HALF YEARLY REPORT

June 30, 2018



ENGAGING COMMUNITIES
SPREADING
HAPPINESS

IDLC Finance Limited
financing happiness

IDLC Finance Limited

Financial Statements

as at and for the period ended June 30, 2018

AMAR STOCK

IDLC Finance Limited and its Subsidiaries
Consolidated Balance Sheet (Un-audited) as at June 30, 2018

	Note	30.06.2018 Taka	31.12.2017 Taka
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	430,000	385,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,342,743,589	1,095,727,369
		1,343,173,589	**1,096,112,369**
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	16,651,434,656	13,631,778,315
Outside Bangladesh	4(b)	-	-
		16,651,434,656	**13,631,778,315**
Money at call and short notice	5	-	-
Investments	6		
Government		-	-
Others		6,539,503,132	7,922,749,192
		6,539,503,132	**7,922,749,192**
Loans and advances	7		
Loans, cash credit, overdraft etc.		78,838,349,242	71,498,548,035
Bills purchased and discounted		-	-
		78,838,349,242	**71,498,548,035**
Fixed assets including land, building, furniture and fixtures	8(c)	604,920,198	662,791,925
Other assets	9	1,460,453,415	874,963,255
Non-banking assets		-	-
Total Assets		**105,437,834,233**	**95,686,943,091**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	**14,425,854,278**	**11,400,359,336**
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		66,091,424,183	59,853,619,702
Bearer certificate of deposits		-	-
Other deposits		2,396,245,183	2,238,814,210
		68,487,669,366	**62,092,433,912**
Other liabilities	12	**9,946,475,064**	**9,596,670,976**
Total Liabilities		**92,859,998,708**	**83,089,464,224**
Capital/Shareholders' equity			
Paid-up capital	13	3,770,507,800	3,770,507,800
Share premium	14	1,260,585,930	1,260,585,930
Statutory reserves	15	2,098,412,371	2,098,412,371
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		4,401,826,341	4,421,469,765
Total Equity attributable to equity holders of the company		**12,577,832,442**	**12,597,475,866**
Non-controlling interest		**3,083**	**3,001**
Total Liabilities and Shareholders' equity		**105,437,834,233**	**95,686,943,091**

AMARSTOCK

	Note	30.06.2018 Taka	31.12.2017 Taka
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		37,136,546	91,601,562
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		787,136,546	**841,601,562**
Other commitments	17.2		
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Un-drawn note issuance and revolving underwriting facilities		-	-
Un-drawn formal standby facilities, credit lines		-	-
Un-disbursed contracted loans and leases		1,565,981,419	1,184,170,146
		1,565,981,419	**1,184,170,146**
Total Off-Balance Sheet items including contingent liabilities		**2,353,117,965**	**2,025,771,708**
Net Assets Value (NAV) per share	35	**33.36**	**33.41**

The annexed notes from 1 to 37 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 29, 2018

AMAR STOCK

IDLC Finance Limited and its Subsidiaries

Consolidated Profit and Loss Account (Un-audited) for the period ended June 30, 2018

	Note	Jan to Jun'18 Taka	Jan to Jun'17 Taka	Apr to Jun'18 Taka	Apr to Jun'17 Taka
Interest income	19	5,207,976,620	4,325,046,633	2,815,952,445	2,237,944,354
Interest on deposits and borrowings etc.	20	(3,191,415,477)	(2,309,841,314)	(1,767,521,547)	(1,172,599,093)
Net interest income		**2,016,561,143**	**2,015,205,319**	**1,048,430,898**	**1,065,345,261**
Investment income	21	414,021,020	526,096,916	149,397,695	193,076,831
Commission, exchange and brokerage	22	261,639,313	360,308,590	152,827,655	139,111,728
Other operating income	23	206,261,910	253,730,795	89,848,170	118,652,435
Total operating income		**2,898,483,386**	**3,155,341,620**	**1,440,504,418**	**1,516,186,255**
Salaries and allowances	24	613,844,620	626,196,041	311,996,462	316,007,752
Rent, taxes, insurance, electricity etc.	25	111,244,671	108,919,777	57,335,585	58,020,664
Legal expenses	26	8,037,983	16,575,971	4,000,604	7,165,251
Postage, stamp, telecommunication etc.	27	19,520,689	18,530,614	9,850,912	10,112,127
Stationery, printing, advertisements etc.	28	85,312,116	78,645,372	35,035,609	42,262,717
Managing Director's salary and benefits	29	6,430,000	6,430,000	3,090,000	3,090,000
Directors' fees	30	1,000,068	1,171,954	668,008	766,106
Auditors' fees	31	635,000	704,311	260,000	466,811
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	90,711,668	101,605,931	45,789,241	49,835,017
Other expenses	33	187,569,137	200,046,034	92,778,209	103,162,946
Total operating expenses		**1,124,305,952**	**1,158,826,005**	**560,804,630**	**590,889,391**
Profit before provision		**1,774,177,434**	**1,996,515,616**	**879,699,788**	**925,296,865**
Provision for loans and investments	12.6(ii)				
General provision		55,955,655	53,401,048	25,667,910	22,527,073
Specific provision		35,225,770	89,666,082	5,636,640	18,988,306
Provision for diminution in value of investments		128,691,142	-	99,818,358	(437,761)
Other provisions		-	-	-	-
Total provision		**219,872,567**	**143,067,130**	**131,122,908**	**41,077,618**
Total profit before taxation		**1,554,304,867**	**1,853,448,486**	**748,576,880**	**884,219,246**
Provision for taxation		442,795,869	684,275,679	187,681,312	316,490,767
Net profit after taxation		**1,111,508,998**	**1,169,172,807**	**560,895,568**	**567,728,479**
Attributable to:					
Shareholders of the Company		1,111,508,916	1,169,172,341	560,895,520	567,728,374
Non-controlling interest		82	466	48	105
		1,111,508,998	**1,169,172,807**	**560,895,568**	**567,728,479**
Retained surplus		**1,111,508,916**	**1,169,172,341**	**560,895,520**	**567,728,374**
Earnings Per Share (EPS)	34	**2.95**	**3.20**	**1.49**	**1.55**

The annexed notes from 1 to 37 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 29, 2018

IDLC Finance Limited and its Subsidiaries
Consolidated Cash Flow Statement (Un-audited)
for the period ended June 30, 2018

	30.06.2018 Taka	30.06.2017 Taka
A) Cash flows from operating activities		
Interest received	4,975,823,256	4,263,029,867
Interest paid	(2,761,427,366)	(2,518,414,425)
Dividend received	69,094,632	75,095,932
Fees and commission received	261,639,313	360,308,590
Paid to employees and suppliers	(1,044,089,853)	(1,073,767,103)
Payment of income tax	(510,916,231)	(496,573,024)
Received from other operating activities	547,392,215	697,674,387
Cash generated from operating activities before changes in operating assets and liabilities	**1,537,515,966**	**1,307,354,223**
Increase/(decrease) in operating assets and liabilities		
Lease receivable	330,075,043	(33,494,915)
Long-term finance	(6,380,054,644)	(5,631,596,078)
Real estate finance	(1,702,968,090)	(2,085,171,689)
Car loan	257,787,328	177,640,369
Personal loan	(20,479,612)	6,984,355
Loan against deposit	(124,483,533)	103,149,059
Margin loan to portfolio investors	501,844,398	(422,927,864)
Short term finance	(53,922,388)	4,803,125
Other assets	(500,936,506)	(314,155,216)
Term and other deposits	6,395,235,454	4,974,154,659
Net drawdown of short term loan	4,055,000,000	3,025,000,000
Payable and accrued expenses	(286,617,923)	129,244,868
Deferred liability-employee gratuity	12,755,568	26,326,869
Portfolio investors' fund	(335,386,742)	103,474,648
Interest suspense account	(43,433,094)	42,188,658
	2,104,415,260	105,620,847
Net cash flows from/(used in) operating activities	**3,641,931,226**	**1,412,975,070**
B) Cash flows from investing activities		
Purchase of fixed assets	(25,607,427)	(82,095,688)
Disposal of fixed assets	7,059,136	17,846,578
Net proceeds of investment in securities	1,383,246,060	(1,029,349,454)
Net cash flows from/(used in) investing activities	**1,364,697,769**	**(1,093,598,564)**
C) Cash flows from financing activities		
Drawdown of term loans	797,419,051	1,162,602,735
Repayment of term loans	(1,826,924,108)	(2,156,773,117)
Proceeds from right issue	-	2,513,671,860
Dividend paid	(710,406,377)	(735,521,063)
Net cash flows from/(used in) financing activities	**(1,739,911,434)**	**783,980,416**
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	**3,266,717,561**	**1,103,356,922**
E) Effects of exchange rate changes on cash and cash equivalents	**-**	**-**
F) Cash and cash equivalents at beginning of the period	**14,727,890,684**	**11,353,339,202**
G) Cash and cash equivalents at end of the period (D+E+F)	**17,994,608,245**	**12,456,696,124**
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	430,000	376,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,342,743,589	1,096,064,956
Balance with other banks and financial institutions (Note-4)	16,651,434,656	11,360,255,168
Money at call and short notice (Note-5)	-	-
	17,994,608,245	**12,456,696,124**
Net operating cash flow per share (Note-36)	**9.66**	**3.75**

The annexed notes from 1 to 37 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, 2018

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, 2018	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	4,421,469,765	12,597,475,866	3,001	12,597,478,867
Dividend for 2017:									
30% cash dividend	-	-	-	-	-	(1,131,152,340)	(1,131,152,340)	-	(1,131,152,340)
Changes in accounting policy	-	-	-	-	-	-	-	-	-
Restated balance	**3,770,507,800**	**1,260,585,930**	**2,098,412,371**	**1,000,000,000**	**46,500,000**	**3,290,317,425**	**11,466,323,526**	**3,001**	**11,466,326,527**
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	-
Net gain and losses not recognised in the profit and loss accounts	-	-	-	-	-	-	-	-	-
Net profit for the half year ended 2018	-	-	-	-	-	1,111,508,916	1,111,508,916	82	1,111,508,998
Appropriation to reserves	-	-	-	-	-	-	-	-	-
Balance at June 30, 2018	**3,770,507,800**	**1,260,585,930**	**2,098,412,371**	**1,000,000,000**	**46,500,000**	**4,401,826,341**	**12,577,832,442**	**3,083**	**12,577,835,525**
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, 2018

	Note	30.06.2018 Taka	31.12.2017 Taka
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	330,000	285,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,342,743,589	1,095,727,369
		1,343,073,589	**1,096,012,369**
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	15,513,833,846	12,676,746,983
Outside Bangladesh	4(b)	-	-
		15,513,833,846	**12,676,746,983**
Money at call and short notice	5	-	-
Investments	6		
Government		-	-
Others		2,793,961,224	3,213,212,864
		2,793,961,224	**3,213,212,864**
Loans and advances	7		
Loans, cash credit, overdraft etc.		77,824,729,829	70,665,633,916
Bills purchased and discounted		-	-
		77,824,729,829	**70,665,633,916**
Fixed assets including land, building, furniture and fixtures	8(c)	546,305,454	597,256,072
Other assets	9	4,454,155,748	4,362,120,314
Non-banking assets		-	-
Total Assets		**102,476,059,689**	**92,610,982,518**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	14,325,854,278	11,230,359,336
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		66,932,093,912	60,538,332,988
Bearer certificate of deposits		-	-
Other deposits		2,396,245,183	2,238,814,210
		69,328,339,095	**62,777,147,198**
Other liabilities	12	**8,585,251,355**	**8,034,379,208**
Total Liabilities		**92,239,444,728**	**82,041,885,742**
Capital/Shareholders' equity			
Paid-up capital	13	3,770,507,800	3,770,507,800
Share premium	14	1,260,585,930	1,260,585,930
Statutory reserves	15	2,098,412,371	2,098,412,371
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves		46,500,000	46,500,000
Retained earnings		2,060,608,860	2,393,090,675
Total Equity		**10,236,614,961**	**10,569,096,776**
Total Liabilities and Shareholders' equity		**102,476,059,689**	**92,610,982,518**

AMARSTOCK

	Note	30.06.2018 Taka	31.12.2017 Taka
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		37,136,546	91,601,562
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		787,136,546	**841,601,562**
Other commitments	17.2		
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Un-drawn note issuance and revolving underwriting facilities		-	-
Un-drawn formal standby facilities, credit lines		-	-
Un-disbursed contracted loans and leases		1,565,981,419	1,184,170,146
		1,565,981,419	**1,184,170,146**
Total Off-Balance Sheet items including contingent liabilities		**2,353,117,965**	**2,025,771,708**
Net Assets Value (NAV) per share	35	**27.15**	**28.03**

The annexed notes from 1 to 37 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 29, 2018

AMAR STOCK

IDLC Finance Limited

Profit and Loss Account (Un-audited) for the period ended June 30, 2018

	Note	Jan to Jun'18 Taka	Jan to Jun'17 Taka	Apr to Jun'18 Taka	Apr to Jun'17 Taka
Interest income	19	5,092,788,088	4,226,971,455	2,741,500,076	2,187,213,815
Interest on deposits and borrowings etc.	20	(3,216,181,947)	(2,306,740,896)	(1,782,026,443)	(1,170,597,068)
Net interest income		**1,876,606,141**	**1,920,230,559**	**959,473,633**	**1,016,616,747**
Investment income	21	239,687,695	256,780,633	75,045,020	125,865,391
Commission, exchange and brokerage	22	20,638,763	11,880,000	19,684,959	11,880,000
Other operating income	23	203,854,391	250,217,508	88,945,060	117,844,278
Total operating income		**2,340,786,990**	**2,439,108,700**	**1,143,148,672**	**1,272,206,416**
Salaries and allowances	24	503,398,464	514,805,400	253,959,242	258,330,755
Rent, taxes, insurance, electricity etc.	25	91,185,881	88,016,139	47,543,102	47,262,242
Legal expenses	26	6,546,455	15,195,292	3,450,024	6,535,899
Postage, stamp, telecommunication etc.	27	15,365,579	14,885,479	7,777,873	8,292,980
Stationery, printing, advertisements etc.	28	72,662,253	67,687,610	30,945,125	34,019,387
Managing Director's salary and benefits	29	6,430,000	6,430,000	3,090,000	3,090,000
Directors' fees	30	708,400	893,156	496,800	607,956
Auditors' fees	31	460,000	529,311	172,500	379,311
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	78,337,914	90,700,436	39,444,452	44,153,566
Other expenses	33	164,131,704	179,288,767	77,722,203	97,247,572
Total operating expenses		**939,226,650**	**978,431,590**	**464,601,322**	**499,919,667**
Profit before provisions		**1,401,560,340**	**1,460,677,110**	**678,547,350**	**772,286,749**
Provision for loans and investments	12.6(ii)				
General provision		58,573,290	50,890,195	26,578,937	23,766,529
Specific provision		70,483,889	89,666,082	5,636,640	18,988,306
Provision for diminution in value of investments		77,055,469	-	77,055,469	-
Other provision		-	-	-	-
Total provision		**206,112,648**	**140,556,277**	**109,271,046**	**42,754,835**
Total profit before taxation		**1,195,447,692**	**1,320,120,833**	**569,276,304**	**729,531,914**
Provision for taxation		396,777,167	525,714,271	165,848,969	269,960,626
Net profit after taxation		**798,670,525**	**794,406,562**	**403,427,335**	**459,571,288**
Earnings Per Share (EPS)	34	**2.12**	**2.17**	**1.07**	**1.26**

The annexed notes from 1 to 37 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 29, 2018

IDLC Finance Limited

Cash Flow Statement (Un-audited) for the period ended June 30, 2018

	30.06.2018 Taka	30.06.2017 Taka
A) Cash flows from operating activities		
Interest received	4,866,906,850	4,158,846,831
Interest paid	(2,947,167,637)	(2,502,572,985)
Dividend received	18,098,909	30,941,992
Fees and commission received	20,638,763	11,880,000
Paid to employees and suppliers	(869,571,729)	(901,939,149)
Payment of income tax	(419,918,395)	(433,503,559)
Received from other operating activities	421,712,079	469,449,354
Cash generated from operating activities before changes in operating assets and liabilities	**1,090,698,840**	**833,102,484**
Increase/(decrease) in operating assets and liabilities		
Lease receivable	330,075,043	(33,494,915)
Long-term finance	(6,380,054,644)	(5,631,596,078)
Real estate finance	(1,702,968,090)	(2,085,171,689)
Car loan	257,787,328	177,640,369
Personal loan	(20,479,612)	6,984,355
Loan against deposit	(124,483,533)	103,149,059
Loan to subsidiaries	682,549,692	(663,849,692)
Short term finance	(53,922,388)	4,803,125
Other assets	(13,793,906)	(34,678,621)
Term and other deposits	6,551,191,897	4,941,667,159
Net drawdown of short term loan	4,125,000,000	3,025,000,000
Payable and accrued expenses	(288,118,563)	129,044,332
Deferred liability-employee gratuity	9,692,111	15,199,487
Interest suspense account	(43,433,094)	42,188,658
	3,329,042,242	(3,114,452)
Net cash flows from/(used in) operating activities	**4,419,741,083**	**829,988,033**
B) Cash flows from investing activities		
Purchase of fixed assets	(21,967,343)	(61,573,097)
Disposal of fixed assets	7,034,137	17,198,525
Net proceeds of investment in securities	419,251,640	(109,500,902)
Net cash flows from/(used in) investing activities	**404,318,434**	**(153,875,474)**
C) Cash flows from financing activities		
Drawdown of term loans	797,419,051	1,162,602,735
Repayment of term loans	(1,826,924,108)	(2,156,773,117)
Proceeds from right issue	-	2,513,671,860
Dividend paid	(710,406,377)	(735,521,063)
Net cash flows from/(used in) financing activities	**(1,739,911,434)**	**783,980,416**
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	**3,084,148,083**	**1,460,092,975**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	**13,772,759,352**	**10,155,642,099**
G) Cash and cash equivalents at end of the period (D+E+F)	**16,856,907,435**	**11,615,735,073**
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies) (Note-3.1)	330,000	276,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,342,743,589	1,096,064,956
Balance with other banks and financial institutions (Note-4)	15,513,833,846	10,519,394,117
Money at call and short notice (Note-5)	-	-
	16,856,907,435	**11,615,735,073**
Net operating cash flow per share (Note-36)	**11.72**	**2.20**

The annexed notes from 1 to 37 form an integral part of these financial statements.

IDLC Finance Limited
Statement of Changes in Equity (Un-audited)
for the period ended June 30, 2018

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, 2018	3,770,507,800	1,260,585,930	2,098,412,371	1,000,000,000	46,500,000	2,393,090,675	10,569,096,776
Dividend for 2017:							
30% cash dividend	-	-	-	-	-	(1,131,152,340)	(1,131,152,340)
Changes in accounting policy	-	-	-	-	-	-	-
Restated balance	**3,770,507,800**	**1,260,585,930**	**2,098,412,371**	**1,000,000,000**	**46,500,000**	**1,261,938,335**	**9,437,944,436**
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-
Net gain and losses not recognised in the profit and loss accounts	-	-	-	-	-	-	-
Net profit for the half year ended 2018	-	-	-	-	-	798,670,525	798,670,525
Appropriation to reserve	-	-	-	-	-	-	-
Balance at June 30, 2018	**3,770,507,800**	**1,260,585,930**	**2,098,412,371**	**1,000,000,000**	**46,500,000**	**2,060,608,860**	**10,236,614,961**
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, 2018

1. Company and its activities

1.1 Legal status and nature of the Company

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

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

1.2 Principal activities and nature of operation

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

1.3 Subsidiary companies

1.3.1 IDLC Securities Limited (IDLC SL)

IDLC Securities Limited, a wholly owned subsidiary company of IDLC Finance Limited, was incorporated on April 19, 2006 as a private limited company under Companies Act, 1994. The Company had started its operation from September 2006. The main objective of the Company is to act as a member of stock exchanges to operate the Central Depository System (CDS) and to carry on the business of brokers, jobbers or dealers in stocks, shares, securities, commodities, commercial papers, bonds, obligations and debentures etc.

1.3.2 IDLC Investments Limited (IDLC IL)

As required by the Bangladesh Securities & Exchange Commission (BSEC), the Company formed a separate subsidiary on May 19, 2010 in the name and style of "IDLC Investments Limited" to transfer its merchant banking activities. As per Securities and Exchange Commission (Merchant Banker and Portfolio Manager) Rules, 1996, the services of issue management, portfolio management, underwriting of shares and securities advisory services fall under the purview of merchant banking operation. The Company obtained license from the Bangladesh Securities and Exchange Commission (BSEC) on August 02, 2011 and commenced its business on August 16, 2011.

1.3.3 IDLC Asset Management Limited (IDLC AML)

IDLC Asset Management Limited (IDLC AML), another wholly owned subsidiary company of IDLC Finance Limited, was incorporated on November 19, 2015 as a private limited company under Companies Act, 1994.The registered office of the Company is situated at South Avenue Tower (5th Floor), 7 Gulshan Avenue, Gulshan 1, Dhaka. It is a subsidiary Company of IDLC Finance Limited that holds 99.99% ownership of the company.

The main objective of the Company is to carry out the business of asset management, primarily, through launching and managing mutual funds to cater diverse needs of investors. Beside institutional fund management IDLC AML also aims to facilitate alternative investments in terms of private equity and venture capital.

2. Basis of preparation and significant accounting policies

2.1 Statement of compliance

The consolidated financial statements and 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 (IAS) and International Financial Reporting Standards (IFRS) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), except the circumstances where local regulations differ, and the Companies Act, 1994, the Financial Institutions Act, 1993, Securities and Exchange Rules, 1987 & the (Listing) Regulations, 2015 of Dhaka & Chittagong Stock Exchanges and other applicable laws and regulations.

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

2.2 Basis of measurement

This financial statements have been prepared based on Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) and no adjustment has been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

2.3 Date of authorisation

The Board of directors has authorised this financial statements for public issue on July 29, 2018.

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
3	**Cash**				
3.1	**Cash in hand (including foreign currencies):**				
	In local currency	330,000	285,000	430,000	385,000
	In foreign currency	-	-	-	-
		330,000	285,000	430,000	385,000
3.2	**Balance with Bangladesh Bank and its agent (including foreign currencies)**				
	In local currency	1,342,743,589	1,095,727,369	1,342,743,589	1,095,727,369
	In foreign currency	-	-	-	-
		1,342,743,589	1,095,727,369	1,342,743,589	1,095,727,369
		1,343,073,589	**1,096,012,369**	**1,343,173,589**	**1,096,112,369**
4	**Balance with other banks and financial institutions in Bangladesh**				
4(a)	**Inside Bangladesh:**				
	Current deposits in local currency				
	Woori Bank	19,402	15,927	19,402	15,927
	Bank Al- Falah Limited	4,855	5,430	4,855	5,430
	One Bank Limited	-	-	3,403,402	8,645,318
	Jamuna Bank Limited	8,390	8,390	8,390	8,390
	The City Bank Limited	3,826,306,689	38,884,706	3,826,306,689	38,884,706
	National Bank Limited	7,874,689	3,949,086	7,874,689	3,949,086
	Bank Asia Limited	15,160,519	13,098,902	15,160,519	13,098,902
	State Bank of India	9,180,169	4,700,049	9,180,169	4,700,049
	Commercial Bank of Ceylon PLC	9,739,734	3,586,580	11,154,060	3,925,605
	Citibank N.A	81,335,449	134,980,349	81,335,448	134,980,349
	Standard Chartered Bank	118,090,373	(1,084,422,501)	356,572,381	(733,627,887)
	Mutual Trust Bank Limited	3,197,203	170,695,065	3,197,203	170,695,065
	Exim Bank Limited	9,340,819	5,980,591	9,340,819	5,980,591
	Dutch Bangla Bank Limited	(9,213,831)	32,387,903	(9,213,831)	32,387,903
	BRAC Bank Limited	(48,889,675)	1,275,452	(25,936,345)	15,082,664
	Dhaka Bank Limited	7,163,718	14,570,753	7,163,718	14,570,753
	NRB Bank Limited	-	-	12,895,508	3,048,006
	Mercantile Bank Limited	1,140,991	2,290,910	1,140,991	2,290,910
	IDLC Investments Limited	43,890,756	9,586,771	-	-
		4,074,350,250	(648,405,637)	4,309,608,068	(281,358,233)
	Short-term deposit accounts				
	Prime Bank Limited	1,089,708	7,989,445	1,089,708	7,989,445
	Dutch Bangla Bank Limited	-	-	4,267,357	3,472,106
	The City Bank Limited	720,343	(34,098)	720,343	(34,098)
	BRAC Bank Limited	-	-	19,422,533	38,049,436
	Southeast Bank Limited	5,110,353	9,769,680	5,110,353	9,769,680
	Citibank N.A.	74,162,378	90,303,317	74,162,378	90,303,317
	Standard Chartered Bank	414,266	923,270,021	416,143	923,803,070
	Commercial Bank of Ceylon	7,985,400	3,850,090	16,816,772	34,602,618
	One Bank Limited	-	-	465,478	42,405,043
	NCC Bank Limited	-	-	495,846,174	445,409,692
	Eastern Bank Limited	-	-	-	777,653
	NRB Bank Limited	1,148	4,165	9,349	88,586
		89,483,596	1,035,152,620	618,326,588	1,596,636,548
	Fixed Deposits				
	Al-Arafah Islami Bank Limited	800,000,000	700,000,000	800,000,000	700,000,000
	LankaBangla Finance Limited	-	-	97,000,000	-
	AB Bank Limited	200,000,000	-	200,000,000	-
	Meghna Bank Limited	750,000,000	750,000,000	750,000,000	750,000,000
	Union Bank Limited	300,000,000	1,100,000,000	300,000,000	1,100,000,000
	ONE Bank Limited	2,500,000,000	2,000,000,000	2,500,000,000	2,000,000,000
	Midland Bank Limited	500,000,000	-	500,000,000	-
	Jamuna Bank Limited	-	1,450,000,000	-	1,450,000,000
	Social Islami Bank Limited	1,000,000,000	1,400,000,000	1,000,000,000	1,400,000,000
	Mercantile Bank Limited	-	500,000,000	-	500,000,000
	The City Bank Limited	-	1,290,000,000	-	1,290,000,000
	Dhaka Bank Limited	3,000,000,000	2,000,000,000	3,000,000,000	2,000,000,000
	NRB Global Bank Limited	-	450,000,000	-	450,000,000
	Standard Bank Limited	1,200,000,000	450,000,000	1,200,000,000	450,000,000
	Export Import Bank of Bangladesh Limited	900,000,000	-	1,150,000,000	-
	Meridian Finance & Investment Limited	-	200,000,000	-	200,000,000
	Trust Bank Limited	-	-	2,500,000	2,500,000
	Standard Chartered Bank	-	-	24,000,000	24,000,000
	IPDC Finance Limited.	200,000,000	-	200,000,000	-
		11,350,000,000	12,290,000,000	11,723,500,000	12,316,500,000
		15,513,833,846	**12,676,746,983**	**16,651,434,656**	**13,631,778,315**
4(b)	**Outside Bangladesh**	-	-	-	-
	Total balance	**15,513,833,846**	**12,676,746,983**	**16,651,434,656**	**13,631,778,315**

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 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)	714,750,000	774,750,000	870,045,146	952,536,324
	Investment in marketable securities (Note 6.3)	1,871,347,224	2,230,598,864	5,461,593,986	6,762,348,868
	Investment in open end mutual fund (Note 6.4)	200,000,000	200,000,000	200,000,000	200,000,000
	Other investments	-	-	-	-
	Gold etc.	-	-	-	-
		2,793,961,224	3,213,212,864	6,539,503,132	7,922,749,192
		2,793,961,224	**3,213,212,864**	**6,539,503,132**	**7,922,749,192**

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	180,000,000	240,000,000	180,000,000	240,000,000
The City Bank Limited	234,750,000	234,750,000	234,750,000	234,750,000
United Commercial Bank Limited	300,000,000	300,000,000	300,000,000	300,000,000
Impress-Newtex Composite Textile Limited	-	-	155,295,146	177,786,324
Total	**714,750,000**	**774,750,000**	**870,045,146**	**952,536,324**

6.3 Investment in marketable securities

Investment in marketable securities (Note 6.3.1)	1,854,275,994	2,230,598,864	5,441,919,496	6,762,348,868
Investment in Initial Public Offering (Note 6.3.2)	17,071,230	-	19,674,490	-
	1,871,347,224	**2,230,598,864**	**5,461,593,986**	**6,762,348,868**

6.3.1 Investment in marketable securities

Details of marketable securities are given below:

	IDLC Finance Limited		IDLC Group	
Business Segments	**Cost price**	**Market price at the end of the year**	**Cost price**	**Market price at the end of the year**
	Taka	**Taka**	**Taka**	**Taka**
Mutual Funds	65,047,280	57,519,822	203,133,954	195,889,250
Banks	986,750,339	952,959,128	2,160,837,920	1,947,645,101
Textiles	26,860	167,338	107,440	669,351
Pharmaceuticals & Chemicals	166,098,995	170,501,957	847,907,453	851,365,476
Fuel & Power	106,670	470,415	495,065,340	467,929,368
Financial Institutions	9,999,990	9,999,990	9,999,990	9,999,990
Telecom	442,543,705	409,208,358	1,140,298,223	1,020,480,056
Food & Allied	11,941,650	12,098,450	267,110,578	273,814,886
Engineering & Others	171,760,505	164,295,068	317,458,599	312,266,090
	1,854,275,994	**1,777,220,524**	**5,441,919,496**	**5,080,059,568**

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
6.3.2	**Investment in Initial Public Offering**	**17,071,230**	**-**	**19,674,490**	**-**

6.4 Investment in open end mutual fund

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

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
7	**Loans and advances**				
	Inside Bangladesh:				
	Lease receivable (Note 7.1)	4,298,745,521	4,628,820,564	4,298,745,521	4,628,820,564
	Long-term finance (Note 7.2)	45,622,893,655	39,242,839,011	45,622,893,655	39,242,839,011
	Real estate finance (Note 7.3)	23,164,485,276	21,461,517,186	23,164,485,276	21,461,517,186
	Car loans (Note 7.4)	1,600,735,527	1,858,522,855	1,600,735,527	1,858,522,855
	Personal loan (Note 7.5)	113,336,984	92,857,372	113,336,984	92,857,372
	Short term finance (Note 7.6)	831,644,076	777,721,688	831,644,076	777,721,688
	Loan to subsidiaries (Note 7.7)	547,800,000	1,230,349,692	-	-
	Loan against deposit (LAD)	539,648,296	415,164,763	539,648,296	415,164,763
	Margin loan to portfolio investors (Note 7.8)	-	-	1,561,419,413	2,063,263,811
	Interest receivable (Note-7.9)	1,105,440,495	957,840,785	1,105,440,495	957,840,785
		77,824,729,829	70,665,633,916	78,838,349,242	71,498,548,035
	Outside Bangladesh	-	-	-	-
		77,824,729,829	**70,665,633,916**	**78,838,349,242**	**71,498,548,035**
7.1	**Lease receivable**				
	Balance at January 1	4,628,820,564	4,949,942,229	4,628,820,564	4,949,942,229
	Add: Addition during the year/period	822,694,179	1,708,529,716	822,694,179	1,708,529,716
		5,451,514,743	6,658,471,945	5,451,514,743	6,658,471,945
	Less: Realisation during the year/period	1,152,769,221	2,029,651,381	1,152,769,221	2,029,651,381
	Balance at year/period end	**4,298,745,521**	**4,628,820,564**	**4,298,745,521**	**4,628,820,564**
7.2	**Long-term finance**				
	Balance at January 1	39,242,839,011	33,044,382,500	39,242,839,011	33,044,382,500
	Add: Disbursement during the year/period	18,634,246,588	26,025,645,752	18,634,246,588	26,025,645,752
		57,877,085,599	59,070,028,252	57,877,085,599	59,070,028,252
	Less: Realisation during the year/period	12,254,191,944	19,827,189,241	12,254,191,944	19,827,189,241
	Balance at year/period end	**45,622,893,655**	**39,242,839,011**	**45,622,893,655**	**39,242,839,011**
7.3	**Real estate finance**				
	This represents loans to individuals, employees under the Company's real estate loan scheme and corporate bodies for purchase and construction of apartments and homes in urban areas for periods ranging from 5 to 20 years.				
	Balance at January 1	21,461,517,186	18,108,222,920	21,461,517,186	18,108,222,920
	Add : Disbursement during the year/period	3,500,997,625	8,096,148,345	3,500,997,625	8,096,148,345
		24,962,514,811	26,204,371,265	24,962,514,811	26,204,371,265
	Less : Realisation during the year/period	1,798,029,535	4,742,854,079	1,798,029,535	4,742,854,079
	Balance at year/period end	**23,164,485,276**	**21,461,517,186**	**23,164,485,276**	**21,461,517,186**
7.4	**Car loans**				
	Balance at January 1	1,858,522,855	2,369,827,680	1,858,522,855	2,369,827,680
	Add : Disbursement during the year/period	166,932,725	455,177,855	166,932,725	455,177,855
		2,025,455,580	2,825,005,535	2,025,455,580	2,825,005,535
	Less : Realisation during the year/period	424,720,053	966,482,680	424,720,053	966,482,680
	Balance at year/period end	**1,600,735,527**	**1,858,522,855**	**1,600,735,527**	**1,858,522,855**
7.5	**Personal loan**				
	Balance at January 1	92,857,372	87,957,182	92,857,372	87,957,182
	Add : Disbursement during the year/period	41,904,972	47,387,733	41,904,972	47,387,733
		134,762,344	135,344,915	134,762,344	135,344,915
	Less : Realisation during the year/period	21,425,360	42,487,543	21,425,360	42,487,543
	Balance at year/period end	**113,336,984**	**92,857,372**	**113,336,984**	**92,857,372**
7.6	**Short term finance**				
	Factoring of account receivable	831,644,076	777,721,688	831,644,076	777,721,688

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
7.7	**Loan to Subsidiaries**				
	Balance at January 1	1,230,349,692	260,800,000	-	-
	Add : Disbursement during the year/period	3,274,300,000	11,593,399,692	-	-
		4,504,649,692	11,854,199,692	-	-
	Less : Realisation during the year/period	3,956,849,692	10,623,850,000	-	-
	Balance at year/period end	**547,800,000**	**1,230,349,692**	-	-
7.7.1	**Loan to IDLC Investments Limited**				
	Balance at January 1	1,230,349,692	260,800,000	-	-
	Add : Disbursement during the year/period	2,944,300,000	10,098,399,692	-	-
		4,174,649,692	10,359,199,692	-	-
	Less : Realisation during the year/period	3,626,849,692	9,128,850,000	-	-
	Balance at year/period end	**547,800,000**	**1,230,349,692**	-	-
7.7.2	**Loan to IDLC Securities Limited**				
	Balance at January 1	-	-	-	-
	Add : Disbursement during the year/period	330,000,000	1,495,000,000	-	-
		330,000,000	1,495,000,000	-	-
	Less : Realisation during the year/period	330,000,000	1,495,000,000	-	-
	Balance at year/period end	-	-	-	-
7.8	**Margin loan to portfolio investors**				
	Balance at January 1	-	-	2,063,263,811	1,341,971,074
	Add : Disbursement during the year/period	-	-	1,040,406,132	7,265,731,928
		-	-	3,103,669,943	8,607,703,002
	Less : Realisation during the year/period	-	-	1,542,250,530	6,544,439,191
	Balance at year/period end	-	-	**1,561,419,413**	**2,063,263,811**
7.9	**Interest Receivables**				
	Lease receivable	72,648,110	113,515,497	72,648,110	113,515,497
	Long-term finance	651,408,192	511,476,489	651,408,192	511,476,489
	Real estate finance	325,267,564	269,372,331	325,267,564	269,372,331
	Car loan	16,980,422	17,799,917	16,980,422	17,799,917
	Personal loan	1,659,455	1,913,680	1,659,455	1,913,680
	Loan against deposit (LAD)	33,302,325	34,730,266	33,302,325	34,730,266
	Short term finance	4,174,428	9,032,605	4,174,428	9,032,605
		1,105,440,495	**957,840,785**	**1,105,440,495**	**957,840,785**
8	**Fixed assets including land, building, furniture and fixtures**				
a.	Cost				
	Balance at January 1	1,302,771,783	1,205,376,097	1,502,935,732	1,376,871,985
	Addition during the year/period	21,967,343	151,047,125	25,607,427	187,993,259
		1,324,739,125	1,356,423,222	1,528,543,159	1,564,865,244
	Disposal/Adjustments during the year/period	(17,735,138)	(53,651,439)	(18,005,138)	(61,929,512)
		1,307,003,987	1,302,771,783	1,510,538,021	1,502,935,732
b.	Accumulated depreciation				
	Balance at January 1	705,515,711	598,463,488	840,143,807	722,598,634
	Charged during the year/period	69,654,921	145,839,286	80,216,099	164,225,017
		775,170,632	744,302,774	920,359,906	886,823,651
	Disposal/Adjustments during the year/period	(14,472,099)	(38,787,063)	(14,742,084)	(46,679,844)
		760,698,533	705,515,711	905,617,822	840,143,807
c.	Written down value (a-b)	**546,305,454**	**597,256,072**	**604,920,198**	**662,791,925**

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

9	**Other assets**				
	Investment in subsidiary companies (Note - 9.1)	3,949,999,790	3,949,999,790	-	-
	Accounts receivable (Note - 9.2)	291,423,838	182,287,683	1,182,080,549	578,936,375
	Advances, deposits and prepayments (Note - 9.3)	196,622,868	213,723,589	218,934,447	236,588,461
	Deferred tax asset	16,109,252	16,109,252	40,762,419	40,762,419
	Investment in stock exchanges (Note - 9.4)	-	-	18,676,000	18,676,000
		4,454,155,748	**4,362,120,314**	**1,460,453,415**	**874,963,255**

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
9.1	**Investment in subsidiary companies**				
	IDLC Securities Limited (Note- 9.1.1)	1,649,999,900	1,649,999,900	-	-
	IDLC Investments Limited (Note- 9.1.2)	2,199,999,900	2,199,999,900	-	-
	IDLC Asset Management Limited (Note- 9.1.3)	99,999,990	99,999,990	-	
		3,949,999,790	**3,949,999,790**	-	-

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

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

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

9.2	**Accounts receivable**				
	Interest receivable	218,548,854	140,307,327	225,083,522	140,529,869
	Other receivables	72,874,983	41,980,357	956,997,027	438,406,507
		291,423,838	**182,287,683**	**1,182,080,549**	**578,936,375**
9.3	**Advances, deposits and prepayments**				
	Deposits and prepayments	7,957,426	7,957,426	8,913,439	8,620,606
	Advance against expenses	188,665,442	205,766,163	210,021,008	227,967,855
		196,622,868	**213,723,589**	**218,934,447**	**236,588,461**

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

9.4	**Investment in stock exchanges**				
	DSE membership at cost	-	-	15,225,000	15,225,000
	CSE membership at cost	-	-	3,451,000	3,451,000
		-	-	**18,676,000**	**18,676,000**

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

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

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

10	**Borrowings from other banks, financial institutions**				
	Inside Bangladesh (Note- 10.1)	14,325,854,278	11,230,359,336	14,425,854,278	11,400,359,336
	Outside Bangladesh	-	-	-	-
		14,325,854,278	**11,230,359,336**	**14,425,854,278**	**11,400,359,336**
10.1	**Inside Bangladesh**				
	Secured long term loans				
	Long-term loans				
	Woori Bank	145,000,000	213,333,333	145,000,000	213,333,333
	Total secured long-term loans	**145,000,000**	**213,333,333**	**145,000,000**	**213,333,333**
	Unsecured long-term loans				
	Bond and Debenture				
	A. K. Khan & Company Limited	272,487,126	325,316,491	272,487,126	325,316,491
	Universal Jeans Limited	216,259,624	258,187,691	216,259,624	258,187,691
	Grameen Telecom Trust	134,080,967	160,076,369	134,080,967	160,076,369
	Square Pharmaceuticals Limited	108,129,812	129,093,846	108,129,812	129,093,846
	Pragati Life Insurance Limited	21,625,962	25,818,769	21,625,962	25,818,769
	BETS Consulting Services Limited	21,625,962	25,818,769	21,625,962	25,818,769
	Dr. Abdus Shabur	4,325,192	5,163,754	4,325,192	5,163,754
	Bangla Telecom Limited	26,679,024	31,124,005	26,679,024	31,124,005
	Bangladesh Infrastructure Finance Fund Limited	266,790,237	311,240,055	266,790,237	311,240,055
	Delsey Cotton Spinning Mills Ltd.	53,358,047	62,248,011	53,358,047	62,248,011
		1,125,361,955	1,334,087,760	1,125,361,955	1,334,087,760

	IDLC Finance Limited		IDLC Group	
	30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
Long-term loans				
Kreditanstalt fÜr Wiederaufbau (KfW)	71,318,636	81,275,994	71,318,636	81,275,994
JICA-FDIPP Fund	80,000,000	-	80,000,000	-
Bangladesh Bank (BB Fund-Small Enterprise Refinancing Program)	26,039,721	33,785,833	26,039,721	33,785,833
Bangladesh Bank (Women-Small Enterprise Refinancing Program)	1,947,555,090	2,312,457,441	1,947,555,090	2,312,457,441
Bangladesh Bank (ADB Fund-Small EnterpriseRefinancing Program)	12,796,875	24,478,125	12,796,875	24,478,125
Bangladesh Bank (New Entrepreneur Refinancing Scheme)	71,958,398	101,998,846	71,958,398	101,998,846
Bangladesh Bank (Home Loan Refinancing Program)	540,478,785	570,052,125	540,478,785	570,052,125
Bangladesh Bank (Agro Loan Refinancing Program)	988,922,209	1,243,407,764	988,922,209	1,243,407,764
Bangladesh Bank (JICA Refinancing Program)	456,188,342	564,763,035	456,188,342	564,763,035
SME Foundation	66,000,000	30,000,000	66,000,000	30,000,000
FMO Loan	155,360,000	310,720,000	155,360,000	310,720,000
Investment Promotion & Financing Facilities (IPFF)	589,530,202	602,458,911	589,530,202	602,458,911
Bangladesh Bank Solar Bio Gas & ETP Scheme	34,750,002	2,916,668	34,750,002	2,916,668
Bangladesh Bank Milk Production Scheme	5,400,000	3,400,000	5,400,000	3,400,000
Bangladesh Bank SMEDP02	177,700,000	-	177,700,000	-
Saudi Bangladesh Industrial & Agricultural Investment Company Limited	521,494,063	616,223,500	521,494,063	616,223,500
	5,745,492,324	6,497,938,242	5,745,492,324	6,497,938,242
Total unsecured long-term loan	**6,870,854,278**	**7,832,026,002**	**6,870,854,278**	**7,832,026,002**
Short-term and Call loans:				
Short-term loans				
Citi Bank N.A.	400,000,000	400,000,000	400,000,000	400,000,000
Bank Alfalah Limited	-	200,000,000	-	200,000,000
Standard Chartered Bank	2,750,000,000	1,550,000,000	2,850,000,000	1,720,000,000
Commercial Bank of Ceylon Plc	-	535,000,000	-	535,000,000
One Bank Limited	-	500,000,000	-	500,000,000
Standard Bank Limited	600,000,000	-	600,000,000	-
Mercantile Bank Limited	600,000,000	-	600,000,000	-
	4,350,000,000	3,185,000,000	4,450,000,000	3,355,000,000
Call Loans				
Agrani Bank Limited	250,000,000	-	250,000,000	-
BASIC Bank Limited	290,000,000	-	290,000,000	-
United Commercial Bank Limited	500,000,000	-	500,000,000	-
Dutch Bangla Bank Limited	490,000,000	-	490,000,000	-
Prime Bank Limited	320,000,000	-	320,000,000	-
Mutual Trust Bank Limited	280,000,000	-	280,000,000	-
Janata Bank Limited	170,000,000	-	170,000,000	-
Sonali Bank Limited	310,000,000	-	310,000,000	-
Southeast Bank Limited	350,000,000	-	350,000,000	-
	2,960,000,000	**-**	**2,960,000,000**	**-**
Total short-term and call loans	**7,310,000,000**	**3,185,000,000**	**7,410,000,000**	**3,355,000,000**
Total Borrowings	**14,325,854,278**	**11,230,359,336**	**14,425,854,278**	**11,400,359,336**

11 Deposits and other accounts

Current accounts and other accounts etc	-	-	-	-
Bills payable	-	-	-	-
Savings bank deposits	-	-	-	-
Term deposits (Note- 11.1)	66,932,093,912	60,538,332,988	66,091,424,183	59,853,619,702
Bearer certificate of deposits	-	-	-	-
Refundable deposits (Note- 11.2)	2,396,245,183	2,238,814,210	2,396,245,183	2,238,814,210
	69,328,339,095	**62,777,147,198**	**68,487,669,366**	**62,092,433,912**

11.1 Term deposits

This represents deposits received from institutions and individuals for a period not less than three months.

Balance at January 1	60,538,332,988	47,563,668,197	59,853,619,702	47,474,930,697
Add: Deposits received during the year/period	30,570,435,998	35,652,152,030	30,570,435,998	35,652,152,030
	91,108,768,986	83,215,820,227	90,424,055,700	83,127,082,727
Less: Matured/encashed during the year/period	24,176,675,074	22,677,487,239	24,176,675,074	22,677,487,239
Inter - company deposit	-	-	155,956,443	595,975,786
Balance at year/period end	**66,932,093,912**	**60,538,332,988**	**66,091,424,183**	**59,853,619,702**

11.2 Refundable deposits

The Company takes deposits from the clients of lease and loan on signing of agreement, refundable at the end of the contract period. Balance at year/period end stands as under:

Deposits against loan and lease rental	283,958,962	265,089,005	283,958,962	265,089,005
Deposits against financing as per term of agreements (Security deposits)	2,112,286,221	1,973,725,205	2,112,286,221	1,973,725,205
	2,396,245,183	**2,238,814,210**	**2,396,245,183**	**2,238,814,210**

Security deposits are interest bearing while deposits against loan and lease are non interest bearing.

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
12	**Other liabilities**				
	Payable and accrued expenses (Note- 12.1)	4,622,573,297	4,567,608,997	5,560,605,663	5,343,166,922
	Provision for income tax (Note- 12.2)	1,925,429,392	1,948,570,620	2,213,496,940	2,281,617,302
	Deferred liability-employee gratuity (Note- 12.3)	9,692,111	-	55,009,970	42,254,402
	Portfolio investors' fund (Note- 12.4)	-	-	35,612,287	370,999,029
	Interest suspense account (Note- 12.5)	352,618,275	396,051,369	352,618,275	396,051,369
	Provision for doubtful accounts and future losses (Note- 12.6 (i))	1,237,391,157	1,105,347,063	1,291,074,358	1,145,270,344
	Unpaid dividend	437,547,122	16,801,159	437,547,122	16,801,159
	Deferred tax liability	-	-	510,449	510,449
		8,585,251,355	**8,034,379,208**	**9,946,475,064**	**9,596,670,976**
12.1	**Payable and accrued expenses**				
	Receipt against leases	1,040,704,627	616,546,078	1,040,704,627	616,546,078
	Liabilities for expenses	2,989,059,876	2,803,290,053	3,922,472,665	3,575,729,042
	Liabilities for other finance	592,808,794	1,147,772,866	597,428,370	1,150,891,802
		4,622,573,297	**4,567,608,997**	**5,560,605,663**	**5,343,166,922**
12.2	**Provision for income tax**				
	Provision				
	Balance at January 1	7,715,275,299	6,649,874,999	8,907,870,073	7,459,702,789
	Less: Adjustment during the year/period	-	-	-	-
		7,715,275,299	6,649,874,999	8,907,870,073	7,459,702,789
	Add: Provision made during the year/period	396,777,167	1,065,400,300	442,795,869	1,448,167,284
		8,112,052,466	7,715,275,299	9,350,665,942	8,907,870,073
	Settlement of previous year's tax liability	-	-	-	-
	Balance at year/period end	**8,112,052,466**	**7,715,275,299**	**9,350,665,942**	**8,907,870,073**
	Advance tax				
	Balance at January 1	5,766,704,679	4,928,489,985	6,626,252,771	5,567,342,071
	Add: Payment made during the year/period:				
	Under sections 64 and 74 of ITO, 1984	366,583,425	740,958,309	366,583,425	765,827,621
	Deduction at source	52,969,970	96,076,385	143,967,806	291,903,080
	Others	365,000	1,180,000	365,000	1,180,000
		419,918,395	838,214,694	510,916,231	1,058,910,701
		6,186,623,074	5,766,704,679	7,137,169,002	6,626,252,771
	Less: Adjustment during the year/period	-	-	-	-
		6,186,623,074	**5,766,704,679**	**7,137,169,002**	**6,626,252,771**
	Net balance at year/period end	**1,925,429,392**	**1,948,570,620**	**2,213,496,940**	**2,281,617,302**
12.3	**Deferred Liability-employee gratuity**				
	Balance at January 1	-	-	42,254,402	28,718,149
	Add: Addition during the year/period	9,692,111		13,079,996	13,760,293
		9,692,111	-	55,334,398	42,478,442
	Less: Payment during the year/period	-	-	324,428	224,040
	Balance at year/period end	**9,692,111**	**-**	**55,009,970**	**42,254,402**
12.4	**Portfolio investors' fund**				
	This represents the balance of deposits made with the IDLC Investments Limited by the portfolio investors to take margin loan and buy marketable securities. The balance of fund has been arrived at as follows:				
	Balance at January 1	-	-	370,999,029	187,443,773
	Add: Deposit and share sold by clients	-	-	3,757,343,729	10,248,279,322
		-	-	4,128,342,758	10,435,723,095
	Less: Purchase of share and deposit withdraw by clients	-	-	4,092,730,471	10,064,724,066
	Balance at year/period end	**-**	**-**	**35,612,287**	**370,999,029**
12.5	**Interest suspense accounts**				
	On lease finance	38,438,380	84,677,038	38,438,380	84,677,038
	On real-estate finance	125,847,520	122,264,764	125,847,520	122,264,764
	On term finance	177,575,831	180,832,816	177,575,831	180,832,816
	On car loan	5,344,863	4,440,593	5,344,863	4,440,593
	On personal loan	1,031,879	1,412,351	1,031,879	1,412,351
	On short term finance	4,379,802	2,423,807	4,379,802	2,423,807
		352,618,275	**396,051,369**	**352,618,275**	**396,051,369**

		IDLC Finance Limited		IDLC Group	
		31.03.2018 Taka	31.12.2017 Taka	31.03.2018 Taka	31.12.2017 Taka
12.6	**Provision for loans and advances/investments**				
12.6(i)	Balance at January 1	1,105,347,063	1,081,156,938	1,145,270,344	1,116,435,278
	Provision required for the year/period	308,240,918	397,524,787	359,876,591	402,169,728
	Provision released during the year/period	(102,128,270)	(169,358,827)	(140,004,024)	(169,358,827)
	Provision charged for the year/period (Note- 12.6 (ii))	206,112,648	228,165,960	219,872,567	232,810,901
	Write off during the year/period	74,068,553	203,975,835	74,068,553	203,975,835
	Balance at year/period end	**1,237,391,157**	**1,105,347,063**	**1,291,074,358**	**1,145,270,344**
12.6(ii)	**Provision charged for the year/period**				
	General provision	58,573,290	50,890,195	55,955,655	53,401,048
	Specific provision	70,483,889	89,666,082	35,225,770	89,666,082
	Provision for diminutions in value of investments	77,055,469	-	128,691,142	-
	Other Provisions	-	-	-	-
		206,112,648	**140,556,277**	**219,872,567**	**143,067,130**

13 Share capital

Authorised				
1,000,000,000 ordinary shares of Taka 10 each	**10,000,000,000**	**10,000,000,000**	**10,000,000,000**	**10,000,000,000**
Issued, subscribed and paid-up				
377,050,780 ordinary shares of Taka 10 each	**3,770,507,800**	**3,770,507,800**	**3,770,507,800**	**3,770,507,800**

Paid-up share capital as on June 30, 2018 comprises the following:

Composition of shareholding:

Sl. No.	Name of the Shareholders	30.06.2018 % of holding	30.06.2018 Number of shares	30.06.2018 Taka	31.12.2017 Taka
1	**SPONSORS/DIRECTORS**				
	The City Bank Limited (CBL) and its subsidiaries	23.21	87,510,575	875,105,750	875,105,750
	The City Bank Limited (CBL)	9.00	33,935,329	339,353,290	339,353,290
	City Bank Capital Resources Limited (CBCRL)	9.90	37,328,028	373,280,280	373,280,280
	City Brokerage Limited	4.31	16,247,218	162,472,180	162,472,180
	Transcom Group	13.33	50,273,164	502,731,640	502,731,640
	Eskayef Pharmaceuticals Limited	8.00	30,164,062	301,640,620	301,640,620
	Transcraft Limited	4.01	15,132,033	151,320,330	151,320,330
	Bangladesh Lamps Limited	1.32	4,977,069	49,770,690	49,770,690
	Sadharan Bima Corporation (SBC)	7.62	28,727,494	287,274,940	287,274,940
	Reliance Insurance Limited	7.00	26,393,553	263,935,530	263,935,530
	Mercantile Bank Limited	5.50	20,737,791	207,377,910	207,377,910
		56.66	**213,642,577**	**2,136,425,770**	**2,136,425,770**
2	**GENERAL**				
	Institutions:				
	Investment Corporation of Bangladesh (ICB)	2.86	10,783,949	107,839,490	52,519,130
	Bangladesh Fund	1.68	6,330,000	63,300,000	63,300,000
	Marina Apparels Limited	1.00	3,770,506	37,705,060	37,705,060
	Other Institutions	10.82	40,782,551	407,825,510	449,306,050
	Sub-Total	**16.36**	**61,667,006**	**616,670,060**	**602,830,240**
	Individuals:				
	General Public (Individuals)	13.88	52,324,111	523,241,110	596,882,550
	Sub-Total	**13.88**	**52,324,111**	**523,241,110**	**596,882,550**
3	**FOREIGN**				
	Institutions & Individuals	13.11	49,417,086	494,170,860	434,369,240
		13.11	**49,417,086**	**494,170,860**	**434,369,240**
	Total Holdings	**100.00**	**377,050,780**	**3,770,507,800**	**3,770,507,800**

14 Share premium

Balance at January 1	1,260,585,930	3,750,000	1,260,585,930	3,750,000
Add: Received during the year/period	-	1,256,835,930	-	1,256,835,930
Balance at year/period end	**1,260,585,930**	**1,260,585,930**	**1,260,585,930**	**1,260,585,930**

15 Statutory reserves

Balance at January 1	2,098,412,371	1,782,004,350	2,098,412,371	1,782,004,350
Add: Transferred on appropriation of profit	-	316,408,021	-	316,408,021
Balance at year/period end	**2,098,412,371**	**2,098,412,371**	**2,098,412,371**	**2,098,412,371**

		IDLC Finance Limited		IDLC Group	
		30.06.2018	31.12.2017	30.06.2018	31.12.2017
		Taka	Taka	Taka	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 year/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	37,136,546	91,601,562	37,136,546	91,601,562
	Irrevocable letters of credit	-	-	-	-
	Bills for collection	-	-	-	-
	Indemnity bond	-	-	-	-
	Corporate guarantee	750,000,000	750,000,000	750,000,000	750,000,000
		787,136,546	**841,601,562**	**787,136,546**	**841,601,562**
17.2	**Other commitments**				
	Documentary credits and short term trade related transactions	-	-	-	-
	Forward assets purchased and forward deposits placed	-	-	-	-
	Un-drawn note issuance and revolving underwriting	-	-	-	-
	Un-drawn formal standby facilities, credit lines	-	-	-	-
	Lease and term finance commitments outstanding at year/period end	630,451,105	344,407,701	630,451,105	344,407,701
	Real estate finance commitments outstanding at year/period end	934,997,904	828,654,280	934,997,904	828,654,280
	Car loan commitments outstanding at year/period end	408,333	408,333	408,333	408,333
	Personal loan commitments outstanding at year/period end	124,077	124,077	124,077	124,077
	Loan Against Deposit commitments outstanding at year/period end	-	10,575,755	-	10,575,755
		1,565,981,419	**1,184,170,146**	**1,565,981,419**	**1,184,170,146**

		IDLC Finance Limited		IDLC Group	
		30.06.2018	30.06.2017	30.06.2018	30.06.2017
		Taka	Taka	Taka	Taka
18	**Income statement**				
	Income				
	Interest, discount and similar income (Note-18.1)	5,314,376,874	4,452,810,096	5,552,903,008	4,776,047,617
	Dividend income (Note-21)	18,098,909	30,941,992	69,094,632	75,095,932
	Fees, commission and brokerage (Note-22)	20,638,763	11,880,000	261,639,313	360,308,590
	Other operating income (Note-23)	203,854,391	250,217,508	206,261,910	253,730,795
		5,556,968,937	4,745,849,596	6,089,898,863	5,465,182,935
	Expenses				
	Interest on deposits and borrowings etc. (Note-20)	3,216,181,947	2,306,740,896	3,191,415,477	2,309,841,314
	Administrative expenses (Note-18.2)	705,440,025	722,650,382	856,520,716	873,721,070
	Other expenses (Note-33)	164,131,704	179,288,767	187,569,137	200,046,034
	Depreciation on assets (Note-32)	69,654,921	76,492,441	80,216,099	85,058,901
		4,155,408,597	3,285,172,486	4,315,721,429	3,468,667,319
		1,401,560,340	**1,460,677,110**	**1,774,177,434**	**1,996,515,616**
18.1	**Interest, discount and similar income**				
	Interest income (Note -19)	5,092,788,088	4,226,971,455	5,207,976,620	4,325,046,633
	Gain on sale of marketable securities (Note - 21)	177,556,911	157,227,252	291,885,691	373,133,521
	Income from investment in bonds (Note - 21)	44,031,875	52,522,500	53,040,697	61,778,574
	Income from investment in commercial paper (Note - 21)	-	16,088,889	-	16,088,889
		5,314,376,874	**4,452,810,096**	**5,552,903,008**	**4,776,047,617**

		IDLC Finance Limited		IDLC Group	
		30.06.2018	30.06.2017	30.06.2018	30.06.2017
		Taka	Taka	Taka	Taka
18.2	**Administrative expenses**				
	Salary and allowances (Note-24)	503,398,464	514,805,400	613,844,620	626,196,041
	Rent, taxes, insurance, electricity, etc. (Note-25)	91,185,881	88,016,139	111,244,671	108,919,777
	Legal expenses (Note-26)	6,546,455	15,195,292	8,037,983	16,575,971
	Postage, stamp, telecommunication, etc. (Note-27)	15,365,579	14,885,479	19,520,689	18,530,614
	Stationery, printing, advertisement, etc. (Note-28)	72,662,253	67,687,610	85,312,116	78,645,372
	Managing Director's salary and fees (Note-29)	6,430,000	6,430,000	6,430,000	6,430,000
	Directors' fees (Note-30)	708,400	893,156	1,000,068	1,171,954
	Auditors' fees (Note-31)	460,000	529,311	635,000	704,311
	Depreciation & repair of Company's assets (Note-32)	8,682,993	14,207,995	10,495,569	16,547,030
		705,440,025	**722,650,382**	**856,520,716**	**873,721,070**
19	**Interest income**				
	This represents interest income from the following products:				
	Lease finance	284,804,562	294,944,244	284,804,562	294,944,244
	Real estate finance	1,273,166,648	1,063,889,379	1,273,166,648	1,063,889,379
	Term finance	2,735,512,269	2,245,992,385	2,735,512,269	2,245,992,385
	Short term finance	57,808,285	45,383,625	57,808,285	45,383,625
	Car loan	108,231,500	155,969,663	108,231,500	155,969,663
	Personal loan	6,927,687	6,187,360	6,927,687	6,187,360
	Margin loan to portfolio investors	-	-	110,778,124	98,402,154
	Loan to subsidiaries	32,008,616	25,071,460	-	-
		4,498,459,567	**3,837,438,116**	**4,577,229,075**	**3,910,768,810**
	Interest on balance with other banks and financial institutions	573,088,563	361,710,347	609,507,587	386,454,831
	Call loan	124,389	-	124,389	-
	Loan against deposit	21,115,569	27,822,992	21,115,569	27,822,992
		5,092,788,088	**4,226,971,455**	**5,207,976,620**	**4,325,046,633**
20	**Interest on deposits and borrowings etc.**				
	Interest on term deposits	2,767,788,047	1,858,339,508	2,737,883,534	1,858,339,508
	Interest on borrowings	300,467,888	296,612,279	305,605,931	299,712,697
	Interest on secured/unsecured zero coupon bonds	58,834,504	74,092,372	58,834,504	74,092,372
	Interest on security deposit	56,838,800	53,553,640	56,838,800	53,553,640
	Interest on call loan	32,252,708	24,143,097	32,252,708	24,143,097
		3,216,181,947	**2,306,740,896**	**3,191,415,477**	**2,309,841,314**
21	**Investment income**				
	Gain on sale of marketable securities	177,556,911	157,227,252	291,885,691	373,133,521
	Dividend income	18,098,909	30,941,992	69,094,632	75,095,932
	Income from investment in bonds	44,031,875	52,522,500	53,040,697	61,778,574
	Income from investment in commercial paper	-	16,088,889	-	16,088,889
		239,687,695	**256,780,633**	**414,021,020**	**526,096,916**
22	**Commission, exchange and brokerage**				
	Agency fees	-	5,420,000	-	5,420,000
	Arrangement fees	18,750,000	6,460,000	18,750,000	6,460,000
	Advisory fees	1,750,176	-	1,750,176	-
	Commission & brokerage	-	-	174,467,512	284,824,705
	Documentation fees	-	-	416,000	509,500
	Custodial fees	138,587	-	138,587	-
	Fees from mutual fund	-	-	13,322,771	-
	Portfolio management fees	-	-	26,356,920	19,413,757
	Corporate advisory fees	-	-	15,102,661	10,364,102
	Settlement charges	-	-	11,334,686	33,316,526
		20,638,763	**11,880,000**	**261,639,313**	**360,308,590**

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	30.06.2017 Taka	30.06.2018 Taka	30.06.2017 Taka
23	**Other operating income**				
	Application, processing and documentation fees	144,555,412	166,650,417	144,555,412	166,650,417
	Loan settlement and others	29,851,734	48,367,574	29,851,734	48,367,574
	Transfer price/gain at the time of expiry of lease	376,698	816,749	376,698	816,749
	Service charges	9,372,459	11,571,351	9,538,519	12,151,732
	Gain on disposal of fixed assets	3,771,098	6,557,906	3,796,083	7,057,392
	Account opening & BO account maintenance fees	-	-	382,300	781,900
	IPO service charge	-	-	39,780	22,105
	Miscellaneous income	15,926,990	16,253,511	17,721,384	17,882,926
		203,854,391	**250,217,508**	**206,261,910**	**253,730,795**
24	**Salaries and allowances**	**503,398,464**	**514,805,400**	**613,844,620**	**626,196,041**
25	**Rent, taxes, insurance, electricity, etc.**				
	Rent, rate and taxes	68,750,222	65,565,163	85,272,389	83,224,762
	Insurance	2,754,129	2,754,439	3,135,701	3,033,197
	Power and electricity	19,681,530	19,696,537	22,836,581	22,661,818
		91,185,881	**88,016,139**	**111,244,671**	**108,919,777**
26	**Legal expenses**				
	Renewal and registration	1,637,814	5,715,291	2,523,680	6,518,416
	Other professional charges	4,908,641	9,480,001	5,514,303	10,057,555
		6,546,455	**15,195,292**	**8,037,983**	**16,575,971**
27	**Postage, stamp, telecommunication, etc.**				
	Postage	738,862	529,617	1,007,654	649,222
	Telecommunication and internet etc.	14,626,717	14,355,862	18,513,035	17,881,392
		15,365,579	**14,885,479**	**19,520,689**	**18,530,614**
28	**Stationery, printing, advertisements, etc.**				
	Stationery & printing	30,630,311	25,195,657	32,194,967	26,935,316
	Advertisement and publicity	42,031,942	42,491,953	53,117,149	51,710,056
		72,662,253	**67,687,610**	**85,312,116**	**78,645,372**
29	**Managing Director's salary and benefits**				
	Basic pay	3,000,000	3,000,000	3,000,000	3,000,000
	Allowances	1,380,000	1,380,000	1,380,000	1,380,000
	Bonus	1,750,000	1,750,000	1,750,000	1,750,000
	Company's contribution to provident fund	300,000	300,000	300,000	300,000
		6,430,000	**6,430,000**	**6,430,000**	**6,430,000**
30	**Directors' fees**				
	Honorarium for attending meeting	708,400	893,156	1,000,068	1,171,954
	Incidental expenses for attending meeting	-	-	-	-
		708,400	**893,156**	**1,000,068**	**1,171,954**
31	**Auditors' fees**				
	Annual statutory audit fees (including VAT)	345,000	345,000	520,000	520,000
	Other audit fees (including VAT)	115,000	184,311	115,000	184,311
		460,000	**529,311**	**635,000**	**704,311**
32	**Depreciation and repair of company's assets**				
	Freehold assets (Note-8 & 8 (b))	69,654,921	76,492,441	80,216,099	85,058,901
	Repair and maintenance:				
	For premises & vehicles	3,824,715	3,582,228	4,099,882	4,389,908
	For computers and computers accessories	4,858,278	10,625,767	6,395,687	12,157,122
		8,682,993	14,207,995	10,495,569	16,547,030
		78,337,914	**90,700,436**	**90,711,668**	**101,605,931**

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	IDLC Finance Limited		IDLC Group	
	30.06.2018 Taka	30.06.2017 Taka	30.06.2018 Taka	30.06.2017 Taka
33 Other expenses				
Bank charges	2,986,568	4,171,289	3,308,261	4,395,954
Books and periodicals	120,603	129,418	166,130	158,743
Car expenses	14,816,746	15,759,427	16,940,518	17,519,926
Donations and subscriptions	516,271	420,970	654,911	538,801
Medical & welfare expenses	14,865,030	12,543,666	15,680,645	13,172,979
Entertainment expenses	5,783,617	7,127,994	6,380,419	8,600,606
Consultancy fees	3,406,253	4,773,835	3,406,253	4,773,835
Office service expenses	40,914,562	44,682,470	50,178,405	54,633,623
Training expenses	3,593,310	3,683,419	4,989,346	4,021,113
Travel and conveyances	10,624,213	11,814,364	11,514,584	12,889,668
CDBL charges	-	-	491,617	790,821
Howla and Laga charge	-	-	29,357,519	24,407,364
Portfolio Management Charge	25,010,777	20,211,546	-	-
Sales Incentive	24,791,411	33,298,193	24,791,411	33,298,193
Repossession fees and others	16,702,343	20,672,176	19,709,118	20,844,407
	164,131,704	**179,288,767**	**187,569,137**	**200,046,034**

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".

Earnings per share has been calculated as follows:

Earnings attributable to ordinary shareholders (Net profit after tax) (A)	798,670,525	794,406,562	1,111,508,916	1,169,172,341
Weighted average number of ordinary shares outstanding during the year/period (B)	377,050,780	365,624,200 *	377,050,780	365,624,200 *
Earnings Per Share (A÷B)	**2.12**	**2.17**	**2.95**	**3.20**

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

	IDLC Finance Limited		IDLC Group	
	30.06.2018 Taka	31.12.2017 Taka	30.06.2018 Taka	31.12.2017 Taka
35 Net Asset Value (NAV) Per Share				
Net Asset (total assets less total liabilities) (A)	10,236,614,961	10,569,096,776	12,577,835,525	12,597,478,868
Total number of ordinary shares outstanding (B)	377,050,780	377,050,780	377,050,780	377,050,780
Net Asset Value per share (NAV) (A÷B)	**27.15**	**28.03**	**33.36**	**33.41**

	IDLC Finance Limited		IDLC Group	
	30.06.2018 Taka	30.06.2017 Taka	30.06.2018 Taka	30.06.2017 Taka
36 Net Operating Cash Flows Per Share (NOCFPS)				
Net cash flows from operating activities (A)	4,419,741,083	829,988,033	3,641,931,226	1,412,975,070
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)	**11.72**	**2.20**	**9.66**	**3.75**

		IDLC Finance Limited		IDLC Group	
		30.06.2018 Taka	30.06.2017 Taka	30.06.2018 Taka	30.06.2017 Taka
37	**Reconciliation of Net Profit with Cash Flows from Operating Activities**				
	Net profit after tax	**798,670,525**	**794,406,562**	**1,111,508,998**	**1,169,172,807**
	Items not involved in cash movement:				
	Add: Depreciation	69,654,921	76,492,441	80,216,099	85,058,901
	Add: Provision for loans and investments	206,112,648	140,556,277	219,872,567	143,067,130
	Add: Provision for taxation	396,777,167	525,714,271	442,795,869	684,275,679
	Add/ (Less): Accrued expenses	269,014,310	(195,832,089)	429,988,111	(208,573,111)
	Add/ (Less): Accrued income	(256,735,865)	(77,507,158)	(750,743,884)	(343,752,771)
	Less: Gain On Disposal of Fixed assets	(3,771,098)	(6,557,906)	(3,796,083)	(7,057,392)
	Increase/(Decrease) in Employee gratuity	9,692,111	15,199,487	12,755,568	26,326,869
	Adjustments to reconcile net profit after tax to net cash provided by operating activities	**1,489,414,719**	**1,272,471,885**	**1,542,597,245**	**1,548,518,111**
	Increase/(decrease) in operating assets and liabilities				
	(Increase)/Decrease in Loans & advances	(7,011,496,202)	(8,121,535,466)	(7,192,201,497)	(7,880,613,638)
	(Increase)/Decrease in Other assets	17,100,721	(25,344,976)	17,654,014	(32,419,212)
	Increase/(Decrease) in Short term borrowings	4,125,000,000	3,025,000,000	4,055,000,000	3,025,000,000
	Increase/(Decrease) in Term & other deposits	6,551,191,897	4,941,667,159	6,395,235,454	4,974,154,659
	Increase/(Decrease) in Payable and accrued expenses	(288,118,563)	129,044,332	(286,617,923)	129,244,868
	(Increase)/Decrease in Income tax	(419,918,395)	(433,503,559)	(510,916,231)	(496,573,024)
	Increase/(Decrease) in Portfolio investors fund	-	-	(335,386,742)	103,474,648
	Increase/(Decrease) in Interest suspense	(43,433,094)	42,188,658	(43,433,094)	42,188,658
		2,930,326,363	**(442,483,852)**	**2,099,333,981**	**(135,543,041)**
	Net cash flows from/(used in) operating activities	**4,419,741,083**	**829,988,033**	**3,641,931,226**	**1,412,975,070**

Sd/-
Chairman

Sd/-
Director

Sd/-
CEO & Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dhaka, July 29, 2018

Fixed assets including land, building, furniture and fixtures-for half year end 2018 (Annexure A)

Asset category	Cost					Depreciation				Written down value at June 30, 2018
	Balance at January 1, 2018	Addition during the year/period	Disposal/ adjustment during the year/period	Balance at June 30, 2018	Rate	Balance at January 1, 2018	Charged for the year/period	Adjustment during the year/period	Balance at June 30, 2018	
	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	25,937,101	2,593,991	-	28,531,092	178,988,211
Furniture and fixtures	90,315,859	3,468,947	(645,189)	93,139,617	12.50	36,708,013	4,992,162	(610,445)	41,089,730	52,049,887
Electrical equipment	81,037,425	1,312,269	(1,983,638)	80,366,055	20.00	49,808,858	4,757,202	(1,810,898)	52,755,162	27,610,893
Curtain and carpets	4,642,899	564,009	(143,746)	5,063,162	33.33	2,907,215	592,427	(121,049)	3,378,594	1,684,568
Office equipment	121,410,081	3,007,098	(1,482,650)	122,934,529	20.00	82,241,692	7,364,003	(1,482,590)	88,123,105	34,811,424
Office decoration	149,687,850	1,880,799	(442,744)	151,125,904	20.00	72,981,018	10,941,581	(442,689)	83,479,910	67,645,994
Computers	171,402,743	3,964,135	-	175,366,878	20.00	96,037,907	10,614,203	-	106,652,111	68,714,767
Software (Office Operation)	33,042,494	1,277,868	-	34,320,362	33.33	28,168,806	1,846,659	-	30,015,465	4,304,898
Software (Business Operation)	137,540,494	-	-	137,540,494	20.00	133,939,095	514,485	-	134,453,580	3,086,914
Telephone and telex	10,582,494	686,018	(419,232)	10,849,280	33.33	8,269,774	697,481	(298,025)	8,669,231	2,180,049
Motor vehicles	268,631,671	5,806,200	(12,617,939)	261,819,932	25.00	168,516,231	24,740,727	(9,706,404)	183,550,554	78,269,378
Total as on June 30, 2018	**1,302,771,783**	**21,967,343**	**(17,735,138)**	**1,307,003,987**		**705,515,711**	**69,654,921**	**(14,472,099)**	**760,698,533**	**546,305,454**
Total as on December 31, 2017	**1,205,376,097**	**151,047,125**	**(53,651,439)**	**1,302,771,783**		**598,463,488**	**145,839,286**	**(38,787,063)**	**705,515,711**	**597,256,072**

A(a) Consolidated fixed assets including land, building, furniture and fixtures-for half year end 2018

Asset category	Cost					Depreciation				Written down value at June 30, 2018
	Balance at January 1, 2018	Addition during the year/period	Disposal/ adjustment during the year/period	Balance at June 30, 2018	Rate	Balance at January 1, 2018	Charged for the year/period	Adjustment during the year/period	Balance at June 30, 2018	
	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	25,937,101	2,593,991	-	28,531,092	178,988,211
Furniture and fixtures	108,574,018	3,777,188	(645,189)	111,706,017	12.50	46,372,467	5,925,365	(610,445)	51,687,387	60,018,630
Electrical equipment	105,956,223	1,539,769	(1,983,638)	105,512,354	20.00	70,729,957	5,334,562	(1,810,898)	74,253,621	31,258,733
Curtain and carpets	5,884,508	578,509	(143,746)	6,319,271	33.33	3,820,262	687,818	(121,049)	4,387,032	1,932,239
Office equipment	157,519,357	4,128,299	(1,482,650)	160,165,006	20.00	113,287,954	8,120,323	(1,482,590)	119,925,686	40,239,320
Office decoration	181,153,710	2,134,213	(442,744)	182,845,179	20.00	89,501,205	12,969,190	(442,689)	102,027,707	80,817,472
Computers	195,119,528	4,518,730	-	199,638,258	20.00	112,738,036	11,745,927	-	124,483,963	75,154,295
Software (Office Operation)	43,282,873	2,213,011	-	45,495,885	33.33	35,426,043	2,592,808	-	38,018,851	7,477,034
Software (Business Operation)	139,245,597	-	-	139,245,597	20.00	134,116,621	684,995	-	134,801,616	4,443,981
Telephone and telex	13,946,953	911,508	(439,232)	14,419,229	33.33	10,991,938	925,420	(318,015)	11,599,343	2,819,886
Motor vehicles	317,775,191	5,806,200	(12,867,939)	310,713,452	25.00	197,222,225	28,635,700	(9,956,399)	215,901,526	94,811,926
Total as on June 30, 2018	**1,502,935,732**	**25,607,427**	**(18,005,138)**	**1,510,538,021**		**840,143,807**	**80,216,099**	**(14,742,084)**	**905,617,822**	**604,920,198**
Total as on December 31, 2017	**1,376,871,985**	**187,993,259**	**(61,929,512)**	**1,502,935,732**		**722,598,634**	**164,225,017**	**(46,679,844)**	**840,143,807**	**662,791,925**

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