SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE HALF-YEAR ENDED ON JUNE 30, 2016

LANKABANGLA FINANCE LIMITED
Safura Tower (Level-11)
20 Kemal Ataturk Avenue, Banani
Dhaka-1213, Bangladesh.
Phone : +88 02 988 3701-10
Fax : (88 02) 88 10998
www.lankabangla.com

Separate Balance Sheet (Un-audited)

As at 30 June 2016

PROPERTY AND ASSETS	30 June 2016	31 December 2015
Cash	**643,241,662**	**516,139,048**
Cash in hand	404,340	199,834
Balance with Bangladesh Bank and its agent Bank	642,837,322	515,939,214
Balance with other Banks and Financial Institutions	**802,051,112**	**725,473,016**
Inside Bangladesh	802,051,112	725,473,016
Outside Bangladesh	-	-
Money at Call and Short Notice	-	-
Investment	**2,280,736,123**	**1,836,284,248**
Government securities	-	-
Others investment	2,280,736,123	1,836,284,248
Loans and advances	**44,871,299,709**	**36,018,816,850**
Loans, cash credit and overdraft etc.	44,871,299,709	36,018,816,850
Bills discounted and purchased	-	-
Fixed Assets including Land, Building, Furniture & Fixtures	**907,311,981**	**877,649,370**
Other assets	**4,792,449,280**	**4,640,180,877**
Non-Banking assets	**-**	**-**
TOTAL PROPERTY AND ASSETS	**54,297,089,867**	**44,614,543,408**
LIABILITIES & SHAREHOLDERS' EQUITY		
Liabilities		
Borrowings from Bangladesh Bank, Other Banks and Financial Institutions	**9,207,450,036**	**6,235,918,622**
Deposits and other accounts	**36,309,756,231**	**30,196,004,667**
Current deposits and other accounts	-	-
Bills payable	-	-
Saving bank deposit	-	-
Term deposits	36,194,507,026	30,080,861,537
Bearer certificate of deposit	-	-
Other deposits	115,249,205	115,143,130
Other liabilities	**3,269,997,451**	**2,723,890,988**
TOTAL LIABILITIES	**48,787,203,719**	**39,155,814,276**
Shareholders' Equity	**5,509,886,148**	**5,458,729,132**
Paid up Capital	2,767,399,490	2,406,434,340
Statutory reserve	1,070,057,519	987,633,086
Retained earnings	1,672,429,139	2,064,661,706
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**54,297,089,867**	**44,614,543,408**
Net asset value per share- (NAV)	**19.91**	**19.73**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

Separate Profit and Loss Account (Un-audited)

For the period ended 30 June 2016

Operating Income	30 June 2016 YTD	30 June 2015 YTD	Q-2, 2016 (April-June)	Q-2, 2015 (April-June)
Net interest	**846,182,130**	**537,025,336**	**498,812,960**	**298,695,386**
Interest income	2,568,942,197	2,069,527,900	1,390,083,957	1,102,257,270
Less : Interest expenses on deposits and borrowings	1,722,760,067	1,532,502,564	891,270,997	803,561,884
Income from investment	105,702,620	250,196,462	78,818,150	36,608,972
Commission, Exchange and Brokerage Income	-	-	-	-
Other operational income	176,352,083	124,757,528	98,409,426	68,069,509
Total :	**1,128,236,833**	**911,979,326**	**676,040,536**	**403,373,867**
Operating Expenses				
Salary and allowances	315,012,888	255,088,790	146,681,480	128,737,706
Rent, taxes, insurance, electricity etc.	58,580,590	44,388,053	31,245,576	23,983,242
Legal and professional fees	7,732,139	5,314,312	5,553,408	3,580,015
Postage, stamp, telecommunication etc.	5,680,752	4,868,636	3,475,225	2,849,522
Stationery, printing, advertisement	20,714,616	16,512,743	13,588,380	8,746,922
Managing director's salary and allowance	8,387,632	7,819,031	4,193,816	3,784,281
Director fees and expenses	384,000	275,000	200,000	170,000
Audit fees	200,000	240,000	100,000	120,000
Charges on loan losses	-	-	-	-
Repairs, maintenance and depreciation	31,559,341	26,153,763	17,229,800	13,786,028
Other expenses	137,377,476	85,400,011	86,437,330	50,531,690
Total :	**585,629,433**	**446,060,339**	**308,705,016**	**236,289,407**
Net Operating Income	**542,607,400**	**465,918,987**	**367,335,520**	**167,084,461**
Provisions for loans / investments	**121,772,097**	**87,242,192**	**90,260,128**	**(179,514,424)**
General Provision	115,790,483	79,226,462	27,754,943	37,322,475
Specific provision	25,503,427	42,902,128	63,177,506	(70,890,317)
Provision for diminution in value of investments	(19,521,813)	(34,886,398)	(672,320)	(145,946,582)
Provision for other assets	-	-	-	-
Profit before tax and reserve:	**420,835,303**	**378,676,795**	**277,075,392**	**346,598,885**
Provision for tax	**8,713,134**	**-**	**4,601,288**	**-**
Deferred tax expenses/(income)	-	-	-	-
Provision during the period	8,713,134	-	4,601,288	-
Net profit after tax:	**412,122,169**	**378,676,795**	**272,474,104**	**346,598,885**
Earning per share (EPS)	**1.49**	**1.37**	**0.98**	**1.25**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

Separate Statement of Cash Flows (Un-audited)

For the period ended 30 June 2016

	30 June 2016	30 June 2015
A) Cash flows from operating activities		
Interest received	2,660,185,708	2,084,961,027
Interest paid	(1,469,158,042)	(1,510,148,237)
Dividend received	59,632,878	17,227,525
Fees and commission received	133,384,771	98,464,358
Income from investment	26,030,646	46,560,695
Cash paid to employees (including directors)	(304,082,554)	(234,283,834)
Cash paid to suppliers & Others	(25,822,554)	(26,475,306)
Income taxes paid	(14,715,485)	(7,776,011)
Received from other operating activities	42,727,312	26,293,170
Paid for other operating activities	(207,675,760)	(92,717,729)
Cash generated from operating activities	**900,506,921**	**402,105,658**
Increase/ (decrease) in operating assets & liabilities		
Loans and advances to customers	(8,852,482,859)	(7,991,704,443)
Other assets	(71,008,645)	(13,371,360)
Deposits from customers and others	6,113,751,565	6,485,611,652
Other liabilities	(50,753,380)	122,570,624
	(2,860,493,319)	**(1,396,893,527)**
Net Cash from Operating Activities	**(1,959,986,398)**	**(994,787,869)**
B) Cash flows from investing activities		
Changes in investment in securities	(74,451,875)	(53,150,380)
Purchase of property, plant and equipment	(55,800,878)	(716,265,831)
Sales proceeds of fixed assets	401,500	694,172
Investment in commercial paper	(370,000,000)	-
Investment in subsidiaries	(10,000,000)	(3,250,000)
Net Cash used in Investing Activities	**(509,851,253)**	**(771,972,040)**
C) Cash flows from financing activities		
Drawdown of Term Loan, OD and REPO	2,971,531,414	1,645,877,967
Dividend paid (cash dividend)	(298,013,053)	(188,418,927)
Net Cash used in Financing Activities	**2,673,518,362**	**1,457,459,039**
D) Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	**203,680,710**	**(309,300,869)**
E) Opening cash and cash-equivalents	**1,241,612,064**	**1,322,686,453**
F) Closing cash and cash-equivalents (D+E)*	**1,445,292,774**	**1,013,385,584**
*** Closing cash and cash-equivalents**		
Cash in hand	404,340	325,660
Balance with Bangladesh Bank and its agent bank(s)	642,837,322	382,685,370
Balance with other Banks and Financial Institutions	802,051,112	630,374,554
Total:	**1,445,292,774**	**1,013,385,584**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

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

For the period ended 30 June 2016

Amount in Taka

Particulars	Share Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at 01 January 2016	**2,406,434,340**	**987,633,086**	-	**2,064,661,706**	**5,458,729,132**
Items involved in changes in equity					
Net profit for the period	-	-	-	412,122,169	412,122,169
Appropriation to statutory reserve	-	82,424,434	-	(82,424,434)	-
Stock dividend (15%)	360,965,150	-	-	(360,965,150)	-
Cash dividend (15%)	-	-	-	(360,965,152)	(360,965,152)
Balance as at 30 June 2016	**2,767,399,490**	**1,070,057,519**	-	**1,672,429,139**	**5,509,886,148**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

Consolidated Balance Sheet (Un-audited)

As at 30 June 2016

PROPERTY AND ASSETS	30 June 2016	31 December 2015
Cash	**643,821,366**	**516,273,295**
Cash in hand	984,044	334,081
Balance with Bangladesh Bank	642,837,322	515,939,214
Balance with other banks and financial institutions	**1,847,186,476**	**1,427,389,298**
Inside Bangladesh	1,847,186,476	1,427,389,298
Outside Bangladesh	-	-
Money at Call and Short Notice	-	-
Investments	**4,923,778,540**	**4,372,854,794**
Government securities	-	-
Other investments	4,923,778,540	4,372,854,794
Leases, loans & advances	**50,097,260,972**	**41,819,015,931**
Lease portfolio, term finance, short term loan, etc.		
Fixed Assets including Land, Building, Furniture & Fixtures	**1,323,572,885**	**1,291,853,287**
Other assets	**1,197,464,269**	**1,020,498,293**
Non-Banking assets	**-**	**-**
TOTAL PROPERTY AND ASSETS	**60,033,084,507**	**50,447,884,897**
LIABILITY AND SHAREHOLDERS' EQUITY		
Borrowings from Bangladesh Bank, other banks & financial institutions	11,727,631,237	9,006,817,980
Term deposits and other deposits	**36,259,756,231**	**30,106,707,729**
Term deposits	36,144,507,026	29,991,564,599
Other deposits	115,249,205	115,143,130
Other liabilities	**5,782,282,918**	**4,985,106,251**
TOTAL LIABILITIES	**53,769,670,387**	**44,098,631,960**
Shareholders' Equity	**6,176,542,285**	**6,261,793,994**
Share capital	2,767,399,490	2,406,434,340
Share premium	1,090,888,800	1,090,888,800
Statutory reserve	1,070,057,519	987,633,085
General reserve	53,849,069	53,849,069
Retained earnings	1,194,347,407	1,722,988,700
Non controlling interest	86,871,835	87,458,943
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**60,033,084,507**	**50,447,884,897**
Net asset value per share- (NAV)	**22.32**	**22.63**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

Consolidated Profit and Loss Account (Un-audited)

For the period ended 30 June 2016

Operating Income	30 June 2016 YTD	30 June 2015 YTD	Q-2, 2016 (April-June)	Q-2, 2015 (April-June)
Net interest	**738,174,375**	**520,942,271**	**426,360,217**	**321,410,242**
Interest income	2,674,691,322	2,264,307,223	1,441,532,138	1,231,632,581
Less : Interest expenses on deposits and borrowings	1,936,516,948	1,743,364,952	1,015,171,921	910,222,339
Income from investment	284,786,047	106,675,888	203,948,400	65,275,902
Commission, Exchange and Brokerage Income	262,391,740	277,827,137	113,883,317	177,186,831
Other operational income	301,581,413	206,589,981	166,547,471	115,769,539
Total Operating Income	**1,586,933,575**	**1,112,035,276**	**910,739,404**	**679,642,514**
Operating Expenses				
Salary and allowances	510,258,783	403,989,717	240,359,479	199,418,423
Rent, taxes, insurance, electricity etc.	94,554,614	75,615,714	48,913,945	39,315,964
Legal and professional fees	9,009,106	5,879,804	6,438,625	3,827,478
Postage, stamp, telecommunication etc.	8,612,824	7,337,020	4,644,759	4,065,864
Stationery, printing, advertisement	25,747,351	21,435,358	15,381,204	10,638,930
Managing director's salary and allowance	8,387,632	7,819,031	4,193,816	3,784,281
Director fees and expenses	1,122,300	693,503	564,550	361,869
Audit fees	294,875	297,498	153,188	148,749
Changes on loan losses	-	-	-	-
Repairs, maintenance and depreciation	52,277,230	48,589,562	28,996,825	25,636,851
Other expenses	244,435,945	183,206,848	129,714,603	114,223,722
Total Operating Expenses	**954,700,661**	**754,864,055**	**479,360,995**	**401,422,132**
Net Operating Income	**632,232,913**	**357,171,221**	**431,378,409**	**278,220,382**
Provision for loans and advances/investments	**298,730,249**	**256,412,221**	**217,028,294**	**(121,042,015)**
Provision for loans and advances	141,293,910	122,128,590	90,932,448	(33,567,842)
Provision for diminution in value of investments	9,441,046	21,068,033	29,190,539	(132,581,972)
Provision for margin loan	147,995,293	113,215,598	96,905,307	45,107,799
General provision for other assets	-	-	-	-
Profit before tax and reserve	**333,502,664**	**100,759,000**	**214,350,115**	**399,262,397**
	48,376,329	**71,678,381**	**22,535,990**	**51,985,430**
Provision for tax made during the period	48,376,329	71,678,381	22,535,990	51,985,430
Deferred tax (expense)/ Income	-	-	-	-
Net profit after tax	**285,126,335**	**29,080,619**	**191,814,125**	**347,276,967**
Attributed to				
Shareholders of the Company	282,823,216	25,920,507	191,477,794	344,476,296
Non controlling interest	2,303,118	3,160,112	336,331	2,800,672
	285,126,335	**29,080,619**	**191,814,125**	**347,276,968**
Earning per share (2015 restated)	**1.02**	**0.09**	**0.69**	**1.24**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

Consolidated Statement of Cash Flows (Un-audited)

For the period ended 30 June 2016

	30 June 2016	30 June 2015
A) Cash flows from operating activities		
Interest received	2,766,262,793	2,377,381,407
Interest paid	(1,595,938,499)	(1,678,331,311)
Dividend received	130,728,116	48,442,782
Fees and commission received	437,820,815	390,251,388
Income from investment	152,718,346	58,498,881
Cash paid to employees (including directors)	(487,299,311)	(390,752,728)
Cash paid to suppliers	(49,514,877)	(22,151,607)
Income taxes paid	(72,892,524)	(82,390,010)
Received from other operating activities	124,265,508	71,003,842
Paid for other operating activities	(342,956,706)	(279,309,605)
Cash generated from operating activities before changes in operating assets and liabilities	**1,063,193,661**	**492,643,039**
Increase/ (decrease) in operating assets & liabilities		
Loans and advances to customers	(8,435,726,833)	(8,059,499,855)
Other assets	(115,934,177)	194,317,910
Deposits from customers and others	6,153,048,503	6,485,611,652
Other liabilities	83,223,291	120,302,415
Total increase/ (decrease) in operating assets & liabilities	**(2,315,389,216)**	**(1,259,267,877)**
Net Cash flow from Operating Activities (Total of "A"):	**(1,252,195,555)**	**(766,624,838)**
B) Cash flows from investing activities		
Changes in investment in securities	(180,923,745)	(266,045,257)
Purchase of property, plant and equipment	(75,501,672)	(732,070,183)
Investment in commercial paper	(370,000,000)	-
Sales proceeds of fixed assets	3,208,542	957,500
Net Cash used by Investing Activities (Total of "B"):	**(623,216,875)**	**(997,157,940)**
C) Cash flows from financing activities		
Drawdown of Term Loan, OD and REPO	2,720,813,257	1,457,490,762
Dividend paid	(298,055,578)	(188,694,990)
Net Cash flow from Financing Activities (Total of "C"):	**2,422,757,679**	**1,268,795,772**
D) Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	**547,345,249**	**(494,987,006)**
E) Opening cash and cash-equivalents	**1,943,662,593**	**2,241,428,751**
F) Closing cash and cash equivalents (D+E)*	**2,491,007,842**	**1,746,441,745**
*** Closing cash and cash-equivalents**		
Cash in hand (including foreign currencies)	**984,044**	**475,873**
Balance with Bangladesh Bank and its agent bank (s)	**642,837,322**	**382,685,370**
Balance with other Banks and Financial Institutions	**1,847,186,476**	**1,363,280,502**
Total:	**2,491,007,842**	**1,746,441,745**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

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

For the period ended 30 June 2016

Amount in Taka

Particulars	Share Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Total	Non Controlling Interest	Total
Balance as at 01 January 2015	**2,406,434,340**	**1,090,888,800**	**987,633,085**	**53,849,069**	**1,722,988,700**	**6,261,793,994**	**87,458,943**	**6,349,252,937**
Items Involved in Changes in Equity								
Changes of non controlling interest	-	-	-	-	(7,109,774)	(7,109,774)	(2,890,226)	(10,000,000)
Net profit for the period	-	-	-	-	282,823,216	282,823,216	2,303,118	285,126,335
Appropriation to statutory reserve	-	-	82,424,434	-	(82,424,434)	-	-	-
Appropriation to General reserve	-		-	-	-	-	-	-
Dividend								-
Stock dividend (15%)	360,965,150	-	-	-	(360,965,150)	-	-	-
Cash dividend (15%)	-	-	-	-	(360,965,152)	(360,965,152)	-	(360,965,152)
Balance as at 30 June 2016	**2,767,399,490**	**1,090,888,800**	**1,070,057,519**	**53,849,069**	**1,194,347,407**	**6,176,542,285**	**86,871,835**	**6,263,414,120**

Chairman | Director | Managing Director | Chief Financial Officer | Company Secretary

OMC_LBFL_july-2016

The above financial statements are available in the website of the Company at: www.lankabangla.com