NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Balance Sheet (Un-audited)
As at March 31, 2017

	Note	March 2017 Taka	December 2016 Taka
Property and Assets			
Cash:	4.00		
In hand (including foreign currencies)		65,064	63,599
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		171,082,016	164,826,047
		171,147,080	**164,889,646**
Balance with banks and other financial institutions:	5.00		
In Bangladesh		3,438,614,954	2,291,412,919
Outside Bangladesh		-	-
		3,438,614,954	**2,291,412,919**
Money at call and on short notice	6.00	**-**	-
Investments:	7.00		
Government		-	-
Others		91,964,258	82,280,995
		91,964,258	**82,280,995**
Loans and advances:	8.00		
Loans, cash credits, overdrafts etc.		9,299,839,311	8,959,772,086
Bills purchased and discounted		-	-
		9,299,839,311	**8,959,772,086**
Fixed assets including premises, furniture and fixtures	9.00	**232,468,430**	**234,721,338**
Other assets	10.00	**451,480,155**	**517,312,672**
Non-banking assets	11.00	-	-
Total Assets		**13,685,514,187**	**12,250,389,655**
Liabilities and capital			
Liabilities:			
Borrowing from other banks, financial institutions and agents	12.00	**1,316,580,814**	**1,009,953,831**
Deposits and other accounts:	13.00		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Fixed deposits		9,560,250,324	8,459,160,226
Bearer certificate of deposits		-	-
Other deposits		16,846,609	18,469,536
		9,577,096,933	**8,477,629,762**
Other liabilities	14.00	**1,095,759,238**	**1,125,844,472**
Total Liabilities		**11,989,436,985**	**10,613,428,066**
Capital/Shareholders' equity:			
Paid up capital	15.02	1,063,920,000	1,063,920,000
Statutory reserve	16.00	372,178,409	360,355,287
Retained earnings	17.00	259,978,793	212,686,303
Total Shareholders' equity		**1,696,077,202**	**1,636,961,590**
Total liabilities and Shareholders' equity		**13,685,514,187**	**12,250,389,655**

	Note	March 2017 Taka	December 2016 Taka
Off-Balance Sheet Items			
Contingent Liabilities:		-	-
Acceptances and endorsements		-	-
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		22,256,919	22,256,919
		22,256,919	**22,256,919**
Other Commitments:		-	-
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities			
Un-disbursed contracted loans and leases	33.00	10,886,154	625,122,527
Undrawn formal standby facilities, credit lines and other commitments		-	-
		10,886,154	**625,122,527**
Total Off-Balance Sheet Items including contingent liabilities		33,143,073	647,379,446

(Sayed Ahmed, FCMA)
Chief Financial Officer

(Md. Sarwar Kamal, FCS)
Company Secretary

(Md. Khalilur Rahman)
Managing Director

(Md.Kabir Reza, FCMA)
Director

(Latifur Rahman)
Chairman

NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Profit and Loss Account (Un-audited)

For the 1st quarter ended March 31, 2017

	Note	March 31, 2017 Taka	March 31, 2016 Taka
Interest Income	19.00	303,602,684	289,887,361
Interest paid on deposits, borrowings etc.	20.00	179,007,700	150,043,466
Net interest income		**124,594,984**	**139,843,896**
Investment Income	21.00	10,268,535	1,562,500
Commission, exchange and brokerage	22.00	24,000	161,500
Other operating income	23.00	5,310,359	10,743,602
		15,602,894	**12,467,602**
Total operating income		**140,197,878**	**152,311,498**
Salaries and allowances	24.02	19,012,602	15,408,051
Rent, taxes, insurance, electricity etc.	24.03	2,043,374	1,622,747
Legal expenses	24.04	1,620,518	1,160,068
Postage, stamps, telecommunication etc.	25.00	858,418	814,364
Stationery, printing, advertisement etc.	26.00	1,108,133	1,325,091
Managing Director's salary and fees	27.00	1,101,000	1,101,000
Directors' fees and expenses	24.01	404,800	358,800
Auditors' fees	28.00	-	-
Charges on loan losses		-	-
Depreciation and repairs to assets	29.00	2,344,945	718,213
Other expenses	30.00	3,025,543	2,246,390
Total operating expenses		**31,519,333**	**24,754,724**
Profit/ (Loss) before provisions		**108,678,545**	**127,556,774**
Provisions for			
Loans, advances and leases	31.00	10,211,762	14,096,521
Diminution in value of investments	31.01	735,243	1,480,979
Others	31.02	(238,136)	(28,888)
Total provisions		**10,708,869**	**15,548,612**
Total profit/(loss) before taxation		**97,969,676**	**112,008,162**
Provisions for taxation			
Current	14.08 (1)	(38,854,063)	(47,570,046)
Deffered	10.03(a)	-	-
		(38,854,063)	**(47,570,046)**
Net Profit/(loss) after taxation		**59,115,613**	**64,438,115**
Appropriations:			
Statutory reserve	16.00	11,823,123	12,887,623
General reserve		-	-
Dividend etc.		-	-
		11,823,123	**12,887,623**
Retained surplus		**47,292,490**	**51,550,492**
Earnings per share	32.00	0.56	0.61

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Director

(Latifur Rahman)
Chairman

NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Statement of Changes in Equity

For the 1st quarter ended March 31, 2017

Figures in Taka

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at March 31, 2016:	**1,063,920,000**	**324,488,753**	**-**	**250,086,566**	**1,638,495,319**
Balance as at January 01, 2017	1,063,920,000	360,355,287	-	212,686,303	1,636,961,590
Changes in accounting policy	-	-		-	-
Restated balance	1,063,920,000	360,355,287		212,686,303	1,636,961,590
Surplus/deficit on account of revaluation of properties	-	-	-	-	-
Surplus/deficit on account of revaluation of Investments	-	-	-	-	-
Currency transaction differences	-	-	-	-	-
Net gain/loss not recognized in the income statement	-	-	-	-	-
Net profit for the year	-	-	-	59,115,613	59,115,613
Dividends	-	-	-	-	-
Transfer to statutory reserve	-	11,823,123	-	(11,823,123)	-
Balance as at March 31, 2017	**1,063,920,000**	**372,178,409**	**-**	**259,978,793**	**1,696,077,202**

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Director

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Chairman

NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Cash Flow Statement

For the period ended March 31, 2017

	March 2017 Taka	March 2016 Taka
A. Cash flows from operating activities		
Interest receipts in cash	280,178,432	281,456,596
Interest payments	(177,830,182)	(135,261,374)
Dividend receipts	2,023,883	-
Fees and commissions receipts in cash	24,000	161,500
Recoveries on loans previously written off	-	20,000
Cash payments to employees	(20,113,602)	(17,420,393)
Cash payments to suppliers	(2,004,092)	(2,201,778)
Income taxes paid	(67,831,878)	(61,788,507)
Receipts from other operating activities	13,555,011	10,743,602
Payments for other operating activities	(7,094,235)	(5,388,005)
Cash generated from operating activities before changes in operating assets and liabilities	**20,907,336**	**70,321,641**
Increase/(decrease) in operating assets and liabilities:		
Statutory deposits	-	-
Purchase/sale of trading securities	-	-
Loans, advances and leases to the client	(340,067,225)	(638,395,281)
Other assets	29,111,499	(192,234,549)
Term deposits	1,101,090,098	862,562,455
Other deposits	(1,622,927)	(1,400,390)
Trading liabilities	-	-
Other liabilities	47,151,464	13,791,550
	835,662,909	**44,323,786**
Net cash flow from operating activities	**856,570,245**	**114,645,427**
B. Cash flows from investing activities		
Proceeds from sale of securities	(9,683,263)	10,000,000
Payments for purchase of securities	-	-
Purchase /sale of property, plant & equipment	(54,496)	(46,697)
Purchase /sale of subsidiary	-	-
Net cash from investing activities	**(9,737,759)**	**9,953,303**
C. Cash flows from financing activities		
Receipts from issue of loan capital & debt securities	-	-
Payments for redemption of loan capital & debt securities	-	-
Receipt from ordinary shares	-	-
Loan from banks	306,626,982	(27,282,793)
Dividend paid	-	-
Net cash from financing activities	**306,626,982**	**(27,282,793)**
D. Net increase/(decrease) in cash	**1,153,459,468**	**97,315,937**
E. Effects of exchange rate changes on cash and cash equivalent	-	-
F. Cash and cash equivalent at beginning of the year	2,456,302,565	1,097,073,783
G. Cash and cash equivalent at end of the period	**3,609,762,033**	**1,194,389,719**
Cash and cash equivalent at end of the period		
Cash in hand (including foreign currencies)	65,064	48,082
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	171,082,016	144,395,918
Balance with banks and other financial institutions	3,438,614,954	1,049,945,720
Money at call and on short notice	-	-
	3,609,762,033	**1,194,389,719**

(Sayed Ahmed, FCMA)
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Managing Director

Md.Kabir Reza
Director

Latifur Rahman
Chairman

NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED
Notes to the Financial Statements (Un-audited)
For the period ended March 31, 2017

1.00 Reporting Entity

1.01 Legal status and nature of the company

National Housing Finance and Investments Limited (NHFIL) was incorporated on August 18, 1998 as a public limited company under the Companies Act 1994, obtaining license from Bangladesh Bank under the Financial Institutions Act 1993 on December 29, 1998. The main objectives of the Company are to carry on the business of financing the acquisition, construction, development and purchase of houses, plots, apartments, real estates, commercial spaces, etc.

The Company has obtained permission from Bangladesh Bank on June 03, 2003 to enter into lease finance operation keeping housing finance as its core business. The Company extends lease finance for all types of industrial, manufacturing and service equipments including vehicles to individual companies and corporate houses.

1.02 Principal Activities of NHFIL

The Company provides loan to the extent of 70.00% of the total purchase price of houses, plots and apartments under usual repayable terms varying from 5 years to 20 years. The properties for which loans are disbursed are kept under registered / equitable mortgage as security. In addition to this NHFIL also involves with other activities such as accepting deposits, SME, lease financing, project financing etc.

1.03 Basis of Reporting

This 1st quarter financial report has been prepared based on Bangladesh Accounting Standard (BAS)-34 "Interim Financial Reporting".

These interim financial statements should be read in conjunction with the published financial statements for the year ended December 31, 2016, as they provide an update to previously reported information.

1.04 Accounting policies and method of computations

Accounting policies and method 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, 2016.

1.05 Post Balance Sheet Events

All materials events occurring after the balance sheet date have been considered and where necessary, adjusted for or disclosed in note no. 38 of these financial statements.

2.00 Earnings Per Share (EPS)

Earnings Per Share has been calculated based on number of shares outstanding for the period ended March 31, 2017 and profit for the same period. The number of shares outstanding for the period was 106.392 million. Earnings per shares for the preceding 1st quarter of 2016 has also been calculated based on 106.392 million shares.

3.00 Rounding off and rearrangement of figures

Figures have been rounded off to the nearest Taka and 2016 figures have been reclassified/rearranged, where necessary, to conform to current period presentation.

		March 2017 Taka	December 2016 Taka
4.00	**Cash**		
	Cash in hand:		
	Local currency	65,064	63,599
	Foreign currencies	-	-
		65,064	**63,599**
	Balance with Bangladesh Bank and its agent Bank:		
	Local currency	171,082,016	164,826,047
	Foreign currencies	-	-
		171,082,016	**164,826,047**
		171,147,080	**164,889,646**

4.01 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)

Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR) have been calculated and maintained in accordance with section 19 of the Financial Institutions Act 1993, rules 5 of the Financial Institutions Regulations 1994 and FID circular # 6 dated November 06, 2003.

The CRR on the Company's term deposits received from public @ 2.5% has been calculated and maintained with Bangladesh Bank in current account and 5% SLR, including CRR, on the total liabilities has been maintained in the form of balance with banks and other financial institutions. Both the reserves maintained by the Company are in excess of the statutory requirements. Details of CRR & SLR maintained by the company are shown in the note: 4.01.01 & 4.01.02.

4.01.01	**Cash Reserve Requirement (CRR)**		
	Required reserve	163,158,587	158,420,425
	Actual reserve held	171,082,016	164,826,047
	Surplus/(deficit)	**7,923,429**	**6,405,622**
4.01.02	**Statutory Liquidity Reserve (SLR)**		
	Required reserve	372,032,486	348,453,017
	Actual reserve held	2,923,971,518	2,260,959,155
	Surplus/(deficit)	**2,551,939,032**	**1,912,506,138**
5.00	**Balance with banks and other financial institutions**		
5.01	**In Bangladesh**		
	On current accounts (note: 5.01.01)	5,407,211	9,250,012
	On Short Term Deposit (STD) Accounts (note: 5.01.02)	110,344,618	212,162,907
	On Fixed Deposit Account (note: 5.01.03)	3,322,863,125	2,070,000,000
		3,438,614,954	**2,291,412,919**
	Outside Bangladesh	-	-
		3,438,614,954	**2,291,412,919**
5.01.01	**On Current Accounts**		
	AB Bank Limited	184,465	184,465
	Bank Asia Limited	229,914	42,266
	EXIM Bank Limited	1,583,448	782,973
	National Bank Limited	469,219	1,588,221
	One Bank Limited	546	546
	Woori Bank Limited	7,525	7,525
	Trust Bank Limited	15,510	15,510
	Mercantile Bank Limited	2,915,604	6,627,526
	The City Bank Limited	979	979
		5,407,211	**9,250,012**

		March 2017 Taka	December 2016 Taka
5.01.02	**On Short Term Deposit (STD) Accounts**		
	Islami Bank Bangladesh Limited	834,700	229,700
	AB Bank Limited	13,782	13,782
	Bank Asia Limited	6,402,302	26,953,067
	Dhaka Bank Limited	-	-
	Eastern Bank Limited	3,370,696	4,799,302
	Exim Bank Limited	4,752	4,752
	Jamuna Bank Limited	20,708,545	20,576,417
	National Bank Limited	2,107,465	636,865
	One Bank Limited	3,125,561	2,538,340
	Premier Bank Limited	1,680,396	9,627,932
	Pubali Bank Limited	50,700,181	116,571,559
	Shahjalal Islami Bank Limited	7,830,712	1,599,345
	Sonali Bank Limited	2,089	2,089
	Southeast Bank Limited	7,343,100	7,343,100
	Trust Bank Limited	212,189	7,198,730
	United Commercial Bank Limited	1,977	1,977
	Bank Alfalah Limited	2,478,762	5,603,486
	Mercantile Bank Limited	3,527,409	8,462,464
		110,344,618	**212,162,907**
5.01.03	**On Fixed Deposit Account**		
	MIDAS Finance Limited	250,000,000	150,000,000
	BD Finance Limited	150,000,000	150,000,000
	Meridian Finance Limited	400,000,000	50,000,000
	Jamuna Bank Limited	550,000,000	550,000,000
	Fareast Finance Limited	300,000,000	-
	International Leasing and Financial Services Limited	100,000,000	-
	National Finance Limited	100,000,000	-
	Prime Finance Limited	100,000,000	-
	CAPM Venture Capital & Finance Limited	250,000,000	150,000,000
	Premier leasing & Finance Limited	200,000,000	200,000,000
	SBAC Bank Limited	121,867,500	120,000,000
	Union Capital Limited	200,000,000	200,000,000
	GSP Finance (BD) Limited	100,000,000	100,000,000
	Hajj Finance Company Limited	200,000,000	200,000,000
	Phoenix Finance & Investments Limited	50,000,000	50,000,000
	The Farmers Bank Limited	50,995,625	50,000,000
	FAS Finance & Investments Limited	200,000,000	100,000,000
		3,322,863,125	**2,070,000,000**
6.00	**Money at call and on short notice**		
	With Banking Companies		
		-	-
		-	**-**
7.00	**Investments**		
	Government securities	-	-
	Other investments (note: 7.01)	91,964,258	82,280,995
		91,964,258	**82,280,995**

		March 2017 Taka	December 2016 Taka
7.01	**Other Investments**		
	Preference Shares	30,000,000	40,000,000
	Ordinary Shares (note: 7.01.01)	61,964,258	42,280,995
		91,964,258	**82,280,995**

7.01.01 Investment in ordinary shares

Name of Company	Cost Price	Number of Shares	Cost Value	Market Price	Market Value	Provision for diminution in value of share
The ACME Laboratories Limited	111.84	11,000	1,230,249	115.00	1,265,000	(34,751)
Bangladesh Submarine Cable Company Limited	120.91	68,892	8,329,546	122.60	8,446,159	(116,613)
GSP Finance Company (Bangladesh) Limited	36.10	104,232	3,762,742	35.90	3,741,929	20,813
IDLC Finance Limited	71.75	232,961	16,714,834	70.00	16,307,270	407,564
Lankabangla Finance Limited	60.11	18,571	1,116,301	63.90	1,186,687	(70,386)
Pecific Denim Limited	10.00	30,730	307,300	27.40	842,002	(534,702)
RAK Ceramic limited	62.41	159,900	9,979,535	61.30	9,801,870	177,665
Becon Pharmaceuticals Limited	23.48	370,000	8,686,781	21.80	8,066,000	620,781
Shepherd Industries Limited	10.00	5,655	56,550	43.60	246,558	(190,008)
Titas Gas Limited	51.45	140,409	7,224,678	51.00	7,160,451	64,227
LafargeSurma Cement Limited	82.06	55,520	4,555,742	71.70	3,980,784	574,958
Total			**61,964,258**		**61,044,710**	**919,548**

Opening Balance	184,305
Charge /(recovery) during the year	735,243
Balance as on March 31, 2017	**919,548**

8.00	**Loans and advances**		
	Mortgage loans	7,994,760,667	7,593,489,758
	Lease finance	172,884,087	193,368,339
	Term loans	231,040,270	282,897,825
	Small & Medium Enterprises Loan	801,554,712	801,554,712
	Loan Against Fixed Deposits	70,002,635	58,989,007
	Staff loan (note: 8.01)	29,596,939	29,472,444
		9,299,839,311	**8,959,772,086**

8.01 Staff Loan

Personal loan	14,721,248	14,496,753
Car loan	3,823,149	3,823,149
House building loan	11,052,542	11,152,542
	29,596,939	**29,472,444**

9.00 Fixed assets including premises, furniture and fixtures for 2017

Figures in Taka

Particulars	Cost				Rate	Depreciation				Written down value as on 31.03.17	Written down value as on 31.12.16
	Balance as on 01.01.17	Disposed during the year	Addition during the year	Balance as on 31.03.17		Balance as on 01.01.17	Adjust-ments for disposal	Charged during the year	Balance as on 31.03.17		
Land & building	239,064,308	-	-	239,064,308	10%	30,480,359	-	1,364,223	31,844,582	207,219,726	208,583,949
Furniture	22,075,427	389,353	-	21,686,074	10%	7,333,444	304,037	366,417	7,395,824	14,290,250	14,741,983
Office equipment	14,540,700	1,548,700	183,472	13,175,472	20%	9,956,790	1,505,040	236,189	8,687,939	4,487,533	4,583,910
Motor vehicle	11,537,484	-	-	11,537,484	20%	4,725,988	-	340,575	5,066,563	6,470,921	6,811,496
Total:	**287,217,919**	**1,938,053**	**183,472**	**285,463,338**		**52,496,581**	**1,809,077**	**2,307,404**	**52,994,908**	**232,468,430**	**234,721,338**

		March 2017 Taka	December 2016 Taka
10.00	**Other assets**		
	Income Generating Other Assets:	-	-
	Non-income Generating Other Assets:		
	Advance against fixed assets	10,104,102	6,604,102
	Security deposits	154,460	54,460
	Advance income tax (note: 10.01)	370,474,834	430,620,104
	Advance against branch office	13,222	5,926
	Advance against office rent	2,186,400	2,436,000
	Stamp & Security Paper	342,900	146,200
	Deferred tax assets	3,399,235	3,399,235
	Other receivables (note: 10.02)	64,805,003	74,046,645
		451,480,155	**517,312,672**
10.01	**Advance Income Tax**		
	Balance as at 1st January	**430,620,104**	**258,080,640**
	Add: Advance tax for the year:		
	Tax paid during the year	64,818,195	161,964,017
	Tax deducted at source	3,013,683	10,575,447
	Less: Adjusted against tax provision	(127,977,148)	-
		(60,145,270)	**172,539,464**
	Balance as at 31st March	**370,474,834**	**430,620,104**
10.02	**Other Receivables**		
	Cheque dishonored charges	759,114	782,860
	Accounts receivable	9,512,490	9,580,665
	Interest on bank deposits	43,283,542	19,859,290
	Receivable from Multi Securities	7,570	8,070
	Receivable from ETBL Securities	571,828	3,071,345
	Receivable from UFT Co. Ltd	488,140	31,295,886
	Legal charges receivable	9,235,130	8,753,837
	Others	947,189	694,693
		64,805,003	**74,046,645**

		March 2017 Taka	December 2016 Taka
12.00	**Borrowing from banks, other financial institutions and agents**		
	Secured		
	In Bangladesh:		
	Secured Overdraft		
	Banking companies:		
	Eastern Bank Limited	10,904,639	11,971,238
	Mercantile Bank Ltd.	10,586,449	6,062,891
	Prime Bank Ltd.	5,384,048	3,607,601
	Pubali Bank Ltd.	5,392,561	372,867
	United Commercial Bank Ltd.	(438,147)	51,455
		31,829,549	**22,066,053**
	Non-banking financial institution	-	-
		31,829,549	**22,066,053**
	Outside Bangladesh	-	-
	Sub-total:	**31,829,549**	**22,066,053**
	Term Loan :		
	Banking companies:		
	Bank Al-Falah Limited	1,358,862	7,855,918
	Eastern Bank Limited	7,500,000	8,000,000
	Woori Bank Ltd.	150,000,000	150,000,000
		158,858,862	**165,855,918**
	Non-banking financial institution	**-**	**-**
		158,858,862	**165,855,918**
	Outside Bangladesh	**-**	**-**
	Sub-total:	**158,858,862**	**165,855,918**
	Bangladesh Bank Loan:		
	SME loan	533,855,538	532,304,206
	HML Refinance Scheme	282,036,865	289,727,654
	Sub-total:	**815,892,403**	**822,031,860**
	Un-secured		
	Money at call and on short notice:		
	Banking companies:		
	Sonali Bank Limited	110,000,000	-
	Bangladesh Commerce Bank Limited	50,000,000	-
	Mutual Trust Bank Limited	50,000,000	-
	Pubali Bank Limited	40,000,000	-
	Standard Bank Limited	60,000,000	-
		310,000,000	**-**
	Non-banking financial institution	-	**-**
		310,000,000	**-**
	Outside Bangladesh	-	-
	Sub-total:	**310,000,000**	**-**
	Total:	**1,316,580,814**	**1,009,953,831**
13.00	**Deposits and other accounts**		
	Term deposits	9,560,250,324	8,459,160,226
	Other deposits (note: 13.01)	16,846,609	18,469,536
		9,577,096,933	**8,477,629,762**

		March 2017 Taka	December 2016 Taka
13.01	**Other Deposits**		
	Home mortgage loan deposit	2,950,725	2,705,382
	Margin deposit	2,426,300	3,480,970
	Refundable share money deposit	6,210,394	6,210,394
	Lease deposit	5,259,190	6,072,790
		16,846,609	**18,469,536**
14.00	**Other liabilities**		
	Provision for loans, advances ,investments and others(note: 14.01 to 14.04)	205,029,633	194,320,764
	Interest suspense (note: 14.05)	132,181,578	99,726,389
	Provision for gratuity (note: 14.06)	-	3,113,945
	Withholding tax payable	5,702,600	1,085,910
	VAT & Excise duty payable	2,670,407	631,077
	Provision for current tax (note: 14.07)	466,258,865	555,381,950
	Provision for deferred tax	-	-
	Interest payable	246,755,333	245,577,815
	Accrued expenses (note: 14.09)	287,500	287,500
	Unclaimed dividend	11,033,192	11,396,111
	Accounts Payable	4,423,431	4,423,431
	Sundry deposit	20,283,322	8,766,203
	Sundry liabilities	1,133,378	1,133,378
		1,095,759,238	**1,125,844,472**
14.01	**Specific Provision on Loans, Advances**		
	Balance as at 1st January	74,323,684	66,216,571
	Less: Fully provided debt written off	-	(4,971,895)
	Provision after written off	74,323,684	61,244,676
	Add: Provision made during the year	58,319,451	113,648,276
	Less: Provision recovered	(20,120,262)	(100,639,268)
	Net charge in the profit & loss account	**38,199,189**	**13,009,008**
	Add: Recoveries of amounts previously written off	-	70,000
	Less: Written off of provision no longer required	-	-
	Provisions held at 31st March	**112,522,873**	**74,323,684**
14.02	**General Provision on Loans, Advances and Leases**		
	Balance as at 1st January	110,265,523	68,171,725
	Add: Provision made during the year	47,790,902	286,379,230
	Less: Provision recovered	(75,778,329)	(244,285,432)
	Net charge in the profit & loss account	(27,987,427)	42,093,798
	Balance as at 31st March	**82,278,096**	**110,265,523**
14.03	**Provision on investments in share**		
	Balance as at 1st January	184,305	5,202,192
	Add: Provision made during the year	1,172,943	3,039,436
	Less: Provision recovered	(437,700)	(8,057,323)
	Net charge in the profit & loss account	735,243	(5,017,887)
	Balance as at 31st March	**919,548**	**184,305**
14.04	**Provision on others**		
	Balance as at 1st January	9,547,252	6,922,277
	Add: Provision made during the year	3,800	3,889,790
	Less: Provision recovered	(241,936)	(684,137)
	Net charge in the profit & loss account	(238,136)	3,205,654
		9,309,116	10,127,930
	Less: Fully provided debt written off	-	(580,678)
	Provisions held at 31st March	**9,309,116**	**9,547,252**
14.05	**Interest Suspense Account**		
	Balance as at 1st January	99,726,389	74,688,157
	Add: Interest suspense charged during the year	49,819,257	110,358,609
	Less: Interest suspense realized during the year	(17,364,068)	(84,226,218)
	Net charge in the profit & loss account	32,455,189	26,132,391
		132,181,578	100,820,548

		March 2017 Taka	December 2016 Taka
	Less: Interest written off	-	(1,094,159)
	Balance as at 31st March	**132,181,578**	**99,726,389**

Write-off of Loans/Leases

As per FID Circular no. 03 dated 15th March 2007 of Bangladesh Bank a financial institution should write-off its loans/leases to clean-up its financial statements subject to fulfillment of the criteria.As per Bangladesh Bank guidelines, National Housing Finance and Investments Limited has written-off its loans/leases as under:

(Figures in Taka)

Balance at 1st January	259,813,316	253,239,202
Net loans/leases written-off during the year	-	6,644,114
No. of agreements written-off	18	18
No. of clients written-off	15	15
Interest suspense against written-off loans/leases	-	(1,094,159)
Provision adjusted against written-off loans/leases	-	(5,549,955)
Recovery of loans/leases write-off loans/leases	-	70,000
Balance of loans/leases written-off at 31st March 2017	**259,813,316**	**259,813,316**

14.06 Provision for Gratuity

Balance as at 1st January	3,113,945	5,186,725
Add: Provision made during the year	-	3,426,805
Less: Payment made during the year	(3,113,945)	(5,499,585)
Less: Provision written back during the year	-	-
Balance as at 31st March	**-**	**3,113,945**

14.07 Provision for Current Tax

Balance as on 1st January	555,381,950	377,621,587
Add: Provision made during the year	38,677,112	177,760,363
Add: Short provision for the year 2014	176,951	-
Less: Adjustment of advance tax	(127,977,148)	-
Balance as at 31st March	**466,258,865**	**555,381,950**

14.08 (1) Provision for taxation Net Charged for in the Profit & Loss Account

Current tax (note: 14.07)	38,854,063	47,570,046
Add: Deferred tax	-	-
	38,854,063	**47,570,046**

		March 2017 Taka	December 2016 Taka
	Provisions for current tax has been made on the basis of the profit for the year as adjusted for taxation purposes in accordance with the provisions of Income Tax Ordinance, 1984 and amendments made thereto. The current tax rate for the Company is 40.00% on taxable income.		
14.09	**Accrued Expenses**		
	Promotion and publicity	-	-
	Audit fees	287,500	287,500
	Sundry creditors	-	-
		287,500	**287,500**
15.00	**Share Capital**		
15.01	**Authorized Capital:**		
	200,000,000 ordinary shares of Tk.10 each	2,000,000,000	2,000,000,000
15.02	**Issued, Subscribed and fully Paid-up Capital:**		
	106,392,000 ordinary shares of Tk.10 each	**1,063,920,000**	**1,063,920,000**
	% of holding:	**% of holding**	**% of holding**
	Sponsors	72.83%	81.64%
	General public	27.17%	18.36%
		100.00%	**100.00%**
	Number of holding:		
	Sponsors	77,485,906	86,857,557
	General public	28,906,094	19,534,443
		106,392,000	**106,392,000**

15.03 Classification of shareholders by holding as required by Regulation 37 of the Listing Regulations of Dhaka Stock Exchange Limited:

Number of shares	No of shareholders	No of shares	% of holding
Less than 500	2115	166,879	0.16%
501 to 5,000	1029	1,642,510	1.54%
5,001 to 10,000	117	859,165	0.81%
10,001 to 20,000	45	688,920	0.65%
20,001 to 30,000	20	503,524	0.47%
30,001 to 40,000	13	451,302	0.42%
40,001 to 50,000	7	323,583	0.30%
50,001 to 100,000	20	1,474,228	1.39%
100,001 to 1,000,000	28	7,066,271	6.64%
Above 1,000,000	27	93,215,618	87.62%
Total:	**3421**	**106,392,000**	**100.00%**

The shares of the Company are listed with Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd.

15.04 Capital Requirement

As per DFIM circular no. 05 dated July 24, 2011 of Bangladesh Bank, an NBFI requires to have Tk.100 crore as its minimum capital which shall be deemed to be adequate capital. When the core capital equals or exceeds its minimum capital then the capital shall be treated as adequate capital of NBFI. Core capital consists of paid-up capital, retained earnings, statutory reserve and balance of current year's profit but in case of total capital it includes core capital plus general provision on good loans/leases. Status of the capital has given bellow:

Core capital (paid-up capital, retained earnings & statutory reserve etc.)	1,696,077,202	1,636,961,590
Less: Required minimum capital	(1,000,000,000)	(1,000,000,000)
Surplus over minimum required capital	**696,077,202**	**636,961,590**
Core capital (paid-up capital, retained earnings & statutory reserve etc.)	1,696,077,202	1,636,961,590
Add: Provision on good loan/leases	82,278,096	110,265,523
Total capital	**1,778,355,298**	**1,747,227,113**
Less: Required minimum capital	(1,000,000,000)	(1,000,000,000)
	778,355,298	**747,227,113**

		March 2017 Taka	December 2016 Taka
16.00	**Statutory reserve**		
	Balance as at 1st January	360,355,287	311,601,129
	Reserve made during the year	11,823,123	48,754,157
	Balance as at 31st March	**372,178,409**	**360,355,287**

Statutory reserve has been created at the rate of 20.00% of the net profit of Tk.59,115,613 as per Bangladesh Bank's guidelines.

17.00	**Retained earnings**		
	Balance as at 1st January	212,686,303	198,536,074
	Add: Net profit after tax for the year	59,115,613	243,770,786
		271,801,916	**442,306,860**
	Less: Allocations:		
	Transferred to statutory reserve	(11,823,123)	(48,754,157)
	Issue of Bonus Share	-	-
	Dividend	-	(180,866,400)
		(11,823,123)	**(229,620,557)**
	Balance as at 31st March	**259,978,793**	**212,686,303**

		March 2017 Taka	March 2016 Taka
18.00	**Income statement**		
	Income:		
	Interest, discount and other similar income (note: 19.00)	303,602,684	289,887,361
	Dividend income (note: 21.00)	2,023,883	1,562,500
	Fees, commission & brokerage (note: 22.00)	24,000	161,500
	Gains less losses arising from investment in securities(note: 21.00)	8,244,652	-
	Other operating income (note: 23.00)	5,310,359	10,743,602
		319,205,578	**302,354,964**
	Expenses:		
	Interest on borrowing, fees and commission (note: 20.00)	179,007,700	150,043,466
	Losses on loan, advances and leases (note: 31.00)	10,211,762	14,096,521
	Administrative expenses	26,148,845	21,790,121
	Other operating expenses (note: 30.00)	3,025,543	2,246,390
	Depreciation on banking assets (note: 29.00)	2,344,945	718,213
		220,738,795	**188,894,711**
		98,466,783	**113,460,253**
19.00	**Interest income**		
	Interest on mortgage loan:		
	Home mortgage loan	220,275,165	190,279,922
	Commercial mortgage loan	17,851,329	10,481,827
	Project mortgage loan	8,051,740	14,836,773
		246,178,234	**215,598,522**
	Less: Interest suspense	(29,557,598)	(8,532,645)
		216,620,636	**207,065,877**
	Interest on lease finance:		
	Industrial equipment	3,218,248	7,518,406
	Vehicles	1,539,304	3,070,132
	Delinquent interest	4,142,388	8,524,678
		8,899,940	**19,113,216**
	Less: Interest suspense	(2,897,591)	(4,487,056)
		6,002,349	**14,626,160**
	Interest on term finance	26,343,676	46,605,394
	Interest on fixed deposits	48,907,433	20,092,432
	Interest on short term deposit	3,736,568	148,405
	Interest on loan against FDR	1,558,000	864,211
	Interest on staff loan	434,022	484,883
		303,602,684	**289,887,361**
20.00	**Interest paid on deposits, borrowings etc.**		
	Call money interest	3,655,486	-
	Secured overdraft interest	945,037	1,025,382
	Term deposit interest	34,189,999	17,481,941
	Term loan interest	3,062,047	491,118
	Customer deposit interest - Term Deposit	109,952,276	100,920,384
	Customer deposit interest - Income Account	10,895,862	15,052,936
	Customer deposit interest - Double Money Account	4,962,604	4,404,367
	Customer deposit interest - Triple Money Account	310,477	1,673
	Customer deposit interest-MSS	378,009	206,153
	Customer deposit interest-MLNR	804,533	592,172
	HML refinance interest	3,429,406	3,898,111
	SME loan interest	6,421,964	5,969,229
		179,007,700	**150,043,466**

		March 2017 Taka	March 2016 Taka
21.00	**Investment Income**		
	Dividend on ordinary shares	773,883	-
	Dividend on preference shares	1,250,000	1,562,500
	Gain on sale of shares	8,255,274	-
	Loss on sale of shares	(10,622)	-
		10,268,535	**1,562,500**
22.00	**Commission, exchange and brokerage**		
	Fees	24,000	161,500
		24,000	**161,500**
23.00	**Other operating income**		
	Income from write-off	-	20,000
	Application, processing and documentation fees	4,822,437	9,929,490
	Delinquent charge-MSS,MLNR etc.	1,244	2,515
	Interest on call Money lending	-	153,097
	Other income	486,678	638,500
		5,310,359	**10,743,602**
24.00	**Administrative expenses**		
24.01	**Directors' fees and expenses**		
	This represents fees paid for attending board meetings and other committee meetings @ Tk. 8,000/- per attendance per person.	404,800	358,800
		404,800	**358,800**
24.02	**Salaries and allowances**		
	Salary & allowances (note: 24.02.01)	18,109,936	14,681,788
	Provident fund contribution	794,516	697,703
	Gratuity	108,150	28,560
	Bonus	-	-
		19,012,602	**15,408,051**

24.02.01 This includes managerial remuneration of Taka 13.88 million and balance amount Taka 5.13 million is on account of staff salary, bonus and other allowances. The number of employees including contract based employees were 152 and 125 for the year 2017 & 2016 respectively.

24.03	**Rent, taxes, insurance, electricity etc.**		
	Office occupancy cost	877,633	881,088
	City corporation Taxes	-	-
	Electricity	282,406	158,350
	Utilities	379,380	476,344
	Insurance (note: 24.03.01)	503,955	106,965
		2,043,374	**1,622,747**

24.03.01 Taka 503,955 being premium paid for insurance coverage against damages/loss of the Company's fixed assets by fire, earthquake etc.

24.04	**Legal expenses**		
	Legal and professional	-	-
	Legal charges	350	5,000
	Membership fees and subscription	1,620,168	1,155,068
		1,620,518	**1,160,068**
25.00	**Postage, stamps, telecommunication etc.**		
	Courier	41,870	10,450
	Postage	10,450	8,128
	Stamps & security paper	480,680	532,250
	Telephone, fax & e-mail	325,418	263,536
		858,418	**814,364**

		March 2017 Taka	March 2016 Taka
26.00	**Stationery, printing, advertisement etc.**		
	Printing	456,140	60,548
	Stationery	222,227	230,057
	Business Commission	280,170	716,843
	Promotion & publicity	149,596	317,643
		1,108,133	**1,325,091**
27.00	**Managing Director's salary and fees**		
	Salary & allowances	1,041,000	1,041,000
	Provident fund contribution	60,000	60,000
	Bonus	-	-
		1,101,000	**1,101,000**
28.00	**Auditors' fees**	**-**	**-**
29.00	**Depreciation on and repairs to assets**		
	Depreciation:		
	Building	1,364,223	363,483
	Furniture	366,417	166,704
	Office equipment	236,189	80,316
	Motor vehicle	340,575	45,387
		2,307,404	**655,890**
	Repair and maintenance	37,541	62,323
		2,344,945	**718,213**
30.00	**Other expenses**		
	Traveling and conveyance	535,626	365,731
	Training	110,840	62,263
	Bank charges and excise duty	465,954	247,284
	Books and periodicals	15,691	15,180
	Office refreshments	364,359	277,505
	Motor car	1,280,721	1,186,914
	Office general expenses	222,320	90,763
	AGM Expenses	-	-
	Trade License Fees	22,882	-
	Investment expenses share	7,150	750
		3,025,543	**2,246,390**
31.00	**Provisions for loan and advances**		
	For classified loans, advances and leases	38,199,189	9,119,648
	For unclassified loans, advances and leases	(27,987,427)	4,976,873
		10,211,762	**14,096,521**
31.01	**Provision for investments**		
	Made during the year	1,172,943	2,108,634
	Recovery during the year	(437,700)	(627,655)
		735,243	**1,480,979**
31.02	**Others**		
	Provisions for legal charges & professional fees	(213,990)	-
	Provisions for cheque dishonored & clearing charges	(24,146)	(28,888)
		(238,136)	**(28,888)**
32.00	**Earnings per share**		
	a) Earnings attributable to the ordinary shareholders(Taka)	59,115,613	64,438,115
	b) Number of ordinary shares outstanding during the year	106,392,000	106,392,000
	c) Weighted average number of ordinary shares outstanding during th	106,392,000	106,392,000
	d) Basic earnings per share (a/c)	**0.56**	**0.61**

Prior year Basic Earning Per Share calculation has been revised due to calculation of weighted average number of ordinary shares. Earnings per share (EPS) has been computed by dividing the net profit after tax (NPAT) by the weighted average number of ordinary shares outstanding as on 31st March 2017 as per BAS-33" Earnings Per Share". No diluted EPS was required to be calculated for the year since there was no scope for dilution of shares during the period.

		March 2017 Taka	March 2016 Taka
33.00	**Sanction and disbursement**		
	Sanction	695,050,000	1,056,750,000
	Disbursement	684,163,846	990,832,651
	Undisbursed	**10,886,154**	**65,917,349**
33.a			
	Contingent liabilities		
	Government	-	-
	Directors	-	-
	Bank and other Financial Institution	-	-
	Other	**10,886,154**	**65,917,349**

34.00 Audit committee of the board

The audit committee was formed by the Board of Directors of National Housing Finance And Investments Limited. The members of the committee are as under:

SL No	Name	Status with the Company	Status with the Committee	Educational Qualification
01	Professor Imran Rahman	Independent Director	Chairman	MBA (IBA), BSC (Eco.) in Math. Economics UK
02	Mr. Md. Kabir Reza	Director	Member	M.Com (Acc.), FCMA
03	Mr. Azmal Hossain	Director	Member	B.Com
04	Mr. Akhtar Ahmed	Director	Member	B.A (Hons), M.A.(DU), ACII (UK)
05	Syed Tanveer Hussain	Independent Director	Member	M.A. In Development Economics (USA)

The Audit Committee of the Board was duly constituted by the Board of Directors of the Company in accordance with the Bangladesh Bank's DFIM circular no. 13, dated October 26, 2011 and Bangladesh Securities and Exchange Commission notification ref. no. SEC/CMRRCD/2006-158/129/Admin/43, dated July 03, 2012. The following issues were discussed:

01 Audit and inspection report of Bangladesh Bank Inspection Team and External Auditors of National Housing.

02 Ensuring an effective Internal Control System and Risk Management System.

03 Review the findings of auditors and management response thereto.

04 Stressing on the importance of the regulatory compliance.

05 Review of conflict of interests.

06 Review of the credit policy of the Company.

07 Any other matters which deems necessary.

35.00 Company information

Last year's figures and account heads have been rearranged to conform current year's presentation in accordance with the Bangladesh Bank DFIM Circular # 11 dated December 23, 2009.

36.00 Geographical area of operation

Company's geographical area of operation was in Dhaka, Chittagong, Bogra and Rangpur in the year 2017.

37.00 Contingent liabilities

There is a difference in provision for taxation made by the company and tax claimed by Tax Authority for Taka 22,256,919. The assessment of tax for different year is pending at different Tax Authority. Thus the difference of provision for taxation considered as Contingent Liability.

38.00 Subsequent events-disclosure under BAS 10: "events after the balance sheet date"

No material event has been occurred after the Balance Sheet date, which could materially effect the value of the financial statements.

March 2017 Taka	March 2016 Taka

39.00 Claims against the company not acknowledge as debt

There is no claim at the Balance Sheet date, which has not been acknowledged by the Company.

40.00 Credit facility availed

There was no credit facility available to the Company under any contract as on Balance Sheet date other than trade credit available in the ordinary course of business.