IDLC Finance Limited

Financial Statements

as at and for the period ended June 30, 2017

AMAR STOCK

IDLC Finance Limited and Its Subsidiaries
Consolidated Balance Sheet (Un-audited) as at June 30, 2017

	Note	30.06.2017 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	1,096,064,956	975,781,535
		1,096,440,956	**976,157,535**
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	11,360,255,168	10,377,181,667
Outside Bangladesh	4(b)	-	-
		11,360,255,168	**10,377,181,667**
Money at call and short notice	5	-	-
Investments	6		
Government		-	-
Others		5,377,666,221	4,348,316,767
		5,377,666,221	**4,348,316,767**
Loans and advances	7		
Loans, cash credit, overdraft etc.		70,191,909,778	62,264,891,877
Bills purchased and discounted		-	-
		70,191,909,778	**62,264,891,877**
Fixed assets including land, building, furniture and fixtures	8(c)	640,520,950	654,273,352
Other assets	9	1,068,051,906	738,284,186
Non-banking assets		-	-
Total Assets		**89,734,844,979**	**79,359,105,384**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	**14,595,207,059**	**12,564,377,442**
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		52,150,252,534	47,474,930,697
Bearer certificate of deposits		-	-
Other deposits		2,148,226,955	1,849,394,133
		54,298,479,489	**49,324,324,830**
Other liabilities	12	**9,351,626,551**	**8,532,563,556**
Total Liabilities		**78,245,313,099**	**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		3,629,930,950	3,591,910,951
Total Equity attributable to equity holders of the company		**11,489,529,030**	**8,937,837,171**
Non-controlling interest		**2,851**	**2,385**
Total Liabilities and Shareholders' equity		**89,734,844,979**	**79,359,105,384**

	Note	30.06.2017 Taka	31.12.2016 Taka
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		177,009,300	199,206,314
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		927,009,300	**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		1,320,537,706	784,630,423
		1,320,537,706	**784,630,423**
Total Off-Balance Sheet items including contingent liabilities		**2,247,547,006**	**1,733,836,737**
Net Assets Value (NAV) per share (Note-36)		**30.47**	**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, July 19, 2017

AMAR STOCK

IDLC Finance Limited and Its Subsidiaries

Consolidated Profit and Loss Account (Un-audited) for the period ended June 30, 2017

	Note	Jan to Jun'17 Taka	Jan to Jun'16 Taka	Apr to Jun'17 Taka	Apr to Jun'16 Taka
Interest income	19	4,325,046,633	4,188,863,152	2,237,944,354	2,071,726,396
Interest on deposits and borrowings etc.	20	(2,309,841,314)	(2,340,171,668)	(1,172,599,093)	(1,149,322,331)
Net interest income		**2,015,205,319**	**1,848,691,484**	**1,065,345,261**	**922,404,066**
Investment income	21	526,096,916	271,014,639	193,076,831	180,381,352
Commission, exchange and brokerage	22	360,308,590	178,346,943	139,111,728	106,591,210
Other operating income	23	253,730,795	233,954,297	118,652,435	59,293,298
Total operating income		**3,155,341,620**	**2,532,007,362**	**1,516,186,255**	**1,268,669,925**
Salaries and allowances	24	626,196,041	485,115,919	316,007,752	264,278,868
Rent, taxes, insurance, electricity etc.	25	108,919,777	115,904,441	58,020,664	57,942,169
Legal expenses	26	16,563,471	9,946,246	7,165,251	5,013,421
Postage, stamp, telecommunication etc.	27	18,530,614	17,611,448	10,112,127	9,106,479
Stationery, printing, advertisements etc.	28	77,172,866	49,017,289	41,275,360	32,154,631
Managing Director's salary and benefits	29	6,430,000	3,120,000	3,090,000	2,340,000
Directors' fees	30	1,171,954	1,000,050	766,106	449,800
Auditors' fees	31	716,811	414,375	466,811	189,687
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	101,605,931	102,442,994	49,835,017	55,353,054
Other expenses	33	201,518,539	164,857,101	104,150,302	93,082,321
Total operating expenses		**1,158,826,005**	**949,429,861**	**590,889,391**	**519,910,429**
Profit before provision		**1,996,515,616**	**1,582,577,501**	**925,296,865**	**748,759,496**
Provision for loans and investments	12.6(ii)				
General provision		53,401,048	28,841,582	22,527,073	10,841,687
Specific provision		89,666,082	41,664,937	18,988,306	(37,843,911)
Provision for diminution in value of investments		-	(37,360,273)	(437,761)	(88,597,302)
Other provisions		-	-	-	
Total provision		**143,067,130**	**33,146,246**	**41,077,618**	**(115,599,526)**
Total profit before taxation		**1,853,448,486**	**1,549,431,255**	**884,219,246**	**864,359,022**
Provision for taxation		684,275,679	667,208,013	316,490,767	342,727,391
Net profit after taxation		**1,169,172,807**	**882,223,242**	**567,728,479**	**521,631,632**
Attributable to:					
Shareholders of the Company		1,169,172,341	882,223,216	567,728,374	521,631,584
Non-controlling interest		466	26	105	48
		1,169,172,807	**882,223,242**	**567,728,479**	**521,631,632**
Retained surplus		**1,169,172,341**	**882,223,216**	**567,728,374**	**521,631,584**
Basic Earnings Per Share (EPS)	34	**3.34**	**2.52**	**1.62**	**1.49**
Diluted Earnings Per Share (EPS)	34	**3.28**	**2.72**	**1.59**	**1.61**

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, July 19, 2017

IDLC Finance Limited and Its Subsidiaries

Consolidated Cash Flow Statement (Un-audited)
for the period ended June 30, 2017

	30.06.2017 Taka	30.06.2016 Taka
A) Cash flows from operating activities		
Interest received	4,263,029,867	3,148,785,377
Interest paid	(2,505,673,403)	(2,423,969,185)
Dividend received	75,095,932	100,462,005
Fees and commission received	360,308,590	178,346,943
Paid to employees and suppliers	(1,073,767,103)	(869,442,156)
Payment of income tax	(496,573,024)	(676,576,543)
Received from other operating activities	697,674,387	398,483,852
Cash generated from operating activities before changes in operating assets and liabilities	**1,320,095,245**	**(143,909,708)**
Increase/(decrease) in operating assets and liabilities		
Lease receivable	(33,494,915)	194,579,107
Long-term finance	(5,631,596,078)	(5,375,260,575)
Real estate finance	(2,085,171,689)	(496,056,971)
Car loan	177,640,369	(43,444,482)
Personal loan	6,984,355	9,997,135
Loan against deposit	103,149,059	(109,475,129)
Margin loan to portfolio investors	(422,927,864)	550,593,364
Short term finance	4,803,125	36,481,913
Other assets	(314,155,216)	1,024,971,094
Term and other deposits	4,974,154,659	2,746,167,098
Net drawdown of short term loan	3,025,000,000	(710,000,000)
Payable and accrued expenses	116,503,846	455,819,726
Deferred liability-employee gratuity	26,326,869	12,700,546
Portfolio investors' fund	103,474,648	13,658,690
Interest suspense account	42,188,658	66,956,229
	92,879,825	(1,622,312,254)
Net cash flows from/(used in) operating activities	**1,412,975,070**	**(1,766,221,962)**
B) Cash flows from investing activities		
Purchase of fixed assets	(82,095,688)	(181,307,637)
Disposal of fixed assets	17,846,578	20,422,185
Net proceeds of investment in securities	(1,029,349,454)	(132,425,451)
Net cash used in investing activities	**(1,093,598,564)**	**(293,310,903)**
C) Cash flows from financing activities		
Drawdown of term loans	1,162,602,735	4,049,844,213
Repayment of term loans	(2,156,773,117)	(3,028,114,380)
Proceeds from right issue	2,513,671,860	-
Dividend paid	(735,521,063)	(406,176,367)
Net cash flow from financing activities	**783,980,416**	**615,553,465**
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	**1,103,356,922**	**(1,443,979,400)**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	**11,353,339,202**	**13,435,192,282**
G) Cash and cash equivalents at end of the period (D+E+F)	**12,456,696,124**	**11,991,212,882**
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)	1,096,064,956	1,080,459,821
Balance with other banks and financial institutions (Note-4)	11,360,255,168	10,910,387,061
Money at call and short notice (Note-5)	-	-
	12,456,696,124	**11,991,212,882**
Net operating cash flow per share (Note-35)	**3.75**	**(4.68)**

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 June 30, 2017

Particulars	Attributable to equity holders of the Company							Non-controlling interest	Total equity
	Paid-up capital	Share premium	Statutory reserves	General reserves	Dividend equalisation reserves	Retained earnings	Total		
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	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 half year ended 2017	-	-	-	-	-	1,169,172,341	1,169,172,341	466	1,169,172,807
Appropriation to reserves	-	-	-	-	-	-	-	-	-
Balance at June 30, 2017	**3,770,507,800**	**1,260,585,930**	**1,782,004,350**	**1,000,000,000**	**46,500,000**	**3,629,930,950**	**11,489,529,030**	**2,851**	**11,489,531,881**

IDLC Finance Limited
Balance Sheet (Un-audited) as at June 30, 2017

	Note	30.06.2017 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	1,096,064,956	975,781,535
		1,096,340,956	**976,057,535**
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	10,519,394,117	9,179,584,564
Outside Bangladesh	4(b)	-	-
		10,519,394,117	**9,179,584,564**
Money at call and short notice	5	-	-
Investments	6		
Government		-	-
Others		2,857,604,359	2,748,103,457
		2,857,604,359	**2,748,103,457**
Loans and advances	7		
Loans, cash credit, overdraft etc.		69,303,779,582	61,135,698,103
Bills purchased and discounted		-	-
		69,303,779,582	**61,135,698,103**
Fixed assets including land, building, furniture and fixtures	8(c)	581,352,645	606,912,609
Other assets	9	1,915,095,329	1,858,789,208
Non-banking assets		-	-
Total Assets		**86,273,566,988**	**76,505,145,476**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	14,425,207,059	12,394,377,442
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		52,206,502,534	47,563,668,197
Bearer certificate of deposits		-	-
Other deposits		2,148,226,955	1,849,394,133
		54,354,729,489	**49,413,062,330**
Other liabilities	12	**7,712,167,209**	**7,093,168,554**
Total Liabilities		**76,492,103,757**	**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		1,921,865,151	2,258,610,930
Total Equity		**9,781,463,231**	**7,604,537,150**
Total Liabilities and Shareholders' equity		**86,273,566,988**	**76,505,145,476**

AMAR STOCK

	Note	30.06.2017 Taka	31.12.2016 Taka
OFF-BALANCE SHEET ITEMS		-	-
Contingent liabilities	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		177,009,300	199,206,314
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		927,009,300	**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		1,320,537,706	784,630,423
		1,320,537,706	**784,630,423**
Total Off-Balance Sheet items including contingent liabilities		**2,247,547,006**	**1,733,836,737**
Net Assets Value (NAV) per share (Note-36)		**25.94**	**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, July 19, 2017

AMARSTOCK

IDLC Finance Limited

Profit and Loss Account (Un-audited) for the period ended June 30, 2017

	Note	Jan to Jun'17 Taka	Jan to Jun'16 Taka	Apr to Jun'17 Taka	Apr to Jun'16 Taka
Interest income	19	4,226,971,455	4,103,280,844	2,187,213,815	2,031,635,233
Interest on deposits and borrowings etc.	20	(2,306,740,896)	(2,353,952,869)	(1,170,597,068)	(1,157,758,838)
Net interest income		**1,920,230,559**	**1,749,327,975**	**1,016,616,747**	**873,876,395**
Investment income	21	256,780,633	200,367,278	125,865,391	111,973,378
Commission, exchange and brokerage	22	11,880,000	21,500,000	11,880,000	20,000,000
Other operating income	23	250,217,508	245,719,406	117,844,278	72,433,156
Total operating income		**2,439,108,700**	**2,216,914,659**	**1,272,206,416**	**1,078,282,929**
Salaries and allowances	24	514,805,400	409,454,282	258,330,755	225,484,383
Rent, taxes, insurance, electricity etc.	25	88,016,139	90,213,676	47,262,242	46,840,900
Legal expenses	26	15,195,292	8,161,654	6,535,899	4,720,275
Postage, stamp, telecommunication etc.	27	14,885,479	14,846,831	8,292,980	7,585,118
Stationery, printing, advertisements etc.	28	66,215,104	46,383,556	33,032,030	30,623,223
Managing Director's salary and benefits	29	6,430,000	3,120,000	3,090,000	2,340,000
Directors' fees	30	893,156	772,800	607,956	358,800
Auditors' fees	31	529,311	230,000	379,311	115,000
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	90,700,436	92,168,943	44,153,566	50,220,867
Other expenses	33	180,761,273	148,355,235	98,234,928	82,028,457
Total operating expenses		**978,431,590**	**813,706,977**	**499,919,667**	**450,317,023**
Profit before provisions		**1,460,677,110**	**1,403,207,682**	**772,286,749**	**627,965,906**
Provision for loans and investments	12.6(ii)				
General provision		50,890,195	29,263,458	23,766,529	10,580,692
Specific provision		89,666,082	61,791,792	18,988,306	(20,703,468)
Provision for diminution in value of investments		-	(62,434,775)	-	(91,105,359)
Other provision		-	-	-	-
Total provision		**140,556,277**	**28,620,475**	**42,754,835**	**(101,228,135)**
Total profit before taxation		**1,320,120,833**	**1,374,587,207**	**729,531,914**	**729,194,041**
Provision for taxation		525,714,271	585,281,630	269,960,626	288,277,501
Net profit after taxation		**794,406,562**	**789,305,577**	**459,571,288**	**440,916,540**
Retained surplus		**794,406,562**	**789,305,577**	**459,571,288**	**440,916,540**
Basic Earnings Per Share (EPS)	34	**2.27**	**2.26**	**1.31**	**1.26**
Diluted Earnings Per Share (EPS)	34	**2.23**	**2.44**	**1.29**	**1.36**

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, July 19, 2017

IDLC Finance Limited

Cash Flow Statement (Un-audited) for the period ended June 30, 2017

	30.06.2017 Taka	30.06.2016 Taka
A) Cash flows from operating activities		
Interest received	4,158,846,831	3,072,064,948
Interest paid	(2,502,572,985)	(2,437,750,386)
Dividend received	30,941,992	43,407,486
Fees and commission received	11,880,000	21,500,000
Paid to employees and suppliers	(901,939,149)	(741,977,975)
Payment of income tax	(433,503,559)	(616,697,582)
Received from other operating activities	469,449,354	395,577,226
Cash generated from operating activities before changes in operating assets and liabilities	**833,102,484**	**(263,876,284)**
Increase/(decrease) in operating assets and liabilities		
Lease receivable	(33,494,915)	194,579,107
Long-term finance	(5,631,596,078)	(5,375,260,575)
Real estate finance	(2,085,171,689)	(496,056,971)
Car loan	177,640,369	(43,444,482)
Personal loan	6,984,355	9,997,135
Loan against deposit	103,149,059	(109,475,129)
Loan to subsidiaries	(663,849,692)	232,500,000
Short term finance	4,803,125	36,481,913
Other assets	(34,678,621)	1,001,652,528
Term and other deposits	4,941,667,159	2,799,801,223
Net drawdown of short term loan	3,025,000,000	(710,000,000)
Payable and accrued expenses	129,044,332	422,937,849
Deferred liability-employee gratuity	15,199,487	10,738,506
Interest suspense account	42,188,658	66,956,229
	(3,114,452)	(1,958,592,666)
Net cash flows from/(used in) operating activities	**829,988,033**	**(2,222,468,949)**
B) Cash flows from investing activities		
Purchase of fixed assets	(61,573,097)	(170,064,337)
Disposal of fixed assets	17,198,525	18,663,304
Increase/(Decrease) in inter-company payables	-	(99,999,990)
Net proceeds of investment in securities	(109,500,902)	188,969,909
Net cash used in investing activities	**(153,875,474)**	**(62,431,114)**
C) Cash flows from financing activities		
Drawdown of term loans	1,162,602,735	4,049,844,213
Repayment of term loans	(2,156,773,117)	(3,014,315,165)
Proceeds from right issue	2,513,671,860	-
Dividend paid	(735,521,063)	(406,176,367)
Net cash flow from financing activities	**783,980,416**	**629,352,680**
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	**1,460,092,975**	**(1,655,547,384)**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	**10,155,642,099**	**12,696,094,610**
G) Cash and cash equivalents at end of the period (D+E+F)	**11,615,735,073**	**11,040,547,227**
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)	1,096,064,956	1,080,459,821
Balance with other banks and financial institutions (Note-4)	10,519,394,117	9,959,821,406
Money at call and short notice (Note-5)	-	-
	11,615,735,073	**11,040,547,227**
Net operating cash flow per share (Note-35)	**2.20**	**(5.89)**

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 June 30, 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 half year ended 2017	-	-	-	-	-	794,406,562	794,406,562
Appropriation to reserve	-	-	-	-	-	-	-
Balance at June 30, 2017	**3,770,507,800**	**1,260,585,930**	**1,782,004,350**	**1,000,000,000**	**46,500,000**	**1,921,865,151**	**9,781,463,231**

IDLC Finance Limited and Its Subsidiaries
Notes to the consolidated and separate financial statements (Un-audited)
As at and for the period ended June 30, 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 July 19, 2017.

AMARSTOCK

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	31.12.2016 Taka	30.06.2017 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	1,096,064,956	975,781,535	1,096,064,956	975,781,535
	In foreign currency	-	-	-	-
		1,096,064,956	975,781,535	1,096,064,956	975,781,535
		1,096,340,956	**976,057,535**	**1,096,440,956**	**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	21,499	21,767	21,499	21,767
	Bank Al- Falah Limited	12,105	7,680	12,105	7,680
	One Bank Limited	-	-	2,046,661	2,077,802
	The City Bank Limited	45,144,129	3,971,939	45,144,129	3,971,939
	National Bank Limited	540,620	108,138	540,620	108,138
	Bank Asia Limited	8,756,245	3,120,544	8,756,245	3,120,544
	State Bank of India	1,551,579	3,548,875	1,551,579	3,548,875
	Commercial Bank of Ceylon PLC	418,793,622	20,768,572	419,132,377	23,032,520
	Citibank N.A	144,649,785	14,945,104	144,649,785	14,945,104
	Standard Chartered Bank	68,291,555	(378,313,189)	198,727,226	(100,242,843)
	Mutual Trust Bank Limited	8,285,585	7,225,046	8,285,585	7,225,046
	Exim Bank Limited	6,140,753	3,730,856	6,140,753	3,730,856
	Dutch Bangla Bank Limited	(14,337,464)	12,830,525	(14,337,464)	12,830,525
	BRAC Bank Limited	25,892,235	20,598,531	26,613,402	21,664,898
	Dhaka Bank Limited	16,769,179	3,917,819	16,769,179	3,917,819
	NRB Bank Limited	-	-	44,753,548	73,215,292
	Mercantile Bank Limited	5,480	6,170	5,480	6,170
	IDLC Investments Limited	115,072,019	48,022,700	-	-
		845,588,926	(235,488,923)	908,812,709	73,182,132
	Short-term deposit accounts				
	Prime Bank Limited	1,152,186	85,500	1,152,186	85,500
	Dutch Bangla Bank Limited	-	-	5,725,566	2,342,067
	The City Bank Limited	(280,473)	1,873,464	(280,473)	1,873,464
	BRAC Bank Limited	-	-	47,661,181	92,607,474
	Southeast Bank Limited	2,300,806	4,406,862	2,300,806	4,406,862
	Citibank N.A.	(103,472,159)	112,242	(103,472,159)	112,242
	Standard Chartered Bank	(130,906,474)	429,927	(130,906,474)	655,201
	Commercial Bank of Cylon	4,981,016	8,135,203	33,934,045	42,348,279
	One Bank Limited	-	-	667,843,752	468,262,641
	Eastern Bank Limited	-	-	775,240	772,339
	NRB Bank Limited	30,289	30,289	30,289	30,289
		(226,194,809)	15,073,487	524,763,959	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	-	150,000,000	-	150,000,000
	Jamuna Bnak Limited	250,000,000	-	250,000,000	-
	NRB BANK Limited	-	500,000,000	-	500,000,000
	NRB Commercial Bank Limited	-	1,250,000,000	-	1,250,000,000
	South Bangla Agriculture & Commerce Bank Limited	-	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	2,000,000,000	-	2,000,000,000	-
	Meghna Bank Limited	1,200,000,000	1,000,000,000	1,200,000,000	1,000,000,000
	IPDC Finance Limited	200,000,000		200,000,000	-
	The Farmers Bank Limited	-	-	-	162,962,177
	Social Islami Bank Limited	1,400,000,000	900,000,000	1,400,000,000	900,000,000
	Dhaka Bank Limited	-	500,000,000	-	500,000,000
	NRB Global Bank Limited	950,000,000	-	950,000,000	-
	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	-	1,400,000,000	-	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
		9,900,000,000	9,400,000,000	9,926,678,500	9,690,503,177
		10,519,394,117	**9,179,584,564**	**11,360,255,168**	**10,377,181,667**
4(b)	**Outside Bangladesh**	-	-	-	-
	Total balance	**10,519,394,117**	**9,179,584,564**	**11,360,255,168**	**10,377,181,667**

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	31.12.2016 Taka	30.06.2017 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)	853,000,000	913,000,000	1,021,530,252	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)	1,496,740,359	1,427,239,457	3,848,271,969	2,868,178,589
	Investment in open end mutual fund (Note 6.5)	100,000,000	-	100,000,000	-
	Other investments	-	-	-	-
	Gold etc.	-	-	-	-
		2,857,604,359	2,748,103,457	5,377,666,221	4,348,316,767
		2,857,604,359	**2,748,103,457**	**5,377,666,221**	**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	240,000,000	300,000,000	240,000,000	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	-	-	168,530,252	159,274,178
Total	**853,000,000**	**913,000,000**	**1,021,530,252**	**1,072,274,178**

6.3 Investment in Commercial papers

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)	1,489,524,409	1,397,239,457	3,830,734,236	2,793,178,589
Investment in Initial Public Offering	7,215,950	30,000,000	17,537,733	75,000,000
	1,496,740,359	**1,427,239,457**	**3,848,271,969**	**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	48,070,940	39,770,257	385,697,991	421,171,155
Banks	15,237,126	474,361,748	616,754,646	30,038,433	922,937,441	1,062,473,571
Textiles	2,788,010	52,666,268	71,625,313	4,790,786	96,161,330	123,024,462
Pharmaceuticals & Chemicals	2,719,000	438,169,781	511,230,100	6,415,986	884,236,441	976,436,223
Fuel & Power	1,936,100	141,998,739	135,891,100	3,811,666	292,272,969	284,479,345
Financial Institutions	351,700	47,958,068	43,192,997	3,154,189	213,849,273	199,291,634
Cement	-	-	-	1,203,910	164,381,745	162,046,286
Telecom	1,000,001	279,322,525	344,400,344	1,695,496	509,423,597	583,928,822
Food & Allied				204,721	44,074,159	44,536,845
Engineering & Others				3,752,823	317,699,290	316,368,539
		1,489,524,409	**1,771,165,440**		**3,830,734,236**	**4,173,756,883**

		IDLC Finance Limited		IDLC Group	
		30.06.2017	31.12.2016	30.06.2017	31.12.2016
		Taka	Taka	Taka	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)	4,983,437,144	4,949,942,229	4,983,437,144	4,949,942,229
Long-term finance (Note 7.2)	38,675,978,578	33,044,382,500	38,675,978,578	33,044,382,500
Real estate finance (Note 7.3)	20,193,394,609	18,108,222,920	20,193,394,609	18,108,222,920
Car loans (Note 7.4)	2,192,187,311	2,369,827,680	2,192,187,311	2,369,827,680
Personal loan (Note 7.5)	80,972,826	87,957,182	80,972,826	87,957,182
Short term finance (Note 7.6)	840,634,944	845,438,069	840,634,944	845,438,069
Loan to subsidiaries (Note 7.7)	924,649,692	260,800,000	-	-
Loan against deposit (LAD)	385,060,828	488,209,887	385,060,828	488,209,887
Margin loan to portfolio investors (Note 7.8)	-	-	1,812,921,638	1,389,993,774
Interest receivable (Note-7.9)	1,027,463,649	980,917,636	1,027,321,899	980,917,636
	69,303,779,582	61,135,698,103	70,191,909,778	62,264,891,877
Outside Bangladesh	-	-	-	-
	69,303,779,582	**61,135,698,103**	**70,191,909,778**	**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	1,181,795,686	1,633,586,662	1,181,795,686	1,633,586,662
	6,131,737,916	7,649,765,324	6,131,737,916	7,649,765,324
Less: Realisation during the period/year	1,148,300,772	2,699,823,095	1,148,300,772	2,699,823,095
Balance at period end	**4,983,437,144**	**4,949,942,229**	**4,983,437,144**	**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	17,711,678,497	22,769,766,224	17,711,678,497	22,769,766,224
	50,756,060,997	48,146,623,984	50,756,060,997	48,146,623,984
Less: Realisation during the period/year	12,080,082,418	15,102,241,484	12,080,082,418	15,102,241,484
Balance at period end	**38,675,978,578**	**33,044,382,500**	**38,675,978,578**	**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	4,810,257,949	6,797,954,365	4,810,257,949	6,797,954,365
	22,918,480,869	24,003,904,318	22,918,480,869	24,003,904,318
Less : Realisation during the period/year	2,725,086,260	5,895,681,398	2,725,086,260	5,895,681,398
Balance at period end	**20,193,394,609**	**18,108,222,920**	**20,193,394,609**	**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	324,137,952	723,867,202	324,137,952	723,867,202
	2,693,965,633	3,213,877,510	2,693,965,633	3,213,877,510
Less : Realisation during the period/year	501,778,322	844,049,830	501,778,322	844,049,830
Balance at period end	**2,192,187,311**	**2,369,827,680**	**2,192,187,311**	**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	14,817,582	24,158,238	14,817,582	24,158,238
	102,774,764	144,560,837	102,774,764	144,560,837
Less : Realisation during the period/year	21,801,937	56,603,655	21,801,937	56,603,655
Balance at period end	**80,972,826**	**87,957,182**	**80,972,826**	**87,957,182**

7.6 Short term finance

Factoring of account receivable	840,634,944	845,438,069	840,634,944	845,438,069

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	31.12.2016 Taka	30.06.2017 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	5,202,699,692	5,756,400,000	-	-
		5,463,499,692	5,988,900,000	-	-
	Less : Realisation during the period/year	4,538,850,000	5,728,100,000	-	-
	Balance at period end	**924,649,692**	**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	4,487,699,692	2,145,900,000	-	-
		4,748,499,692	2,273,400,000	-	-
	Less : Realisation during the period/year	3,823,850,000	2,012,600,000	-	-
	Balance at period end	**924,649,692**	**260,800,000**	-	-
7.7.2	**Loan to IDLC Securities Limited**				
	Balance at January 1	-	105,000,000	-	-
	Add : Disbursement during the period/year	715,000,000	3,610,500,000	-	-
		715,000,000	3,715,500,000	-	-
	Less : Realisation during the period/year	715,000,000	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	-	-	4,025,375,853	3,516,858,195
		-	-	5,415,369,627	5,103,527,961
	Less : Realisation during the period/year	-	-	3,602,447,989	3,713,534,187
	Balance at period end	-	-	**1,812,921,638**	**1,389,993,774**
7.9	**Interest Receivables**				
	Lease receivable	109,373,939	121,149,224	109,373,939	121,149,224
	Long-term finance	558,470,251	484,355,448	558,470,251	484,355,448
	Real estate finance	290,200,203	274,394,245	290,200,203	274,394,245
	Car loan	24,866,459	28,218,423	24,866,459	28,218,423
	Personal loan	2,090,005	2,064,575	2,090,005	2,064,575
	Loan against deposit (LAD)	37,215,807	56,472,184	37,215,807	56,472,184
	Loan to subsidiaries	141,750	-	-	-
	Short term finance	5,105,235	14,263,537	5,105,235	14,263,537
		1,027,463,649	**980,917,636**	**1,027,321,899**	**980,917,636**

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	31.12.2016 Taka	30.06.2017 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	61,573,097	281,254,291	82,095,688	312,435,792
		1,266,949,194	1,323,422,579	1,458,967,673	1,520,881,508
	Disposal/Adjustments during the period/year	(26,991,723)	(118,046,481)	(31,017,558)	(144,009,522)
		1,239,957,471	1,205,376,097	1,427,950,115	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	76,492,441	152,934,603	85,058,901	167,727,512
		674,955,928	692,739,534	807,657,535	839,074,545
	Disposal/Adjustments during the period/year	(16,351,102)	(94,276,047)	(20,228,370)	(116,475,911)
		658,604,826	598,463,488	787,429,165	722,598,634
c.	Written down value (a-b)	**581,352,645**	**606,912,609**	**640,520,950**	**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)	158,000,776	127,039,631	792,856,442	495,507,934
	Advances, deposits and prepayments (Note - 9.3)	199,504,563	174,159,587	229,683,508	197,264,296
	Deferred tax asset	7,590,200	7,590,200	26,835,956	26,835,956
	Investment in stock exchanges (Note - 9.4)	-	-	18,676,000	18,676,000
		1,915,095,329	**1,858,789,208**	**1,068,051,906**	**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	111,114,653	89,487,153	110,716,379	95,103,875
	Other receivables	46,886,123	37,552,478	682,140,063	400,404,059
		158,000,776	**127,039,631**	**792,856,442**	**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	196,577,137	171,292,161	226,468,082	194,108,871
		199,504,563	**174,159,587**	**229,683,508**	**197,264,296**

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

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	31.12.2016 Taka	30.06.2017 Taka	31.12.2016 Taka
9.4	**Investment in stock exchanges**				
	DSE membership at cost	-	-	15,225,000	15,225,000
	CSE membership at cost	-	-	3,451,000	3,451,000
		-	-	**18,676,000**	**18,676,000**

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

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

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

10	**Borrowings from other banks, financial institutions**				
	Inside Bangladesh (Note- 10.1)	14,425,207,059	12,394,377,442	14,595,207,059	12,564,377,442
	Outside Bangladesh	-	-	-	-
		14,425,207,059	**12,394,377,442**	**14,595,207,059**	**12,564,377,442**
10.1	**Inside Bangladesh**				
	Secured long term loans				
	Long-term loans				
	Woori Bank	125,000,000	183,333,333	125,000,000	183,333,333
	Total secured long-term loans	**125,000,000**	**183,333,333**	**125,000,000**	**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)	35,556,348	54,951,487	35,556,348	54,951,487
	Bangladesh Bank (Women-Small Enterprise Refinancing Program)	2,865,588,542	3,091,649,465	2,865,588,542	3,091,649,465
	Bangladesh Bank (ADB Fund-Small EnterpriseRefinancing Program)	40,874,063	60,316,875	40,874,063	60,316,875
	Bangladesh Bank New Entrepreneur Refinancing Schem	117,890,649	102,740,909	117,890,649	102,740,909
	Bangladesh Bank (Home Loan Refinancing Program)	599,685,298	629,317,923	599,685,298	629,317,923
	Bangladesh Bank (Agro Loan Refinancing Program)	1,393,593,040	1,517,398,317	1,393,593,040	1,517,398,317
	Bangladesh Bank (JICA Refinancing Program)	584,396,445	650,896,224	584,396,445	650,896,224
	SME Foundation	42,000,000	63,000,000	42,000,000	63,000,000
	FMO Loan	466,080,000	621,440,000	466,080,000	621,440,000
	Investment Promotion & Financing Facilities (IPFF)	604,577,375	609,391,366	604,577,375	609,391,366
	Bangladesh Bank Solar Bio Gas & ETP Scheme	4,083,335	5,250,001	4,083,335	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	265,288,667	312,241,484	265,288,667	312,241,484
		7,103,289,756	7,811,795,415	7,103,289,756	7,811,795,415
	Total unsecured long-term loan	**8,655,207,059**	**9,591,044,109**	**8,655,207,059**	**9,591,044,109**
	Short-term and Call loans:				
	Short-term loans				
	Citi Bank N.A.	550,000,000	520,000,000	550,000,000	520,000,000
	Bank Alfalah Limited	200,000,000	200,000,000	200,000,000	200,000,000
	Standard Chartered Bank	1,600,000,000	1,100,000,000	1,770,000,000	1,270,000,000
	Commercial Bank of Ceylon Plc	535,000,000	400,000,000	535,000,000	400,000,000
	Jamuna Bank Limited	-	400,000,000	-	400,000,000
	South Bangla Agriculture and Commerce Bank Limited	200,000,000	-	200,000,000	-
	Uttara Finance and Investments Limited	500,000,000	-	500,000,000	-
	Prime Bank Limited	1,000,000,000	-	1,000,000,000	-
		4,585,000,000	2,620,000,000	4,755,000,000	2,790,000,000

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	31.12.2016 Taka	30.06.2017 Taka	31.12.2016 Taka
	Call Loans				
	Agrani Bank Limited	140,000,000	-	140,000,000	-
	Dutch Bangla Bank Limited	210,000,000	-	210,000,000	-
	United Commercial Bank Limited	300,000,000	-	300,000,000	-
	Sonali Bank Limited	290,000,000	-	290,000,000	-
	Janata Bank Limited	120,000,000	-	120,000,000	-
		1,060,000,000	-	**1,060,000,000**	-
	Total short-term and call loans	**5,645,000,000**	**2,620,000,000**	**5,815,000,000**	**2,790,000,000**
	Total Borrowings	**14,425,207,059**	**12,394,377,442**	**14,595,207,059**	**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)	52,206,502,534	47,563,668,197	52,150,252,534	47,474,930,697
	Bearer certificate of deposits	-	-	-	-
	Refundable deposits (Note- 11.2)	2,148,226,955	1,849,394,133	2,148,226,955	1,849,394,133
		54,354,729,489	**49,413,062,330**	**54,298,479,489**	**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	21,950,760,876	24,844,319,966	21,950,760,876	24,844,319,966
		69,514,429,073	71,018,795,202	69,425,691,573	70,882,995,202
	Less: Matured/encashed during the period/year	17,307,926,539	23,455,127,005	17,307,926,539	23,455,127,005
	Inter - company deposit	-	-	(32,487,500)	(47,062,500)
	Balance at period end	**52,206,502,534**	**47,563,668,197**	**52,150,252,534**	**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	291,430,049	307,085,210	291,430,049	307,085,210
	Deposits against financing as per term of agreements (Security deposits)	1,856,796,906	1,542,308,923	1,856,796,906	1,542,308,923
		2,148,226,955	**1,849,394,133**	**2,148,226,955**	**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)	3,953,598,611	3,906,034,034	4,909,976,001	4,874,951,910
	Provision for income tax (Note- 12.2)	1,813,595,725	1,721,385,014	2,080,063,373	1,892,360,718
	Deferred liability-employee gratuity (Note- 12.3)	15,199,487	-	55,045,017	28,718,149
	Portfolio investors' fund (Note- 12.4)	-	-	338,941,121	235,466,473
	Interest suspense account (Note- 12.5)	415,544,740	373,356,082	415,544,740	373,356,082
	Provision for doubtful accounts and future losses (Note- 12.6 (i))	1,107,360,881	1,081,156,938	1,145,150,074	1,116,435,278
	Unpaid dividend	406,867,765	11,236,486	406,867,765	11,236,486
	Deferred tax liability	-	-	38,459	38,459
		7,712,167,209	**7,093,168,554**	**9,351,626,551**	**8,532,563,556**
12.1	**Payable and accrued expenses**				
	Receipt against leases	1,035,456,507	541,142,816	1,035,456,507	541,142,816
	Liabilities for expenses	2,414,226,566	2,815,410,155	3,369,873,134	3,783,797,745
	Liabilities for other finance	503,915,538	549,481,063	504,646,360	550,011,349
		3,953,598,611	**3,906,034,034**	**4,909,976,001**	**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	525,714,271	1,089,706,190	684,275,679	1,269,750,001
		7,175,589,270	6,649,874,999	8,143,978,468	7,459,702,789
	Settlement of previous year's tax liability	-	-	-	-
	Balance at period end	**7,175,589,270**	**6,649,874,999**	**8,143,978,468**	**7,459,702,789**

		IDLC Finance Limited		IDLC Group	
		30.06.2017	31.12.2016	30.06.2017	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	390,463,052	1,072,662,727	390,463,052	1,096,031,190
	Deduction at source	42,272,174	100,355,152	105,341,386	204,944,302
	Others	768,333	1,605,000	768,586	1,605,000
		433,503,559	1,174,622,879	496,573,024	1,302,580,492
		5,361,993,545	4,928,489,985	6,063,915,095	5,567,342,071
	Less: Adjustment during the period/year	-	-	-	-
		5,361,993,545	**4,928,489,985**	**6,063,915,095**	**5,567,342,071**
	Net balance at period end	**1,813,595,725**	**1,721,385,014**	**2,080,063,373**	**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	15,199,487		26,550,909	10,663,620
		15,199,487	-	55,269,057	31,740,763
	Less: Payment during the period/year	-	-	224,040	3,022,614
	Balance at period end	**15,199,487**	**-**	**55,045,017**	**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	-	-	4,734,337,828	2,477,411,145
		-	-	4,969,804,301	2,695,453,209
	Less: Purchase of share and deposit withdraw by clients	-	-	4,630,863,180	2,459,986,736
	Balance at period end	-	-	**338,941,121**	**235,466,473**
12.5	**Interest suspense accounts**				
	On lease finance	75,811,151	84,077,661	75,811,151	84,077,661
	On real-estate finance	124,779,382	111,682,597	124,779,382	111,682,597
	On term finance	198,983,254	163,021,286	198,983,254	163,021,286
	On car loan	8,001,498	9,929,717	8,001,498	9,929,717
	On personal loan	1,446,288	1,373,391	1,446,288	1,373,391
	On short term finance	6,523,167	3,271,430	6,523,167	3,271,430
		415,544,740	**373,356,082**	**415,544,740**	**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	241,029,182	430,079,458	243,540,035	431,839,624
	Provision released during the period/year	(100,472,905)	(256,630,939)	(100,472,905)	(276,063,794)
	Provision charged for the period/year (Note- 12.6 (ii))	140,556,277	173,448,519	143,067,130	155,775,830
	Write off during the period/year	114,352,334	252,724,607	114,352,334	252,724,607
	Balance at period end	**1,107,360,881**	**1,081,156,938**	**1,145,150,074**	**1,116,435,278**
12.6(ii)	**Provision charged for the period**				
	General provision	50,890,195	29,263,458	53,401,048	28,841,582
	Specific provision	89,666,082	61,791,792	89,666,082	41,664,937
	Provision for diminutions in value of investments	-	(62,434,775)	-	(37,360,273)
	Other Provisions	-	-	-	-
		140,556,277	**28,620,475**	**143,067,130**	**33,146,246**

	IDLC Finance Limited		IDLC Group	
	30.06.2017 Taka	31.12.2016 Taka	30.06.2017 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 June 30, 2017 comprises the following:

Composition of shareholding:

Sl. No.	Name of the Shareholders	30.06.2017 % of holding	30.06.2017 Number of shares	30.06.2017 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)	4.30	16,209,912	162,099,120	107,449,860
	Eastern Bank Limited (EBL)	2.53	9,548,104	95,481,040	62,754,180
	EBL Securities Limited and EBL Managed Funds	1.36	5,121,890	51,218,900	67,598,400
	Bangladesh Fund	2.02	7,607,674	76,076,740	80,407,500
	LR Global Bangladesh Asset Management Limited	1.07	4,052,278	40,522,780	28,170,660
	Marina Apparels Limited	1.00	3,770,506	37,705,060	25,136,710
	Other Institutions	8.88	33,479,344	334,793,440	178,395,650
	Sub-Total	**21.16**	**79,789,708**	**797,897,080**	**549,912,960**
	Individuals:				
	General Public (Individuals)	13.20	49,762,800	497,628,000	357,124,520
	Sub-Total	**13.20**	**49,762,800**	**497,628,000**	**357,124,520**
3	**FOREIGN**				
	Institutions & Individuals	5.98	22,544,171	225,441,710	106,940,370
		5.98	**22,544,171**	**225,441,710**	**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	
	30.06.2017 Taka	31.12.2016 Taka	30.06.2017 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	
	30.06.2017 Taka	31.12.2016 Taka	30.06.2017 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	177,009,300	199,206,314	177,009,300	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
	927,009,300	**949,206,314**	**927,009,300**	**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	396,038,984	211,847,685	396,038,984	211,847,685
Real estate finance commitments outstanding at period end	923,766,312	572,174,405	923,766,312	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	-	-	-	-
	1,320,537,706	**784,630,423**	**1,320,537,706**	**784,630,423**

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	30.06.2016 Taka	30.06.2017 Taka	30.06.2016 Taka
18	**Income statement**				
	Income				
	Interest, discount and similar income (Note-18.1)	4,452,810,096	4,260,240,636	4,776,047,617	4,359,415,786
	Dividend income (Note-21)	30,941,992	43,407,486	75,095,932	100,462,005
	Fees, commission and brokerage (Note-22)	11,880,000	21,500,000	360,308,590	178,346,943
	Other operating income (Note-23)	250,217,508	245,719,406	253,730,795	233,954,297
		4,745,849,596	4,570,867,528	5,465,182,935	4,872,179,030
	Expenses				
	Interest on deposits and borrowings etc. (Note-20)	2,306,740,896	2,353,952,869	2,309,841,314	2,340,171,668
	Administrative expenses (Note-18.2)	721,177,876	593,622,740	872,248,564	704,585,056
	Other operating expenses (Note-33)	180,761,273	148,355,235	201,518,539	164,857,101
	Depreciation on assets (Note-32)	76,492,441	71,729,002	85,058,901	79,987,705
		3,285,172,486	3,167,659,846	3,468,667,319	3,289,601,530
		1,460,677,110	**1,403,207,682**	**1,996,515,616**	**1,582,577,501**
18.1	**Interest, discount and similar income**				
	Interest income (Note -19)	4,226,971,455	4,103,280,844	4,325,046,633	4,188,863,152
	Gain on sale of marketable securities (Note - 21)	157,227,252	72,799,864	373,133,521	86,392,706
	Income from investment in bonds (Note - 21)	52,522,500	64,569,650	61,778,574	64,569,650
	Income from investment in commercial paper (Note - 21)	16,088,889	19,590,278	16,088,889	19,590,278
		4,452,810,096	**4,260,240,636**	**4,776,047,617**	**4,359,415,786**
18.2	**Administrative expenses**				
	Salary and allowances (Note-24)	514,805,400	409,454,282	626,196,041	485,115,919
	Rent, taxes, insurance, electricity, etc. (Note-25)	88,016,139	90,213,676	108,919,777	115,904,441
	Legal expenses (Note-26)	15,195,292	8,161,654	16,563,471	9,946,246
	Postage, stamp, telecommunication, etc. (Note-27)	14,885,479	14,846,831	18,530,614	17,611,448
	Stationery, printing, advertisement, etc. (Note-28)	66,215,104	46,383,556	77,172,866	49,017,289
	Managing Director's salary and fees (Note-29)	6,430,000	3,120,000	6,430,000	3,120,000
	Directors' fees (Note-30)	893,156	772,800	1,171,954	1,000,050
	Auditors' fees (Note-31)	529,311	230,000	716,811	414,375
	Repair of Company's assets (Note-32)	14,207,995	20,439,941	16,547,030	22,455,289
		721,177,876	**593,622,740**	**872,248,564**	**704,585,056**
19	**Interest income**				
	This represents interest income from the following products:				
	Lease finance	294,944,244	366,995,023	294,944,244	366,995,023
	Real estate finance	1,063,889,379	1,144,366,525	1,063,889,379	1,144,366,525
	Term finance	2,245,992,385	1,916,099,694	2,245,992,385	1,916,099,694
	Short term finance	45,383,625	72,226,919	45,383,625	72,226,919
	Car loan	155,969,663	181,416,812	155,969,663	181,416,812
	Personal loan	6,187,360	9,960,184	6,187,360	9,960,184
	Margin loan to portfolio investors	-	-	98,402,154	78,521,431
	Loan to subsidiaries	25,071,460	10,908,611	-	-
		3,837,438,116	**3,701,973,768**	**3,910,768,810**	**3,769,586,588**
	Interest on balance with other banks and financial institutions	361,710,347	369,047,662	386,454,831	387,017,150
	Call loan	-	-	-	-
	Loan against deposit	27,822,992	32,259,414	27,822,992	32,259,414
		4,226,971,455	**4,103,280,844**	**4,325,046,633**	**4,188,863,152**
20	**Interest on deposits and borrowings etc.**				
	Interest on term deposits	1,858,339,508	1,956,273,435	1,858,339,508	1,956,273,435
	Interest on borrowings	296,612,279	245,853,941	299,712,697	232,072,740
	Interest on secured/unsecured zero coupon bonds	74,092,372	78,041,227	74,092,372	78,041,227
	Interest on security deposit	53,553,640	49,714,780	53,553,640	49,714,780
	Interest on call loan	24,143,097	24,069,486	24,143,097	24,069,486
		2,306,740,896	**2,353,952,869**	**2,309,841,314**	**2,340,171,668**

		IDLC Finance Limited		IDLC Group	
		30.06.2017	30.06.2016	30.06.2017	30.06.2016
		Taka	Taka	Taka	Taka
21	**Investment income**				
	Gain on sale of marketable securities	157,227,252	72,799,864	373,133,521	86,392,706
	Dividend income	30,941,992	43,407,486	75,095,932	100,462,005
	Income from investment in bonds	52,522,500	64,569,650	61,778,574	64,569,650
	Income from investment in commercial paper	16,088,889	19,590,278	16,088,889	19,590,278
		256,780,633	**200,367,278**	**526,096,916**	**271,014,639**
22	**Commission, exchange and brokerage**				
	Agency fees	5,420,000	-	5,420,000	-
	Arrangement fees	6,460,000	21,500,000	6,460,000	21,500,000
	Commission & brokerage	-	-	284,824,705	115,398,172
	Documentation fees	-	-	509,500	123,500
	Portfolio management fees	-	-	19,413,757	29,690,432
	Corporate advisory fees	-	-	10,364,102	3,688,743
	Settlement charges	-	-	33,316,526	7,946,097
		11,880,000	**21,500,000**	**360,308,590**	**178,346,943**
23	**Other operating income**				
	Application, processing and documentation fees	166,650,417	131,408,884	166,650,417	131,408,884
	Loan settlement and others	48,367,574	48,649,506	48,367,574	48,649,506
	Transfer price/gain at the time of expiry of lease	816,749	944,821	816,749	944,821
	Service charges	11,571,351	13,815,417	12,151,732	13,815,417
	Gain on disposal of fixed assets	6,557,906	7,101,972	7,057,392	6,023,078
	Account opening & BO account maintenance fees	-	-	781,900	501,200
	IPO service charge	-	-	22,105	40,765
	Miscellaneous income	16,253,511	43,798,806	17,882,926	32,570,625
		250,217,508	**245,719,406**	**253,730,795**	**233,954,297**
24	**Salaries and allowances**	**514,805,400**	**409,454,282**	**626,196,041**	**485,115,919**
25	**Rent, taxes, insurance, electricity, etc.**				
	Rent, rate and taxes	65,565,163	68,197,117	83,224,762	90,101,897
	Insurance	2,754,439	3,137,836	3,033,197	3,550,019
	Power and electricity	19,696,537	18,878,723	22,661,818	22,252,525
		88,016,139	**90,213,676**	**108,919,777**	**115,904,441**
26	**Legal expenses**				
	Renewal and registration	5,715,291	4,545,587	6,518,416	5,869,619
	Other professional charges	9,480,001	3,616,067	10,045,055	4,076,627
		15,195,292	**8,161,654**	**16,563,471**	**9,946,246**
27	**Postage, stamp, telecommunication, etc.**				
	Postage	529,617	499,823	649,222	590,557
	Telecommunication and internet etc.	14,355,862	14,347,008	17,881,392	17,020,890
		14,885,479	**14,846,831**	**18,530,614**	**17,611,448**
28	**Stationery, printing, advertisements, etc.**				
	Stationery & printing	25,195,657	23,999,172	26,935,316	25,433,354
	Advertisement and publicity	41,019,447	22,384,384	50,237,550	23,583,936
		66,215,104	**46,383,556**	**77,172,866**	**49,017,289**

		IDLC Finance Limited		IDLC Group	
		30.06.2017 Taka	30.06.2016 Taka	30.06.2017 Taka	30.06.2016 Taka
29	**Managing Director's salary and benefits**				
	Basic pay	3,000,000	2,000,000	3,000,000	2,000,000
	Allowances	1,380,000	920,000	1,380,000	920,000
	Bonus	1,750,000	-	1,750,000	-
	Company's contribution to provident fund	300,000	200,000	300,000	200,000
		6,430,000	**3,120,000**	**6,430,000**	**3,120,000**
30	**Directors' fees**				
	Honorarium for attending meeting	893,156	772,800	1,171,954	1,000,050
	Incidental expenses for attending meeting	-	-	-	-
		893,156	**772,800**	**1,171,954**	**1,000,050**
31	**Auditors' fees**				
	Annual statutory audit fees (including VAT)	345,000	230,000	532,500	414,375
	Other audit fees (including VAT)	184,311	-	184,311	-
		529,311	**230,000**	**716,811**	**414,375**
32	**Depreciation and repair of company's assets**				
	Freehold assets (Note-8 & 8 (b))	76,492,441	71,729,002	85,058,901	79,987,705
	Repair and maintenance				
	For premises & vehicles	3,582,228	2,232,230	4,389,908	2,725,193
	For computers and computers accessories	10,625,767	18,207,711	12,157,122	19,730,095
		14,207,995	20,439,941	16,547,030	22,455,289
		90,700,436	**92,168,943**	**101,605,931**	**102,442,994**
33	**Other expenses**				
	Bank charges	4,171,289	2,273,063	4,395,954	2,555,305
	Books and periodicals	129,418	111,886	158,743	144,321
	Car expenses	15,759,427	13,349,204	17,519,926	14,604,755
	Donations and subscriptions	1,893,476	2,149,791	2,011,307	2,149,791
	Medical & welfare expenses	12,543,666	14,967,712	13,172,979	15,576,001
	Entertainment expenses	7,127,994	4,575,708	8,600,606	5,740,801
	Consultancy fees	4,773,835	3,489,441	4,773,835	3,668,414
	Office service expenses	44,682,470	40,561,353	54,633,623	49,827,490
	Training expenses	3,683,419	4,845,603	4,021,113	5,317,563
	Travel and conveyances	11,814,364	7,710,299	12,889,668	8,576,812
	CDBL charges	-	29,555	790,821	199,173
	Loss on disposal of lease assets	-	4,201	-	4,201
	Howla and Laga charge	-	-	24,407,364	14,537,677
	Portfolio Management Charge	20,211,546	13,217,344	-	-
	Sales Incentive	33,298,193	29,399,990	33,298,193	29,399,990
	Repossession fees and others	20,672,176	11,670,085	20,844,407	12,554,807
		180,761,273	**148,355,235**	**201,518,539**	**164,857,101**

	IDLC Finance Limited		IDLC Group	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	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)	794,406,562	789,305,577	1,169,172,341	882,223,216
Weighted average number of ordinary shares outstanding during the period (B)*	349,969,785	349,969,785	349,969,785	349,969,785
Basic Earnings Per Share (A÷B)	**2.27**	**2.26**	**3.34**	**2.52**

*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)	794,406,562	789,305,577	1,169,172,341	882,223,216
Weighted average number of ordinary shares outstanding during the period (B)*	355,955,555	324,019,728	355,955,555	324,019,728
Diluted Earnings Per Share (A÷B)	**2.23**	**2.44**	**3.28**	**2.72**

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

35. Net Operating Cash Flows Per Share (NOCFPS)

Net cash flows from operating activities (A)	829,988,033	(2,222,468,949)	1,412,975,070	(1,766,221,962)
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)	**2.20**	**(5.89)**	**3.75**	**(4.68)**

	IDLC Finance Limited		IDLC Group	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	Taka	Taka	Taka	Taka

36 Net Asset Value Per Share (NAV)

Net Asset (total assets less total liabilities) (A)	9,781,463,231	7,604,537,150	11,489,531,880	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)	**25.94**	**20.17**	**30.47**	**23.70**

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, July 19, 2017

Fixed assets including land, building, furniture and fixtures-for half year end 2017 (Annexure A)

Asset category	Cost				Rate	Depreciation				Written down value at June 30, 2017
	Balance at January 1, 2017	Addition during the period	Disposal/ adjustment during the period	Balance at June 30, 2017		Balance at January 1, 2017	Charged for the period	Adjustment during the period	Balance at June 30, 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	2,593,991	-	23,343,109	184,176,193
Furniture and fixtures	80,113,694	5,398,819	(34,254)	85,478,259	12.50	28,392,735	4,619,272	(357)	33,011,649	52,466,610
Electrical equipment	73,366,607	3,123,209	(200,000)	76,289,815	20.00	44,116,701	4,395,360	(45,000)	48,467,061	27,822,754
Curtain and carpets	4,068,398	501,748	(100,000)	4,470,146	33.33	2,105,442	528,911	(37,496)	2,596,857	1,873,289
Office equipment	91,913,364	16,327,111	-	108,240,475	20.00	71,957,365	5,160,676	-	77,118,041	31,122,434
Office decoration	121,069,649	5,726,020	-	126,795,669	20.00	56,697,601	8,586,046	-	65,283,647	61,512,022
Computers	133,051,766	16,774,445	-	149,826,211	20.00	77,593,707	8,786,500	-	86,380,207	63,446,004
Software (Office Operation)	31,905,836	-	-	31,905,836	33.33	22,398,904	2,982,626	-	25,381,529	6,524,306
Software (Business Operation)	137,540,494	-	-	137,540,494	20.00	121,877,160	11,547,450	-	133,424,610	4,115,884
Telephone and telex	9,329,361	884,342	(224,425)	9,989,278	33.33	7,303,848	670,710	(152,352)	7,822,206	2,167,072
Motor vehicles	288,539,155	12,837,404	(26,433,044)	274,943,515	25.00	145,270,908	26,620,899	(16,115,897)	155,775,910	119,167,605
Total as on June 30, 2017	**1,205,376,097**	**61,573,097**	**(26,991,723)**	**1,239,957,471**		**598,463,488**	**76,492,441**	**(16,351,102)**	**658,604,826**	**581,352,645**
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**

A(a) Consolidated fixed assets including land, building, furniture and fixtures-for half year end 2017

Asset category	Cost				Rate	Depreciation				Written down value at June 30, 2017
	Balance at January 1, 2017	Addition during the period	Disposal/ adjustment during the period	Balance at June 30, 2017		Balance at January 1, 2017	Charged for the period	Adjustment during the period	Balance at June 30, 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	2,593,991	-	23,343,109	184,176,193
Furniture and fixtures	97,374,689	5,772,336	(34,254)	103,112,771	12.50	36,472,604	5,643,987	(357)	42,116,234	60,996,537
Electrical equipment	95,970,699	3,937,117	(200,000)	99,707,815	20.00	64,113,090	4,838,583	(45,000)	68,906,672	30,801,143
Curtain and carpets	5,109,062	650,055	(136,335)	5,622,782	33.33	2,855,226	629,110	(73,826)	3,410,510	2,212,271
Office equipment	125,458,984	17,051,159	-	142,510,143	20.00	102,790,783	5,523,052	-	108,313,835	34,196,308
Office decoration	150,272,999	8,364,229	-	158,637,228	20.00	72,403,675	10,371,521	-	82,775,197	75,862,031
Computers	151,998,424	20,440,571	-	172,438,995	20.00	92,449,197	9,597,813	-	102,047,009	70,391,986
Software (Office Operation)	39,708,911	-	-	39,708,911	33.33	28,244,756	3,692,384	-	31,937,140	7,771,771
Software (Business Operation)	137,540,494	1,374,186	-	138,914,680	20.00	121,877,160	11,582,042	-	133,459,202	5,455,478
Telephone and telex	12,508,526	1,171,632	(448,525)	13,231,632	33.33	9,897,557	850,389	(329,183)	10,418,764	2,812,868
Motor vehicles	326,451,426	23,334,404	(30,198,444)	319,587,386	25.00	170,745,467	29,736,029	(19,780,004)	180,701,492	138,885,894
Total as on June 30, 2017	**1,376,871,985**	**82,095,688**	**(31,017,558)**	**1,427,950,115**		**722,598,634**	**85,058,901**	**(20,228,370)**	**787,429,165**	**640,520,950**
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 half yearly 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 June 30, 2017 and profit for the same period. The number of shares outstanding for the period was 349.97 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 349.97 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, July 19, 2017

AMAR STOCK