MIDAS Financing Limited and its subsidiary

Condensed Consolidated Balance Sheet (Un-audited)

As at June 30, 2018

Particulars	Amount in Taka	
	June 30, 2018	Dec 31, 2017
PROPERTY AND ASSETS		
Cash	**202,944,948**	**195,587,763**
Cash in hand	14,791,450	14,749,782
Balance with Bangladesh Bank and its agent	188,153,498	180,837,981
Balance with other banks and financial institutions	**312,184,345**	**314,624,699**
Inside Bangladesh	312,184,345	314,624,699
Outside Bangladesh	-	-
Money at call and short notice	-	-
Investments	**408,951,858**	**346,801,198**
Government	-	-
Others	408,951,858	346,801,198
Lease, loans and advances	**9,963,703,077**	**10,099,435,603**
Fixed assets including land, building, furniture and fixtures	**491,857,829**	**499,654,701**
Other assets	**312,121,513**	**281,069,208**
Non-banking assets	**80,765,467**	**80,765,467**
Total Assets	**11,772,529,037**	**11,817,938,639**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	**1,396,386,973**	**1,394,821,194**
Deposits and other accounts	**7,529,528,253**	**7,742,485,146**
Term deposits	7,510,980,552	7,725,037,322
Other deposits	18,547,701	17,447,824
Other liabilities	**1,387,281,733**	**1,240,111,777**
Total Liabilities	**10,313,196,959**	**10,377,418,117**
Capital/Shareholders' equity	**1,459,329,756**	**1,440,518,429**
Paid-up capital	1,322,955,430	1,202,686,760
General reserve	-	-
Statutory reserve	80,227,958	80,227,958
Retained earnings	56,146,368	157,603,711
Non-controlling interest	**2,323**	**2,093**
Total Liabilities & Shareholders' Equity	**11,772,529,037**	**11,817,938,639**
CONSOLIDATED OFF - BALANCE SHEET ITEMS		
OFF - BALANCE SHEET EXPOSURES		
Contingent liabilities		
Acceptances and endorsements	-	-
Letters of guarantee	200,000,000	200,000,000
Irrevocable letters of credit	-	-
Bills for collection	-	-
	200,000,000	**200,000,000**
Other commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	483,084,136	1,364,618,248
Claims against the bank not acknowledged as debts	-	-
Total	**483,084,136**	**1,364,618,248**
TOTAL OFF BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES	**683,084,136**	**1,564,618,248**
Net Assets Value Per Share (Restated)	**11.03**	**10.89**

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

MIDAS Financing Limited and its subsidiary

Condensed Consolidated Profit and Loss Account (Un-audited)

For the half year ended June 30, 2018

Particulars	Amount in Taka		Amount in Taka	
	Jan 01, 2018 to June 30, 2018	Jan 01, 2017 to June 30, 2017	Apr 01, 2018 to June 30, 2018	Apr 01, 2017 to June 30, 2017
Interest income	529,412,970	514,396,642	242,393,601	252,217,991
Interest on deposits & borrowings, etc.	448,169,193	365,109,538	233,698,827	181,242,914
Net interest income	**81,243,777**	**149,287,104**	**8,694,774**	**70,975,077**
Income from Investment	45,001,274	42,554,115	5,185,655	4,332,851
Commission, exchange and brokerage	1,200,000	1,000,000	-	1,000,000
Other operating income	51,153,453	51,391,979	25,783,759	24,790,488
Total operating income	**178,598,504**	**244,233,198**	**39,664,188**	**101,098,416**
Salary and allowances	56,491,500	52,809,658	30,639,420	28,686,796
Rent, taxes, insurances, electricity, etc.	5,817,976	9,198,204	3,995,597	5,807,146
Legal expenses	7,712,659	6,343,164	3,393,285	2,682,353
Postage, stamp, telecommunication, etc.	1,603,992	1,703,950	952,500	803,397
Stationery, printing, advertisements, etc.	2,998,943	2,710,196	1,081,477	1,283,850
Managing Director's salary and benefits	3,171,998	3,171,998	1,585,998	1,585,998
Directors' fees and expenses	876,991	1,002,141	478,215	453,802
Auditors' fees	75,000	-	37,500	-
Depreciation and repair of company's assets	10,676,696	9,800,246	5,503,953	4,937,306
Other expenses	4,841,551	5,590,779	2,195,267	1,632,268
Total operating expenses	**94,267,306**	**92,330,336**	**49,863,212**	**47,872,916**
Profit before Provision	**84,331,198**	**151,902,862**	**(10,199,024)**	**53,225,500**
General provisions	17,154,620	10,053,118	5,920,161	(9,483,917)
Specific provisions	16,576,396	8,733,173	12,300,693	11,649,342
Diminution in value of investments	23,013,308	(9,901,730)	1,529,797	6,088,125
Other provisions	-	(500,000)	-	-
Total Provision	**56,744,324**	**8,384,561**	**19,750,651**	**8,253,550**
Total profit before tax	**27,586,875**	**143,518,301**	**(29,949,674)**	**44,971,950**
Current tax	8,775,318	25,755,551	1,995,600	5,000,000
Deferred tax	-	-	-	-
	8,775,318	**25,755,551**	**1,995,600**	**5,000,000**
Net profit after tax	**18,811,557**	**117,762,750**	**(31,945,274)**	**39,971,950**
Attributable to				
Shareholders of the Company	18,811,327	117,762,672	(31,945,294)	40,001,917
Non-controlling interest	230	78	20	32
	18,811,557	**117,762,750**	**(31,945,274)**	**40,001,949**
Appropriations to				
General reserve	-	-	-	-
Statutory reserve	-	24,090,566	-	7,194,624
	-	**24,090,566**	-	**7,194,624**
Retained surplus	**18,811,327**	**93,672,106**	**(31,945,294)**	**32,807,293**
Earnings Per Share (EPS) (Restated)	**0.14**	**0.89**	**(0.24)**	**0.30**

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

MIDAS Financing Limited and its subsidiary

Condensed Consolidated Cash Flow Statement (Un-audited)

For the half year ended June 30, 2018

Particulars	Amount in Taka	
	Jan 01, 2018 to June 30, 2018	Jan 01, 2017 to June 30, 2017
Cash Flow from Operating Activities		
Interest received	545,270,430	488,993,958
Interest paid	(415,408,109)	(324,003,226)
Dividend received	5,755,606	7,145,751
Fees & commission received	1,200,000	1,000,000
Recoveries of loans previously written off	14,946,774	10,053,508
Cash payments to employees	(59,663,498)	(55,981,656)
Cash payments to suppliers	(2,998,943)	(2,710,196)
Income tax paid	(15,710,157)	(34,945,160)
Received from other operating activities	90,399,121	86,800,343
Payments for other operating activities	(22,811,819)	(24,988,232)
Operating profit before changes in operating assets & liabilities	**140,979,406**	**151,365,091**
Changes in operating assets and liabilities		
Purchases/Sale of trading securities	(62,150,659)	(17,352,434)
Loans and lease finance to customers	119,751,706	(490,053,332)
Other assets	(32,180,080)	(19,207,230)
Deposits from Banks & individuals	(212,956,893)	472,209,989
Other liabilities	50,903,742	96,059,993
Sub Total	**(136,632,184)**	**41,656,986**
A) Net Cash from Operating Activities	**4,347,222**	**193,022,076**
Cash flow from Investing Activities		
Purchases of Property, Plant & Equipments	(996,170)	(1,008,272)
B) Net Cash from Investing Activities	**(996,170)**	**(1,008,272)**
Cash flow from Financing Activities		
Increase/(decrease) of borrowings	1,565,779	(27,973,863)
C) Net Cash from Financing Activities	**1,565,779**	**(27,973,863)**
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	**4,916,831**	**164,039,942**
E) Cash and cash equivalents at the beginning of the period	**510,212,462**	**624,866,477**
F) Cash and cash equivalents at the end of the period (D+E)*	**515,129,294**	**788,906,419**
***Closing cash and cash equivalents**		
Cash in hand	14,791,450	12,733,435
Balance with Bangladesh Bank and its agent Bank (s)	188,153,498	163,744,203
Balance with other banks and financial institutions	312,184,345	612,428,781
	515,129,294	**788,906,419**
Net operating cash flow per share (NOCFPS) (Restated)	**0.03**	**1.46**

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

MIDAS Financing Limited and its subsidiary

Condensed Consolidated Statement of Changes in Equity (Un-audited)

For the half year ended June 30, 2018

Amount in Taka

Particulars	Paid-up Capital	Statutory Reserve	Retained Earnings	Total	Non Controlling Interest	Total Equity
Balance as at January 1, 2018	**1,202,686,760**	**80,227,958**	**157,603,711**	**1,440,518,429**	**2,093**	**1,440,520,522**
Items involves in changes in equity						
Profit/(Loss) for the period	-	-	18,811,327	18,811,327	230	18,811,557
Stock dividend for 2017	120,268,670	-	(120,268,670)	-	-	-
Balance as at June 30, 2018	**1,322,955,430**	**80,227,958**	**56,146,368**	**1,459,329,756**	**2,323**	**1,459,332,079**
Balance as at June 30, 2017	**1,202,686,760**	**61,385,444**	**88,843,363**	**1,352,915,567**	**2,145**	**1,352,917,712**

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

AMARSTOCK

MIDAS Financing Limited

Condensed Balance Sheet (Un-audited)

As at June 30, 2018

Particulars	Amount in Taka	
	June 30, 2018	Dec 31, 2017
PROPERTY AND ASSETS		
Cash	**202,939,507**	**195,582,326**
Cash in hand	14,786,009	14,744,345
Balance with Bangladesh Bank and its agent	188,153,498	180,837,981
Balance with other banks and financial institutions	**310,395,923**	**303,631,994**
Inside Bangladesh	310,395,923	303,631,994
Outside Bangladesh	-	-
Money at call and short notice	-	-
Investments	**280,549,785**	**273,725,149**
Government	-	-
Others	280,549,785	273,725,149
Lease, loans and advances	**10,188,580,981**	**10,315,899,131**
Fixed assets including land, building, furniture and fixtures	**298,856,630**	**303,926,690**
Other assets	**493,895,439**	**473,240,221**
Non-banking assets	**80,765,467**	**80,765,467**
Total Assets	**11,855,983,732**	**11,946,770,978**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	**1,396,386,973**	**1,394,821,193**
Deposits and other accounts	**7,744,528,253**	**7,947,485,146**
Term deposits	7,725,980,552	7,930,037,322
Other deposits	18,547,701	17,447,824
Other liabilities	**1,292,832,319**	**1,172,279,060**
Total Liabilities	**10,433,747,545**	**10,514,585,399**
Capital/Shareholders' equity	**1,422,236,187**	**1,432,185,579**
Paid-up capital	1,322,955,430	1,202,686,760
General reserve	-	-
Statutory reserve	80,227,958	80,227,958
Retained earnings	19,052,799	149,270,861
Total Liabilities & Shareholders' Equity	**11,855,983,732**	**11,946,770,978**
OFF- BALANCE SHEET ITEMS		
OFF - BALANCE SHEET EXPOSURES		
Contingent liabilities		
Acceptances and endorsements	-	-
Letters of guarantee	200,000,000	200,000,000
Irrevocable letters of credit	-	-
Bills for collection	-	-
	200,000,000	**200,000,000**
Other commitments		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	483,084,136	1,364,618,248
Claims against the Bank not acknowledged as debts	-	-
	483,084,136	**1,364,618,248**
TOTAL OFF BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES	**683,084,136**	**1,564,618,248**
Net Assets Value Per Share (Restated)	**10.75**	**10.83**

Chairman Director Managing Director Chief Financial Officer Company Secretary

MIDAS Financing Limited

Condensed Profit and Loss Account (Un-audited)

For the half year ended June 30, 2018

Particulars	Amount in Taka		Amount in Taka	
	Jan 01, 2018 to June 30, 2018	Jan 01, 2017 to June 30, 2017	Apr 01, 2018 to June 30, 2018	Apr 01, 2017 to June 30, 2017
Interest income	538,999,395	525,808,359	248,177,469	257,918,532
Interest on deposits & borrowings, etc.	455,680,873	375,629,910	237,962,885	186,377,861
Net interest income	**83,318,522**	**150,178,449**	**10,214,584**	**71,540,671**
Income from investment	8,152,630	52,118,861	1,631,619	3,368,611
Commission, exchange and brokerage	1,200,000	1,000,000	-	1,000,000
Other operating income	34,819,072	36,809,328	17,131,633	17,484,715
Total operating income	**127,490,224**	**240,106,638**	**28,977,836**	**93,393,997**
Salary and allowances	54,569,484	51,846,575	29,497,816	28,005,403
Rent, taxes, insurances, electricity, etc.	5,641,716	8,074,539	3,901,853	5,722,231
Legal expenses	7,654,959	6,326,774	3,393,085	2,680,913
Postage, stamp, telecommunication, etc.	1,511,635	1,695,844	905,504	796,584
Stationery, printing, advertisements, etc.	2,980,226	2,604,506	1,069,084	1,197,982
Managing Director's salary and benefits	3,171,998	3,171,998	1,585,998	1,585,998
Directors' fees and expenses	819,747	922,586	448,415	414,077
Auditors' fees	75,000	-	37,500	-
Depreciation and repair of company's assets	7,853,165	7,118,575	4,049,478	3,593,786
Other expenses	4,692,266	4,913,933	2,172,007	1,611,441
Total operating expenses	**88,970,196**	**86,675,330**	**47,060,740**	**45,608,415**
Profit before Provision	**38,520,028**	**153,431,308**	**(18,082,904)**	**47,785,582**
General provisions	17,154,620	10,053,118	5,920,161	(9,483,917)
Specific provisions	16,576,396	8,733,173	12,300,693	11,649,342
Provisions for diminution in value of investments	9,738,405	(8,763,365)	(3,450,698)	5,647,035
Other provisions	-	(500,000)	-	-
Total Provision	**43,469,421**	**9,522,926**	**14,770,156**	**7,812,460**
Profit before tax	**(4,949,392)**	**143,908,382**	**(32,853,059)**	**39,973,122**
Current tax	5,000,000	23,455,551	1,500,000	4,000,000
Deferred tax	-	-	-	-
	5,000,000	**23,455,551**	**1,500,000**	**4,000,000**
Net profit after taxation	**(9,949,392)**	**120,452,831**	**(34,353,059)**	**35,973,122**
Appropriations to:				
General reserve	-	-	-	-
Statutory reserve	-	24,090,566	-	7,194,624
	-	24,090,566	-	7,194,624
Retained surplus	**(9,949,392)**	**96,362,265**	**(34,353,059)**	**28,778,498**
Earnings Per Share (EPS) (Restated)	**(0.08)**	**0.91**	**(0.26)**	**0.27**

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

MIDAS Financing Limited

Condensed Cash Flow Statement (Un-audited)

For the half year ended June 30, 2018

Particulars		Amount in Taka	
		Jan 01, 2018 to June 30, 2018	Jan 01, 2017 to June 30, 2017
Cash Flow from Operating Activities			
Interest received		554,856,855	500,405,675
Interest paid		(422,919,789)	(334,523,598)
Dividend received		3,936,971	16,710,497
Fees & commission received		1,200,000	1,000,000
Recoveries of loans previously written off		14,946,774	10,053,508
Cash payments to employees		(57,741,482)	(55,018,573)
Cash payments to suppliers		(2,980,226)	(2,604,506)
Income tax paid		(11,520,559)	(24,756,783)
Received from other operating activities		39,034,731	72,217,692
Payments for other operating activities		(22,193,559)	(23,041,124)
Operating profit before changes in operating assets & liabilities		**96,619,717**	**160,442,789**
Changes in Operating Assets and Liabilities			
Purchases/Sale of trading securities		(6,824,635)	(16,957,919)
Loans and lease finance to customers		111,337,330	(494,336,316)
Other assets		(25,972,585)	(6,544,333)
Deposits from banks & individuals		(202,956,893)	472,209,989
Other liabilities		41,337,266	71,068,558
Sub Total		**(83,079,517)**	**25,439,979**
A)	**Net Cash from Operating Activities**	**13,540,199**	**185,882,768**
Cash flow from Investing Activities			
Purchases of Property, Plant & Equipments		(984,869)	(447,164)
B)	**Net Cash from Investing Activities**	**(984,869)**	**(447,164)**
Cash flow from Financing Activities			
Increase/(decrease) of borrowings		1,565,780	(27,973,863)
C)	**Net Cash from Financing Activities**	**1,565,780**	**(27,973,863)**
D)	**Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)**	**14,121,111**	**157,461,740**
E)	**Cash and cash equivalents at the beginning of the period**	**499,214,320**	**624,456,641**
F)	**Cash and cash equivalents at the end of the period (D+E)***	**513,335,431**	**781,918,381**
***Closing cash and cash equivalents**			
Cash in hand		14,786,009	12,732,952
Balance with Bangladesh Bank and its agent Bank (s)		188,153,498	163,744,203
Balance with other banks and financial institutions		310,395,923	605,441,226
		513,335,431	**781,918,381**
Net operating cash flow per share (NOCFPS) (Restated)		**0.10**	**1.41**

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

MIDAS Financing Limited

Condensed Statement of Changes in Equity (Un-audited)

For the half year ended June 30, 2018

Amount in Taka

Particulars	Paid-up Capital	Statutory Reserve	Retained Earnings	Total
Balance as at January 1, 2018	**1,202,686,760**	**80,227,958**	**149,270,861**	**1,432,185,579**
Items involves in changes in equity				
Profit/(Loss) for the period	-	-	(9,949,392)	(9,949,392)
Stock dividend for 2017	120,268,670	-	(120,268,670)	-
Balance as at June 30, 2018	**1,322,955,430**	**80,227,958**	**19,052,799**	**1,422,236,187**
Balance as at June 30, 2017	**1,202,686,760**	**61,385,444**	**73,900,808**	**1,337,973,012**

Chairman Director Managing Director Chief Financial Officer Company Secretary

AMAR STOCK

MIDAS Financing Limited and its Subsidiary
Selected explanatory notes to the Financial Statements
For the half year ended June 30, 2018

Reporting:

This half yearly (2nd quarter) financial statements have been prepared based on International Accounting Standards (IAS) – 34: "Interim Financial Reporting".

These interim financial statements should be read in conjunction with the published financial statement for the year ended December 31, 2017, as they provide an update to previously reported information.

Accounting policies and method of computations:

Accounting policies and methods of computations followed in preparing these financial statements are consistent with those used in the annual financial statements, prepared and published for the year ended December 31, 2017.

Consolidation of operations of subsidiaries:

The consolidation of the financial statements has been made after eliminating all material intra group transactions.

The total profits of the Company and its subsidiary are shown in the consolidated profit and loss account with the proportion of profit after taxation pertaining to minority shareholders being deducted as 'non-controlling interest'.

Earnings per Share (EPS):

Earnings per share has been calculated based on number of shares outstanding for the period ended June 30, 2018 and profit for the same period. The number of shares outstanding for the period was 132,295,543 (including Bonus Share for 2017). Earnings per share for the preceding period of 2017 has also been calculated based on the same number of shares.

Subsequent events:

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of this financial statements to make proper evaluation and decision.

Reclassifications:

To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/restated/reclassified, whenever considered necessary, to conform to current period's presentation.

Clarification on Deviation:

1) **Earnings per Share (EPS)**

EPS of the company (both consolidated and solo) for the 2nd quarter of 2018 (Q2, CY) was deviated from the EPS of 2nd quarter of 2017 (Q2, LY). This was due to rise of cost of fund, interest suspense, provision against loans & advances and investment in securities.

2) **Net operating cash flow per share (NOCFPS)**

NOCFPS of the Company (both consolidated and solo) for the Q2, CY was deviated from the same of Q2, LY. During the Q2, LY the company collected a good amount of deposit from its depositors but tight liquidity situation in the banking sector caused a large amount of cash outflow in the same head in Q2, CY.

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

AMARSTOCK