LankaBangla™ FINANCE

CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF-YEAR ENDED JUNE 30, 2014

Growing Together...

Consolidated Statement of Financial Position (Un-audited)

As at 30 June 2014

PROPERTY AND ASSETS	Amount in Taka	
	3o June 2014	31 December 2013
Cash	**246,459,308**	**194,402,709**
Cash in hand	398,674	183,868
Balance with Bangladesh Bank	246,060,634	194,218,842
Balance with other banks and financial institutions	**2,550,738,669**	**2,350,845,060**
Inside Bangladesh	2,550,738,669	2,350,845,060
Outside Bangladesh	-	-
Money at call and short notice	-	-
Investment	**3,388,471,363**	**3,515,894,297**
Government securities	1,009,100,000	1,009,100,000
Other investments	2,379,371,363	2,506,794,297
Leases, loans and advances	**25,188,682,268**	**24,841,142,850**
Lease portfolio, term finance, short term loan, etc.		
Fixed assets including land, building, furniture and fixtures	**304,312,293**	**291,414,287**
Other assets	**1,060,617,083**	**871,192,887**
TOTAL PROPERTY AND ASSETS	**32,739,280,984**	**32,064,892,092**
LIABILITY AND SHAREHOLDERS' EQUITY		
Liabilities	**22,882,757,051**	**22,424,643,019**
Borrowings from Bangladesh Bank, other banks and financial institutions	8,533,563,250	11,597,381,469
Term deposits	14,349,193,801	10,827,261,549
Other liabilities	**2,988,646,022**	**2,610,754,604**
TOTAL LIABILITIES	**25,871,403,073**	**25,035,397,623**
Shareholders' Equity	**6,677,260,337**	**6,839,911,824**
Paid up capital	2,187,667,598	2,083,492,950
Share premium	1,090,888,800	1,090,888,800
Statutory reserve	690,772,634	651,287,206
General reserve	45,823,827	45,823,827
Fair value measurement reserve	69,285,191	69,285,191
Retained earnings	2,592,822,288	2,899,133,850
Non controlling interest	**190,617,573**	**189,582,646**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**32,739,280,984**	**32,064,892,092**

sd/-
Mohammed Nasir Uddin Chowdhury
Managing Director

sd/-
Shamim Al Mamun, ACA
Chief Financial Officer

Consolidated Statement of Comprehensive Income (Un-audited)

For the period ended 30 June 2014

Operating Income	Amount in Taka			
	30 June 2014 YTD	30 June 2013 YTD	Q-2, 2014 (April-June)	Q-2, 2013 (April-June)
Net interest	462,636,893	446,397,026	166,407,268	94,752,626
Interest income	1,908,202,060	1,683,188,471	970,438,060	783,586,723
Less : Interest expenses on deposits & borrowings	1,445,565,167	1,236,791,445	804,030,792	688,834,096
Income from investment	104,560,547	92,110,672	63,535,044	50,439,715
Commission, exchange and brokerage income	329,329,966	179,073,540	169,722,404	111,121,207
Other operational income	132,726,187	96,014,239	75,036,563	59,640,656
Total operating income	**1,029,253,593**	**813,595,477**	**474,701,279**	**315,954,205**
Operating Expenses				
Salary and allowances	305,854,140	198,492,961	151,404,958	102,229,895
Rent, taxes, insurance, electricity etc.	51,335,150	38,872,762	28,512,287	19,033,809
Legal and professional fees	8,410,772	12,985,938	3,201,252	5,931,555
Postage, stamp, telecommunication etc.	6,932,171	4,554,466	3,780,324	2,458,488
Stationery, printing, advertisement	18,659,875	9,652,535	12,566,081	4,952,201
Managing director's salary and allowance	6,887,736	5,529,850	3,944,217	2,765,288
Director fees and expenses	629,296	388,250	319,119	280,455
Audit fees	295,623	192,622	119,312	103,497
Changes on loan losses	-	-	-	-
Repairs, maintenance and depreciation	40,283,985	33,529,235	12,130,267	18,118,547
Other expenses	154,735,258	101,165,098	76,431,808	55,961,441
Total operating expenses	**594,024,006**	**405,363,717**	**292,409,625**	**211,835,176**
Net Operating Income	**435,229,587**	**408,231,760**	**182,291,654**	**104,119,029**
Provisions for loans / investments	**215,040,703**	**137,430,243**	**77,187,075**	**(46,939,906)**
Provisions for leases and loans	100,531,339	86,250,999	29,799,506	78,431,187
Provision for diminution in value of investments	114,509,364	51,179,243	47,387,568	(125,371,093)
General provision for other assets	-	-	-	-
Profit before tax and reserve	**220,188,884**	**270,801,517**	**105,104,579**	**151,058,935**
	64,201,117	**71,536,450**	**20,370,783**	**30,336,686**
Provision for tax made during the year	64,201,117	71,536,450	20,370,783	30,336,686
Deferred tax expense or (Income)	-	-	-	-
Net profit after tax	**155,987,767**	**199,265,067**	**84,733,796**	**120,722,249**
Attributed to				
Shareholders of the Company	150,736,080	192,858,701	83,015,803	118,147,177
Non controlling interest	5,251,687	6,406,366	1,717,993	2,575,072
	155,987,767	**199,265,067**	**84,733,796**	**120,722,249**
Earnings per share (2013 restated)	**0.69**	**0.88**	**0.38**	**0.54**

sd/-
Mohammed Nasir Uddin Chowdhury
Managing Director

sd/-
Shamim Al Mamun, ACA
Chief Financial Officer

Consolidated Statement of Cash Flows (Un-audited)

For the period ended 30 June 2014

	Amount in Taka	
	3o June 2014	30 June 2013
A) Cash flows from operating activities		
Interest received	1,987,198,282	1,643,433,594
Interest paid	(1,444,230,556)	(1,180,535,287)
Dividend received	13,569,369	5,332,964
Fees and commission received	357,957,712	214,496,685
Income from investment	44,934,524	90,151,015
Cash paid to employees (including directors)	(296,578,859)	(204,411,061)
Cash paid to suppliers	(33,581,706)	(12,006,917)
Income taxes paid	(84,142,575)	(128,602,120)
Received from other operating activities	98,341,776	55,893,195
Paid for other operating activities	(204,512,731)	(153,216,421)
Cash generated from operating activities before changes in operating assets and liabilities	**438,955,237**	**330,535,647**
Increase/ (decrease) in operating assets & liabilities		
Loans and advances to customers	(331,604,432)	(4,122,350,791)
Other assets	(189,897,132)	(95,468,549)
Deposits from customers	3,521,932,252	2,705,011,655
Other liabilities	7,707,567	513,980,427
Total increase/ (decrease) in operating assets & liabilities	**3,008,138,256**	**(998,827,258)**
Net cash used in operating activities (Total of "A"):	**3,447,093,492**	**(668,291,611)**
B) Cash flows from investing activities		
Changes in investment in securities	127,422,935	(531,885,213)
Net proceeds/(payments) for sale/ purchase of Treasury bills	-	100,000,000
Purchase of property, plant and equipment	(19,571,339)	(77,887,123)
Sales proceeds of fixed assets	(25,749,623)	4,712,100
Investment in subsidiaries	-	-
Net cash used by investing activities (Total of "B"):	**82,101,974**	**(505,060,236)**
C) Cash flows from financing activities		
Drawdown of Term Loan, OD and REPO	(3,061,672,394)	1,271,956,949
Dividend paid	(215,572,864)	-
Right Issue	-	-
Net cash generated by financing activities (Total of "C"):	**(3,277,245,258)**	**1,271,956,949**
D) Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	**251,950,208**	**98,605,103**
E) Opening cash and cash equivalents	**2,545,247,770**	**1,676,725,342**
F) Closing cash and cash equivalents (D+E)*	**2,797,197,978**	**1,775,330,445**
*** Closing cash and cash-equivalents**		
Cash in hand (including foreign currencies)	398,674	333,108
Balance with Bangladesh Bank and its agent bank (s)	246,060,634	185,513,994
Balance with other Banks and Financial Institutions	2,550,738,669	1,589,483,343
Total:	**2,797,197,978**	**1,775,330,445**

sd/-
Mohammed Nasir Uddin Chowdhury
Managing Director

sd/-
Shamim Al Mamun, ACA
Chief Financial Officer

Consolidated Statement of Changes in Shareholders' Equity (Un-audited)

For the period ended 30 June 2014

Amount in Taka

Particulars	Share Capital	Share Premium	Statutory Reserve	General Reserve	Fair Value Measurement Reserve	Retained Earnings	Total	Non Controlling Interest	Total
Balance as at 01 January 2014	**2,083,492,950**	**1,090,888,800**	**651,287,206**	**45,823,827**	**69,285,191**	**2,899,133,850**	**6,839,911,824**	**189,582,646**	**7,029,494,470**
Items Involved in Changes in Equity			-						
Prior year adjustments of non controlling interest	-	-	-	-		(34,134)	(34,134)	-	(34,134)
Changes of non controlling interest	-	-	-	-		(829,489)	(829,489)	(420,511)	(1,250,000)
Net profit for the period	-	-	-	-	-	150,736,080	150,736,080	5,251,687	155,987,767
Appropriation to statutory reserve	-	-	39,485,428	-	-	(39,485,428)	-	-	-
Appropriation to General reserve	-	-	-	-	-	-	-	-	-
Dividend			-						-
Stock dividend (5%)	104,174,648	-	-	-	-	(104,174,648)	-	-	-
Cash dividend (15%)	-	-	-	-	-	(312,523,943)	(312,523,943)	(3,796,250)	(316,320,192)
Balance as at 30 June 2014	**2,187,667,598**	**1,090,888,800**	**690,772,634**	**45,823,827**	**69,285,191**	**2,592,822,288**	**6,677,260,337**	**190,617,573**	**6,867,877,911**

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Managing Director

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