MIDAS Financing Limited and its subsidiary

Condensed Consolidated Balance Sheet (Un-audited)

As at September 30, 2018

Particulars	Amount in Taka	
	30.09.2018	31.12.2017
PROPERTY AND ASSETS		
Cash	**202,611,404**	**195,587,763**
Cash in hand	11,714,722	14,749,782
Balance with Bangladesh Bank and its agent	190,896,682	180,837,981
Balance with other banks and financial institutions	**312,716,984**	**314,624,699**
Inside Bangladesh	312,716,984	314,624,699
Outside Bangladesh	-	-
Money at call and short notice	-	-
Investments	**421,576,391**	**346,801,198**
Government	-	-
Others	421,576,391	346,801,198
Lease, loans and advances	**9,872,229,012**	**10,099,435,603**
Fixed assets including land, building, furniture and fixtures	**488,748,379**	**499,654,701**
Other assets	**317,468,841**	**281,069,208**
Non-banking assets	**80,765,467**	**80,765,467**
Total Assets	**11,696,116,478**	**11,817,938,639**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	**1,471,140,743**	**1,394,821,194**
Deposits and other accounts	**7,367,198,656**	**7,742,485,146**
Term deposits	7,348,915,850	7,725,037,322
Other deposits	18,282,806	17,447,824
Other liabilities	**1,385,169,573**	**1,240,111,777**
Total Liabilities	**10,223,508,972**	**10,377,418,117**
Capital/Shareholders' equity	**1,472,605,175**	**1,440,518,429**
Paid-up capital	1,322,955,430	1,202,686,760
General reserve	-	-
Statutory reserve	80,693,788	80,227,958
Retained earnings	68,955,957	157,603,711
Non-controlling interest	**2,331**	**2,093**
Total Liabilities & Shareholders' Equity	**11,696,116,478**	**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	708,600,000	1,364,618,248
Claims against the bank not acknowledged as debts	-	-
Total	**708,600,000**	**1,364,618,248**
TOTAL OFF BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES	**908,600,000**	**1,564,618,248**
Net Assets Value Per Share (Restated)	**11.13**	**10.89**

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

MIDAS FINANCING LIMITED

MIDAS Financing Limited and its subsidiary

Condensed Consolidated Profit and Loss Account (Un-audited)

For the period ended September 30, 2018

Particulars	Amount in Taka		Amount in Taka	
	Jan to Sep' 18	Jan to Sep' 17	July to Sep' 18	July to Sep' 17
Interest income	808,971,801	794,123,512	279,558,831	279,726,870
Interest on deposits & borrowings, etc.	682,577,654	566,632,477	234,408,461	201,522,938
Net interest income	**126,394,147**	**227,491,035**	**45,150,370**	**78,203,932**
Income from Investment	48,096,872	52,045,350	3,095,598	9,491,235
Commission, exchange and brokerage	1,200,000	1,000,000	-	-
Other operating income	74,368,594	76,348,138	23,215,141	24,956,159
Total operating income	**250,059,613**	**356,884,523**	**71,461,109**	**112,651,326**
Salary and allowances	89,915,406	83,691,102	33,423,906	30,881,444
Rent, taxes, insurances, electricity, etc.	9,804,728	16,786,997	3,986,752	7,588,793
Legal expenses	9,224,450	8,357,723	1,511,791	2,014,559
Postage, stamp, telecommunication, etc.	2,409,947	2,563,572	805,955	859,622
Stationery, printing, advertisements, etc.	4,153,418	3,550,117	1,154,475	839,921
Managing Director's salary and benefits	4,977,997	4,757,997	1,805,999	1,585,999
Directors' fees and expenses	1,541,785	1,330,372	664,794	328,231
Auditors' fees	112,500	-	37,500	-
Depreciation and repair of company's assets	15,983,774	15,064,411	5,307,078	5,264,165
Other expenses	8,514,857	7,457,016	3,673,306	1,866,237
Total operating expenses	**146,638,862**	**143,559,307**	**52,371,557**	**51,228,971**
Profit before Provision	**103,420,751**	**213,325,216**	**19,089,552**	**61,422,355**
General provisions	(2,210,496)	17,079,377	(19,365,116)	7,026,259
Specific provisions	29,286,775	10,336,103	12,710,379	1,602,930
Diminution in value of investments	30,482,170	(4,665,516)	7,468,862	5,236,214
Other provisions	-	(500,000)	-	-
Total Provision	**57,558,449**	**22,249,964**	**814,125**	**13,865,403**
Total profit before tax	**45,862,302**	**191,075,252**	**18,275,427**	**47,556,952**
Current tax	13,775,318	28,755,551	5,000,000	3,000,000
Deferred tax	-	-	-	-
	13,775,318	**28,755,551**	**5,000,000**	**3,000,000**
Net profit after tax	**32,086,984**	**162,319,701**	**13,275,427**	**44,556,952**
Attributable to				
Shareholders of the Company	32,086,746	162,319,571	13,275,420	44,556,899
Non-controlling interest	238	130	8	52
	32,086,984	**162,319,701**	**13,275,428**	**44,556,951**
Appropriations to				
General reserve	-	-	-	-
Statutory reserve	465,830	31,718,929	465,830	7,628,363
	465,830	**31,718,929**	**465,830**	**7,628,363**
Retained surplus	**31,620,916**	**130,600,642**	**12,809,590**	**36,928,536**
Earnings Per Share (EPS) (Restated)	**0.24**	**1.23**	**0.10**	**0.34**

Chairman Director Managing Director Chief Financial Officer Company Secretary

MIDAS Financing Limited and its subsidiary

Condensed Consolidated Cash Flow Statement (Un-audited)

For the period ended September 30, 2018

Particulars	Amount in Taka	
	Jan to Sep' 18	Jan to Sep' 17
Cash Flow from Operating Activities		
Interest received	838,355,063	767,972,175
Interest paid	(635,136,983)	(506,452,970)
Dividend received	6,321,731	12,253,012
Fees & commission received	1,200,000	1,000,000
Recoveries of loans previously written off	20,699,312	15,611,248
Cash payments to employees	(94,893,403)	(88,449,099)
Cash payments to suppliers	(4,153,418)	(3,550,117)
Income tax paid	(22,730,075)	(44,137,136)
Received from other operating activities	116,143,735	115,689,476
Payments for other operating activities	(34,306,977)	(38,505,485)
Operating profit before changes in operating assets & liabilities	**191,498,986**	**231,431,104**
Changes in operating assets and liabilities		
Purchases/Sale of trading securities	(74,775,193)	(66,110,280)
Loans and lease finance to customers	179,184,758	(1,115,411,528)
Other assets	(44,508,756)	(17,481,562)
Deposits from Banks & individuals	(375,286,490)	1,070,635,694
Other liabilities	55,061,811	(23,066,035)
Sub Total	**(260,323,870)**	**(151,433,712)**
A) Net Cash from Operating Activities	**(68,824,883)**	**79,997,392**
Cash flow from Investing Activities		
Sales proceeds of fixed assets	-	451,000
Purchases of Property, Plant & Equipments	(2,378,738)	(3,719,222)
B) Net Cash from Investing Activities	**(2,378,738)**	**(3,268,222)**
Cash flow from Financing Activities		
Increase/(decrease) of borrowings	76,319,549	(9,835,162)
C) Net Cash from Financing Activities	**76,319,549**	**(9,835,162)**
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	**5,115,926**	**66,894,009**
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)*	**515,328,388**	**691,760,486**
***Cash and cash equivalents at the end of the period**		
Cash in hand	**11,714,722**	**9,461,591**
Balance with Bangladesh Bank and its agent Bank (s)	**190,896,682**	**180,908,132**
Balance with other banks and financial institutions	**312,716,984**	**501,390,763**
Total	**515,328,388**	**691,760,486**
Net operating cash flow per share (NOCFPS) (Restated)	**(0.52)**	**0.60**

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 period ended September 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	-	-	32,086,746	32,086,746	238	32,086,984
Transfer to statutory reserve	-	465,830	(465,830)	-	-	-
Stock dividend for 2017	120,268,670	-	(120,268,670)	-	-	-
Balance as at September 30, 2018	**1,322,955,430**	**80,693,788**	**68,955,957**	**1,472,605,175**	**2,331**	**1,472,607,506**

Balance as at September 30, 2017	**1,202,686,760**	**69,013,807**	**125,771,899**	**1,397,472,466**	**2,197**	**1,397,474,663**

Chairman Director Managing Director Chief Financial Officer Company Secretary

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MIDAS FINANCING LIMITED

MIDAS Financing Limited

Condensed Balance Sheet (Un-audited)

As at September 30, 2018

Particulars	Amount in Taka	
	30.09.2018	31.12.2017
PROPERTY AND ASSETS		
Cash	**202,608,272**	**195,582,326**
Cash in hand	11,711,590	14,744,345
Balance with Bangladesh Bank and its agent	190,896,682	180,837,981
Balance with other banks and financial institutions	**305,127,900**	**303,631,994**
Inside Bangladesh	305,127,900	303,631,994
Outside Bangladesh	-	-
Money at call and short notice	-	-
Investments	**288,175,623**	**273,725,149**
Government	-	-
Others	288,175,623	273,725,149
Lease, loans and advances	**10,106,814,827**	**10,315,899,131**
Fixed assets including land, building, furniture and fixtures	**296,002,883**	**303,926,690**
Other assets	**500,772,635**	**473,240,221**
Non-banking assets	**80,765,467**	**80,765,467**
Total Assets	**11,780,267,607**	**11,946,770,978**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	**1,471,140,743**	**1,394,821,193**
Deposits and other accounts	**7,582,198,656**	**7,947,485,146**
Term deposits	7,563,915,850	7,930,037,322
Other deposits	18,282,806	17,447,824
Other liabilities	**1,292,413,479**	**1,172,279,060**
Total Liabilities	**10,345,752,878**	**10,514,585,399**
Capital/Shareholders' equity	**1,434,514,729**	**1,432,185,579**
Paid-up capital	1,322,955,430	1,202,686,760
General reserve	-	-
Statutory reserve	80,693,788	80,227,958
Retained earnings	30,865,511	149,270,861
Total Liabilities & Shareholders' Equity	**11,780,267,607**	**11,946,770,978**
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	708,600,000	1,364,618,248
Claims against the Bank not acknowledged as debts	-	-
	708,600,000	**1,364,618,248**
TOTAL OFF BALANCE SHEET ITEMS INCLUDING CONTINGENT LIABILITIES	**908,600,000**	**1,564,618,248**
Net Assets Value Per Share (Restated)	**10.84**	**10.83**

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

MIDAS FINANCING LIMITED

MIDAS Financing Limited

Condensed Profit and Loss Account (Un-audited)

For the period ended September 30, 2018

Particulars	Amount in Taka		Amount in Taka	
	Jan to Sep' 18	Jan to Sep' 17	July to Sep' 18	July to Sep' 17
Interest income	824,968,821	810,913,740	285,969,426	285,105,381
Interest on deposits & borrowings, etc.	694,883,788	581,841,937	239,202,916	206,212,027
Net interest income	**130,085,033**	**229,071,803**	**46,766,510**	**78,893,354**
Income from Investment	11,856,809	57,177,835	3,704,179	5,058,974
Commission, exchange and brokerage	1,200,000	1,000,000	-	-
Other operating income	48,991,974	54,367,811	14,172,902	17,558,483
Total operating income	**192,133,816**	**341,617,449**	**64,643,591**	**101,510,811**
Salary and allowances	86,783,551	81,675,314	32,214,067	29,828,739
Rent, taxes, insurances, electricity, etc.	9,527,917	14,217,582	3,886,201	6,143,043
Legal expenses	9,166,750	8,285,273	1,511,791	1,958,499
Postage, stamp, telecommunication, etc.	2,270,164	2,497,419	758,529	801,575
Stationery, printing, advertisements, etc.	4,124,396	3,410,477	1,144,170	805,971
Managing Director's salary and benefits	4,977,997	4,757,997	1,805,999	1,585,999
Directors' fees and expenses	1,463,879	1,220,908	644,132	298,322
Auditors' fees	112,500	-	37,500	-
Depreciation and repair of company's assets	11,524,141	10,913,819	3,670,976	3,795,244
Other expenses	7,347,306	6,607,875	2,655,040	1,693,942
Total operating expenses	**137,298,601**	**133,586,664**	**48,328,406**	**46,911,334**
Profit before Provision	**54,835,215**	**208,030,785**	**16,315,185**	**54,599,477**
General provisions	(2,210,496)	17,079,377	(19,365,116)	7,026,259
Specific provisions	29,286,775	10,336,103	12,710,379	1,602,930
Provisions for diminution in value of investments	15,429,786	(3,934,893)	5,691,381	4,828,472
Other provisions	-	(500,000)	-	-
Total Provision	**42,506,065**	**22,980,587**	**(963,356)**	**13,457,661**
Profit before tax	**12,329,150**	**185,050,198**	**17,278,542**	**41,141,816**
Current tax	10,000,000	26,455,551	5,000,000	3,000,000
Deferred tax	-	-	-	-
	10,000,000	**26,455,551**	**5,000,000**	**3,000,000**
Net profit after taxation	**2,329,150**	**158,594,647**	**12,278,542**	**38,141,816**
Appropriations to:				
General reserve	-	-	-	-
Statutory reserve	465,830	31,718,929	465,830	7,628,363
	465,830	31,718,929	465,830	7,628,363
Retained surplus	**1,863,320**	**126,875,718**	**11,812,712**	**30,513,453**
Earnings Per Share (EPS) (Restated)	**0.02**	**1.20**	**0.09**	**0.29**

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

MIDAS Financing Limited

Condensed Cash Flow Statement (Un-audited)

For the period ended September 30, 2018

Particulars		Amount in Taka	
		Jan to Sep' 18	Jan to Sep' 17
	Cash Flow from Operating Activities		
	Interest received	854,352,083	784,762,407
	Interest paid	(647,443,117)	(521,662,431)
	Dividend received	4,267,596	17,385,497
	Fees & commission received	1,200,000	1,000,000
	Recoveries of loans previously written off	20,699,312	15,611,248
	Cash payments to employees	(91,761,548)	(86,433,311)
	Cash payments to suppliers	(4,124,396)	(3,410,477)
	Income tax paid	(16,678,740)	(31,649,655)
	Received from other operating activities	56,581,187	93,709,149
	Payments for other operating activities	(32,297,812)	(34,668,737)
	Operating profit before changes in operating assets & liabilities	**144,794,566**	**234,643,690**
	Changes in Operating Assets and Liabilities		
	Purchases/Sale of trading securities	(14,450,474)	(43,245,911)
	Loans and lease finance to customers	161,062,471	(1,121,631,696)
	Other assets	(41,692,871)	(12,752,234)
	Deposits from banks & individuals	(365,286,490)	1,057,559,309
	Other liabilities	48,966,138	(38,183,091)
	Sub Total	**(211,401,226)**	**(158,253,624)**
A)	**Net Cash from Operating Activities**	**(66,606,659)**	**76,390,066**
	Cash flow from Investing Activities		
	Sales proceeds of fixed assets	-	451,000
	Purchases of Property, Plant & Equipments	(1,191,039)	(3,118,114)
B)	**Net Cash from Investing Activities**	**(1,191,039)**	**(2,667,114)**
	Cash flow from Financing Activities		
	Increase/(decrease) of borrowings	76,319,550	(9,835,162)
C)	**Net Cash from Financing Activities**	**76,319,550**	**(9,835,162)**
D)	**Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)**	**8,521,852**	**63,887,790**
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)***	**507,736,172**	**688,344,431**
	***Cash and cash equivalents at the end of the period**		
	Cash in hand	**11,711,590**	**9,451,591**
	Balance with Bangladesh Bank and its agent Bank (s)	**190,896,682**	**180,908,132**
	Balance with other banks and financial institutions	**305,127,900**	**497,984,708**
	Total	**507,736,172**	**688,344,431**
	Net operating cash flow per share (NOCFPS) (Restated)	**(0.50)**	**0.58**

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

MIDAS FINANCING LIMITED

MIDAS Financing Limited

Condensed Statement of Changes in Equity (Un-audited)

For the period ended September 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	-	-	2,329,150	2,329,150
Transfer to statutory reserve	-	465,830	(465,830)	-
Stock dividend for 2017	120,268,670	-	(120,268,670)	-
Balance as at September 30, 2018	**1,322,955,430**	**80,693,788**	**30,865,511**	**1,434,514,729**
Balance as at September 30, 2017	**1,202,686,760**	**69,013,807**	**104,414,261**	**1,376,114,828**

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 period ended September 30, 2018

Reporting:

This third quarterly (3rd quarterly) 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 September 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.

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Clarification on Deviation:

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

EPS of the company (both consolidated and solo) for the 3rd quarter of 2018 (Q3, CY) was deviated from the EPS of 3rd quarter of 2017 (Q3, LY). This was due to rise of cost of fund, interest suspense, provision against loans & advances and reduction of income from investment in securities.

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

NOCFPS of the Company (both consolidated and solo) for the Q3, CY was deviated from the same of Q3, LY. During the Q3, 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 Q3, CY. Such opposite flow of cash caused a negative NOCFPS in Q3, CY as against positive cash flow in Q3, LY.

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

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