567	12,277,311
	Repossession fees and others	6,509,182	3,166,769	7,247,023	3,168,199
		82,526,345	**67,293,778**	**97,368,237**	**72,741,780**

	IDLC Finance Limited		IDLC Group	
	31.03.2017	31.03.2016	31.03.2017	31.03.2016
	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)	334,835,274	348,389,037	601,443,967	360,591,632
Weighted average number of ordinary shares outstanding during the period (B)*	322,587,890	322,587,890	322,587,890	322,587,890
Basic Earnings Per Share (A÷B)	**1.04**	**1.08**	**1.86**	**1.12**

*Weighted average number of ordinary shares outstanding during the period has been calculated based on time weight.

Diluted earnings per share has been calculated as follows:

Earnings attributable to ordinary shareholders (Net profit after tax) (A)	334,835,274	348,389,037	601,443,967	360,591,632
Weighted average number of ordinary shares outstanding during the period (B)*	334,625,939	324,019,728	334,625,939	324,019,728
Diluted Earnings Per Share (A÷B)	**1.00**	**1.08**	**1.80**	**1.11**

*As there was issuance of Right Share during the period, diluted earning per share (EPS) is required to be calculated.

35 Net Asset Value Per Share (NAV)

Net Asset (total assets less total liabilities) (A)	9,321,891,943	7,604,537,150	10,921,803,401	8,937,839,556
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)	**24.72**	**20.17**	**28.97**	**23.70**

36. Net Operating Cash Flows Per Share (NOCFPS)

Net cash flows from operating activities (A)	1,171,753,195	(2,993,011,879)	1,557,576,961	(2,948,737,149)
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)	**3.11**	**(7.94)**	**4.13**	**(7.82)**

Sd\-
Chairman

Sd\-
Director

Sd\-
CEO & Managing Director

Sd\-
Chief Financial Officer

Sd\-
Company Secretary

Dhaka, April 25, 2017

Fixed assets including land, building, furniture and fixtures-for 1st quarter end 2017 (Annexure A)

Asset category	Cost				Rate	Depreciation				Written down value at March 31, 2017
	Balance at January 1, 2017	Addition during the period	Disposal/ adjustment during the period	Balance at March 31, 2017		Balance at January 1, 2017	Charged for the period	Adjustment during the period	Balance at March 31, 2017	
	Taka	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	20,749,118	1,296,996	-	22,046,114	185,473,189
Furniture and fixtures	80,113,694	910,530	-	81,024,224	12.50	28,392,735	2,292,091	-	30,684,826	50,339,398
Electrical equipment	73,366,607	1,663,941	(100,000)	74,930,548	20.00	44,116,701	2,241,937	(20,000)	46,338,638	28,591,909
Curtain and carpets	4,068,398	391,908	(50,000)	4,410,306	33.33	2,105,442	258,479	(16,665)	2,347,256	2,063,050
Office equipment	91,913,364	2,938,927	-	94,852,291	20.00	71,957,365	2,463,698	-	74,421,063	20,431,229
Office decoration	121,069,649	457,814	-	121,527,463	20.00	56,697,601	4,298,825	-	60,996,425	60,531,038
Computers	133,051,766	5,586,635	-	138,638,401	20.00	77,593,707	4,260,032	-	81,853,739	56,784,662
Software (Office Operation)	31,905,836	-	-	31,905,836	33.33	22,398,904	1,491,313	-	23,890,217	8,015,619
Software (Business Operation)	137,540,494	-	-	137,540,494	20.00	121,877,160	6,877,025	-	128,754,184	8,786,310
Telephone and telex	9,329,361	606,617	(137,425)	9,798,553	33.33	7,303,848	334,312	(91,434)	7,546,726	2,251,827
Motor vehicles	288,539,155	2,432,000	(14,297,614)	276,673,541	25.00	145,270,908	13,417,586	(7,110,819)	151,577,675	125,095,866
Total as on March 31, 2017	**1,205,376,097**	**14,988,371**	**(14,585,039)**	**1,205,779,429**		**598,463,488**	**39,232,294**	**(7,238,918)**	**630,456,864**	**575,322,565**
Total as on December 31, 2016	**1,042,168,288**	**281,254,291**	**(118,046,481)**	**1,205,376,097**		**539,804,931**	**152,934,603**	**(94,276,047)**	**598,463,488**	**606,912,609**

Consolidated fixed assets including land, building, furniture and fixtures-for 1st quarter end 2017

Asset category	Cost				Rate	Depreciation				Written down value at March 31, 2017
	Balance at January 1, 2017	Addition during the period	Disposal/ adjustment during the period	Balance at March 31, 2017		Balance at January 1, 2017	Charged for the period	Adjustment during the period	Balance at March 31, 2017	
	Taka	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	20,749,118	1,296,996	-	22,046,114	185,473,189
Furniture and fixtures	97,374,689	1,019,532	-	98,394,221	12.50	36,472,604	2,802,833	-	39,275,437	59,118,783
Electrical equipment	95,970,699	2,369,349	(100,000)	98,240,047	20.00	64,113,090	2,464,385	(20,000)	66,557,475	31,682,573
Curtain and carpets	5,109,062	519,266	(86,335)	5,541,993	33.33	2,855,226	308,930	(52,995)	3,111,161	2,430,832
Office equipment	125,458,984	2,988,928	-	128,447,912	20.00	102,790,783	2,630,634	-	105,421,417	23,026,495
Office decoration	150,272,999	1,586,063	-	151,859,062	20.00	72,403,675	5,117,311	-	77,520,986	74,338,075
Computers	151,998,424	7,187,261	-	159,185,685	20.00	92,449,197	4,625,226	-	97,074,422	62,111,263
Software (Office Operation)	39,708,911	-	-	39,708,911	33.33	28,244,756	1,846,192	-	30,090,949	9,617,962
Software (Business Operation)	137,540,494	-	-	137,540,494	20.00	121,877,160	6,877,025	-	128,754,184	8,786,310
Telephone and telex	12,508,526	786,407	(296,525)	12,998,407	33.33	9,897,557	421,337	(222,726)	10,096,169	2,902,238
Motor vehicles	326,451,426	6,479,000	(14,513,014)	318,417,412	25.00	170,745,467	14,788,335	(7,308,269)	178,225,533	140,191,879
Total as on March 31, 2017	**1,376,871,985**	**22,935,805**	**(14,995,874)**	**1,384,811,916**		**722,598,634**	**43,179,204**	**(7,603,990)**	**758,173,848**	**626,638,068**
Total as on December 31, 2016	**1,208,445,716**	**312,435,792**	**(144,009,522)**	**1,376,871,985**		**671,347,033**	**167,727,512**	**(116,475,911)**	**722,598,634**	**654,273,352**

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, 2016, 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, 2016.

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):

Basic earnings per share have been calculated based on number of shares outstanding for the period ended March 31, 2017 and profit for the same period. The number of shares outstanding for the period was 322.59 million, which is calculated based on time weight. Diluted earnings per share is required to be calculated as there was issuance of right share for that particular period. Basic & diluted earnings per shares for the preceding period of 2016 has also been calculated based on 322.59 million shares & 324.02 million shares respectably.

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\-	**Sd\-**	**Sd\-**
Chairman	Director	CEO & Managing Director
Sd\-		**Sd\-**
Chief Financial Officer		Company Secretary

Dhaka, April 25, 2017

AMARSTOCK