NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Balance Sheet (Unaudited)

As at June 30, 2017

	Note	June 2017 Taka	December 2016 Taka
Property and Assets			
Cash:	4.00		
In hand (including foreign currencies)		88,479	63,599
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		158,088,440	164,826,047
		158,176,919	**164,889,646**
Balance with banks and other financial institutions:	5.00		
In Bangladesh		2,524,568,560	2,291,412,919
Outside Bangladesh		-	-
		2,524,568,560	**2,291,412,919**
Money at call and on short notice	6.00	**-**	-
Investments:	7.00		
Government		-	-
Others		105,262,016	82,280,995
		105,262,016	**82,280,995**
Loans and advances:	8.00		
Loans, cash credits, overdrafts etc.		9,426,874,887	8,959,772,086
Bills purchased and discounted		-	-
		9,426,874,887	**8,959,772,086**
Fixed assets including premises, furniture and fixtures	9.00	**230,952,261**	**234,721,338**
Other assets	10.00	**583,904,514**	**517,312,672**
Non-banking assets	11.00	-	-
Total Assets		**13,029,739,158**	**12,250,389,655**
Liabilities and capital			
Liabilities:			
Borrowing from other banks, financial institutions and agents	12.00	**1,482,812,159**	**1,009,953,831**
Deposits and other accounts:	13.00		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Fixed deposits		8,882,075,018	8,459,160,226
Bearer certificate of deposits		-	-
Other deposits		14,538,934	18,469,536
		8,896,613,952	**8,477,629,762**
Other liabilities	14.00	**1,071,165,916**	**1,125,844,472**
Total Liabilities		**11,450,592,026**	**10,613,428,066**
Capital/Shareholders' equity:			
Paid up capital	15.02	1,063,920,000	1,063,920,000
Statutory reserve	16.00	387,093,515	360,355,287
Retained earnings	17.00	128,133,616	212,686,303
Total Shareholders' equity		**1,579,147,131**	**1,636,961,590**
Total liabilities and Shareholders' equity		**13,029,739,158**	**12,250,389,655**

-

	Note	June 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**
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	592,698,386	625,122,527
Undrawn formal standby facilities, credit lines and other commitments		-	-
		592,698,386	**625,122,527**
Total Off-Balance Sheet Items including contingent liabilities		592,698,386	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

For the half year ended June 30, 2017

Unaudited

	Note	January 01 to June 30, 2017 Taka	January 01 to June 30, 2016 Taka	April 01 to June 30, 2017 Taka	April 01 to June 30, 2016 Taka
Interest Income	19.00	654,523,766	581,459,709	350,921,082	291,572,347
Interest paid on deposits, borrowings etc.	20.00	368,254,689	299,731,613	189,246,989	149,688,147
Net interest income		**286,269,077**	**281,728,096**	**161,674,093**	**141,884,200**
Income from investment	21.00	12,367,334	2,959,621	2,098,799	1,397,121
Commission, exchange and brokerage	22.00	29,100	206,400	5,100	44,900
Other operating income	23.00	11,391,004	20,868,842	6,080,645	10,125,240
		23,787,438	**24,034,863**	**8,184,544**	**11,567,261**
Total operating income (A)		**310,056,515**	**305,762,959**	**169,858,637**	**153,451,461**
Salaries and allowances	24.02	36,012,760	32,920,516	17,000,158	17,512,465
Rent, taxes, insurance, electricity etc.	24.03	4,053,459	3,426,469	2,010,085	1,803,722
Legal expenses	24.04	2,085,218	1,503,168	464,700	343,100
Postage, stamps, telecommunication etc.	25.00	1,683,348	1,751,306	824,930	936,942
Stationery, printing, advertisement etc.	26.00	9,000,927	3,475,886	7,892,794	2,150,795
Managing Director's salary & fees	27.00	2,202,000	2,202,000	1,101,000	1,101,000
Directors' fees and expenses	24.01	1,067,050	1,012,000	662,250	653,200
Auditors' fees	28.00	-	-	-	-
Charges on loan losses		-	-	-	-
Depreciation on and repairs to institution's assets	29.00	4,813,630	1,534,199	2,468,685	815,986
Other expenses	30.00	6,489,391	4,951,422	3,463,848	2,705,032
Total operating expenses (B)		**67,407,783**	**52,776,966**	**35,888,450**	**28,022,242**
Profit before provisions (C=A-B)		**242,648,732**	**252,985,993**	**133,970,187**	**125,429,219**
Provisions for					
Loans, advances and leases	31.00	33,172,670	19,197,764	22,960,908	5,101,243
Diminution in value of investments	31.01	3,328,227	(925,701)	2,592,984	(2,406,680)
Others	31.02	(477,496)	(280,278)	(239,360)	(251,390)
Total provisions (D)		**36,023,401**	**17,991,785**	**25,314,532**	**2,443,173**
Total profit before taxation (E=C-D)		**206,625,331**	**234,994,208**	**108,655,655**	**122,986,046**
Provisions for taxation (F)	14.08 (1)	(72,934,189)	(95,962,532)	(34,080,126)	(48,392,485)
Net profit after taxation (E-F)		**133,691,141**	**139,031,676**	**74,575,529**	**74,593,560**
Appropriations:					
Statutory reserve	16.00	26,738,228	27,806,335	14,915,106	14,918,712
General reserve		-	-	-	-
Proposed dividend		-	-	-	-
		26,738,228	**27,806,335**	**14,915,106**	**14,918,712**
Retained surplus		**106,952,913**	**111,225,341**	**59,660,423**	**59,674,848**
Earnings per share	32.00	1.26	1.31	0.70	0.70

(Sayed Ahmed, FCMA)
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(Latifur Rahman)
Chairman

NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Statement of Changes in Equity

For the half year ended June 30, 2017

Figures in Taka

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at June 30, 2016:	**1,063,920,000**	**339,407,465**	**-**	**128,895,015**	**1,532,222,479**
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	-	-	-	133,691,141	133,691,141
Dividends	-	-	-	(191,505,600)	(191,505,600)
Transfer to statutory reserve	-	26,738,228	-	(26,738,228)	-
Balance as at June 30, 2017	**1,063,920,000**	**387,093,515**	**-**	**128,133,616**	**1,579,147,131**

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NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Cash Flow Statement

For the half year ended June 30, 2017

	June 30, 2017 Taka	June 30, 2016 Taka
A. Cash flows from operating activities		
Interest receipts in cash	633,485,541	568,363,113
Interest payments	(389,099,297)	(298,573,972)
Dividend receipts	3,479,021	746,551
Fees and commissions receipts in cash	29,100	206,400
Recoveries on loans previously written off	-	50,000
Cash payments to employees	(42,638,191)	(39,288,202)
Cash payments to suppliers	(10,797,978)	(5,445,239)
Income taxes paid	(130,010,084)	(105,982,365)
Receipts from other operating activities	20,279,317	20,269,412
Payments for other operating activities	(13,982,618)	(11,080,559)
Cash generated from operating activities before changes in operating assets and liabilities	**70,744,811**	**129,265,139**
Increase/(decrease) in operating assets and liabilities:		
Statutory deposits	-	-
Purchase/sale of trading securities	-	-
Loans, advances and leases to the client	(504,139,374)	(1,083,622,628)
Other assets	(46,613,580)	(201,363,311)
Term deposits	422,914,792	982,137,040
Other deposits	(3,930,602)	(7,731,320)
Trading liabilities	-	-
Other liabilities	30,026,011	17,537,190
	(101,742,753)	**(293,043,028)**
Net cash flow from operating activities	**(30,997,942)**	**(163,777,889)**
B. Cash flows from investing activities		
Proceeds from sale of securities	(22,981,021)	10,448,162
Payments for purchase of securities	-	-
Purchase /sale of property, plant & equipment	(930,850)	(134,129)
Purchase /sale of subsidiary	-	-
Net cash from investing activities	**(23,911,871)**	**10,314,033**
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	472,858,327	220,260,286
Dividend paid	(191,505,600)	(180,866,400)
Net cash from financing activities	**281,352,727**	**39,393,886**
D. Net increase/(decrease) in cash	**226,442,914**	**(114,069,970)**
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	**2,682,745,479**	**983,003,813**
Cash and cash equivalent at end of the period		
Cash in hand (including foreign currencies)	88,479	51,793
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	158,088,440	147,774,804
Balance with banks and other financial institutions	2,524,568,560	835,177,215
Money at call and on short notice	-	-
	2,682,745,479	**983,003,813**

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Chairman

NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED
Notes to the Financial Statements (Un-audited)
For the half year ended June 30, 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 2nd quarter ended 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. 37 of these financial statements.

2.00 Earnings Per Share (EPS)

Earnings Per Share has been calculated based on number of shares outstanding for the half year ended June 30, 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 2nd quarter ended of June 30, 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.

		June 2017 Taka	December 2016 Taka
4.00	**Cash**		
	Cash in hand:		
	Local currency	88,479	63,599
	Foreign currencies	-	-
		88,479	**63,599**
	Balance with Bangladesh Bank and its agent Bank:		
	Local currency	158,088,440	164,826,047
	Foreign currencies	-	-
		158,088,440	**164,826,047**
		158,176,919	**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	161,458,969	158,420,425
	Actual reserve held	168,556,405	164,826,047
	Surplus/(deficit)	**7,097,436**	**6,405,622**
4.01.02	**Statutory Liquidity Reserve (SLR)**		
	Required reserve	371,282,849	348,453,017
	Actual reserve held	2,688,725,475	2,260,959,155
	Surplus/(deficit)	**2,317,442,626**	**1,912,506,138**
5.00	**Balance with banks and other financial institutions**		
5.01	**In Bangladesh**		
	On current accounts (note: 5.01.01)	16,780,619	9,250,012
	On Short Term Deposit (STD) Accounts (note: 5.01.02)	91,989,953	212,162,907
	On Fixed Deposit Account (note: 5.01.03)	2,415,797,989	2,070,000,000
		2,524,568,560	**2,291,412,919**
	Outside Bangladesh	-	-
		2,524,568,560	**2,291,412,919**
5.01.01	**On Current Accounts**		
	AB Bank Limited	184,465	184,465
	Bank Asia Limited	4,621,824	42,266
	EXIM Bank Limited	2,467,301	782,973
	National Bank Limited	5,303,603	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	4,178,865	6,627,526
	The City Bank Limited	979	979
		16,780,619	**9,250,012**
5.01.02	**On Short Term Deposit (STD) Accounts**		
	Islami Bank Bangladesh Limited	2,565,539	229,700
	AB Bank Limited	13,782	13,782
	Bank Asia Limited	950,180	26,953,067

		June 2017 Taka	December 2016 Taka
	Dhaka Bank Limited	-	-
	Eastern Bank Limited	7,403,886	4,799,302
	Exim Bank Limited	4,752	4,752
	Jamuna Bank Limited	36,884,780	20,576,417
	National Bank Limited	4,756,502	636,865
	One Bank Limited	2,509,971	2,538,340
	Premier Bank Limited	6,791,269	9,627,932
	Pubali Bank Limited	528,310	116,571,559
	Shahjalal Islami Bank Limited	4,198,212	1,599,345
	Sonali Bank Limited	2,089	2,089
	Southeast Bank Limited	7,423,429	7,343,100
	Trust Bank Limited	5,849,854	7,198,730
	United Commercial Bank Limited	1,977	1,977
	Bank Alfalah Limited	3,151,178	5,603,486
	Mercantile Bank Limited	8,954,243	8,462,464
		91,989,953	**212,162,907**
5.01.03	**On Fixed Deposit Account**		
	MIDAS Finance Limited	-	150,000,000
	BD Finance Limited	100,000,000	150,000,000
	Meridian Finance Limited	300,000,000	50,000,000
	Jamuna Bank Limited	500,000,000	550,000,000
	Fareast Finance Limited	200,000,000	-
	International Leasing and Financial Services Limited	300,000,000	-
	Reliance Finance Limited	50,000,000	-
	IPDC Finance Limited	50,000,000	-
	CAPM Venture Capital & Finance Limited	50,000,000	150,000,000
	Premier leasing & Finance Limited	200,000,000	200,000,000
	SBAC Bank Limited	123,786,913	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	100,000,000	200,000,000
	FAS Finance & Investments Limited	40,000,000	
	Phoenix Finance & Investments Limited	-	50,000,000
	The Farmers Bank Limited	52,011,075	50,000,000
	FAS Finance & Investments Limited	50,000,000	100,000,000
		2,415,797,989	**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)	105,262,016	82,280,995
		105,262,016	**82,280,995**
7.01	**Other Investments**		
	Preference Shares	30,000,000	40,000,000
	Ordinary Shares (note: 7.01.01)	75,262,016	42,280,995
		105,262,016	**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

					June 2017 Taka	December 2016 Taka
ACI Formulations Limited	212.21	97,500	20,690,735	200.10	19,509,750	1,180,985
Bangladesh Submarine Cable Company Limited	120.15	59,500	7,149,124	120.10	7,145,950	3,174
GSP Finance Company (Bangladesh) Limited	30.81	355,209	10,942,475	29.00	10,301,061	641,414
RAK Ceramic limited	60.33	236,033	14,240,302	57.60	13,595,501	644,801
Becon Pharmaceuticals Limited	23.43	370,000	8,668,385	23.10	8,547,000	121,385
Nurani Dyeing & Sweaters Limited	10.00	13,043	130,430	22.20	289,554	(159,124)
Titas Gas Limited	50.69	175,266	8,884,824	50.60	8,868,460	16,364
LafargeSurma Cement Limited	82.06	55,520	4,555,741	62.90	3,492,208	1,063,533
Total			**75,262,016**		**71,749,484**	**3,512,532**

Opening Balance	184,305
Charge /(recovery) during the year	3,328,227
Balance as on June 30, 2017	**3,512,532**

8.00 Loans and advances

Mortgage loans	8,214,815,091	7,593,489,758
Lease finance	144,661,941	193,368,339
Term loans	226,549,624	282,897,825
Small & Medium Enterprises Loan	753,865,484	801,554,712
Loan Against Fixed Deposits	49,065,097	58,989,007
Staff loan (note: 8.01)	37,917,650	29,472,444
	9,426,874,887	**8,959,772,086**

Note - Figure in 2016 has been restated due to changes in presentation.

8.01 Staff Loan

Personal loan	14,818,679	14,496,753
Car loan	4,188,896	3,823,149
House building loan	18,910,075	11,152,542
	37,917,650	**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 30.06.17	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 30.06.17		Balance as on 01.01.17	Adjust-ments for disposal	Charged during the year	Balance as on 30.06.17		
Land & building	239,064,308	-	-	239,064,308	10%	30,480,359	-	2,647,521	33,127,880	205,936,428	208,583,949
Furniture	22,075,427	389,353	50,316	21,736,390	10%	7,333,444	304,037	735,350	7,764,757	13,971,633	14,741,983
Office equipment	14,540,700	1,548,700	1,009,510	14,001,510	20%	9,956,790	1,505,040	554,980	9,006,730	4,994,780	4,583,910
Motor vehicle	11,537,484	-	-	11,537,484	20%	4,725,988	-	762,076	5,488,064	6,049,420	6,811,496
Total:	**287,217,919**	**1,938,053**	**1,059,826**	**286,339,692**		**52,496,581**	**1,809,077**	**4,699,927**	**55,387,431**	**230,952,261**	**234,721,338**

		June 2017 Taka	December 2016 Taka
10.00	**Other assets**		
	Income Generating Other Assets:	-	-
	Non-income Generating Other Assets:		
	Advance against fixed assets	84,493,605	6,604,102
	Security deposits	154,460	54,460
	Advance income tax (note: 10.01)	432,653,039	430,620,104
	Advance against branch office	29,271	5,926
	Advance against office rent	1,936,800	2,436,000
	Stamp & Security Paper	246,500	146,200
	Deferred tax assets (note: 10.03)	3,399,235	3,399,235
	Other receivables (note: 10.02)	60,991,604	74,046,645
		583,904,514	**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	120,994,504	161,964,017
	Tax deducted at source	9,015,580	10,575,447
	Less: Adjusted against tax provision	(127,977,148)	-
		2,032,936	**172,539,464**
	Balance as at 30th June	**432,653,039**	**430,620,104**
10.02	**Other Receivables**		
	Cheque dishonored charges	565,883	782,860
	Accounts receivable	750,000	9,580,665
	Interest on bank deposits	40,897,515	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	8,033,833	31,295,886
	Legal charges receivable	7,961,379	8,753,837
	Others	2,203,597	694,693
		60,991,604	**74,046,645**

Note - Figure in 2016 has been restated due to changes in presentation.

10.03	**Deferred tax assets**		
	Balance as at 1st January	3,399,235	(310,287)
	Add: Addition during the year	-	3,709,522
		3,399,235	**3,399,235**
11.00	**Non-banking assets**	-	-

		June 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	8,450,693	11,971,238
	Mercantile Bank Ltd.	12,419,370	6,062,891
	Prime Bank Ltd.	7,119,678	3,607,601
	Pubali Bank Ltd.	69,246,171	372,867
	United Commercial Bank Ltd.	4,266,054	51,455
		101,501,967	**22,066,053**
	Non-banking financial institution	-	-
		101,501,967	**22,066,053**
	Outside Bangladesh	-	-
	Sub-total:	**101,501,967**	**22,066,053**
	Term Loan :		
	Banking companies:		
	SBAC Bank Limited	200,000,000	7,855,918
	Eastern Bank Limited	7,000,000	8,000,000
	Woori Bank Ltd.	150,000,000	150,000,000
		357,000,000	**165,855,918**
	Non-banking financial institution	**-**	**-**
		357,000,000	**165,855,918**
	Outside Bangladesh	**-**	**-**
	Sub-total:	**357,000,000**	**165,855,918**
	Bangladesh Bank Loan:		
	SME loan	489,354,727	532,304,206
	HML Refinance Scheme	274,955,465	289,727,654
	Sub-total:	**764,310,192**	**822,031,860**
	Un-secured		
	Money at call and on short notice:		
	Banking companies:		
	Sonali Bank Limited	130,000,000	-
	Bangladesh Commerce Bank Limited	-	-
	Agrani Bank Limited	100,000,000	-
	Standard Bank Limited	30,000,000	-
		260,000,000	**-**
	Non-banking financial institution	-	**-**
		260,000,000	**-**
	Outside Bangladesh	-	-
	Sub-total:	**260,000,000**	**-**
	Total:	**1,482,812,159**	**1,009,953,831**
13.00	**Deposits and other accounts**		
	Term deposits	8,882,075,018	8,459,160,226
	Other deposits (note: 13.01)	14,538,934	18,469,536
		8,896,613,952	**8,477,629,762**
13.01	**Other Deposits**		
	Home mortgage loan deposit	1,576,493	2,705,382
	Margin deposit	2,271,850	3,480,970
	Refundable share money deposit	6,210,394	6,210,394
	Lease deposit	4,480,197	6,072,790
		14,538,934	**18,469,536**
14.00	**Other liabilities**		

		June 2017 Taka	December 2016 Taka
	Provision for loans, advances ,investments and others(note: 14.01 to 14.04)	191,617,393	194,320,764
	Interest suspense (note: 14.05)	125,367,812	99,726,389
	Provision for gratuity (note: 14.06)	-	3,113,945
	Withholding tax payable	3,096,841	1,085,910
	VAT & Excise duty payable	298,485	631,077
	Provision for current tax (note: 14.07)	500,338,992	555,381,950
	Provision for deferred tax	-	-
	Interest payable	224,733,206	245,577,815
	Accrued expenses (note: 14.09)	-	287,500
	Unclaimed dividend	15,845,891	11,396,111
	Accounts Payable	-	4,423,431
	Sundry deposit	8,733,917	8,766,203
	Sundry liabilities	1,133,378	1,133,378
		1,071,165,916	**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	(37,036,572)	(4,971,895)
	Provision after written off	37,287,112	61,244,676
	Add: Provision made during the year	109,922,812	113,648,276
	Less: Provision recovered	(44,340,810)	(100,639,268)
	Net charge in the profit & loss account	**65,582,002**	**13,009,008**
	Add: Recoveries of amounts previously written off	-	70,000
	Less: Written off of provision no longer required	-	-
	Provisions held at 30th June	**102,869,114**	**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	65,133,753	286,379,230
	Less: Provision recovered	(97,543,085)	(244,285,432)
	Net charge in the profit & loss account	(32,409,332)	42,093,798
	Balance as at 30th June	**77,856,191**	**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	6,613,992	3,039,436
	Less: Provision recovered	(3,285,765)	(8,057,323)
	Net charge in the profit & loss account	3,328,227	(5,017,887)
	Balance as at 30th June	**3,512,532**	**184,305**
14.04	**Provision on others**		
	Balance as at 1st January	9,547,252	6,922,277
	Add: Provision made during the year	63,815	3,889,790
	Less: Provision recovered	(541,311)	(684,137)
	Net charge in the profit & loss account	(477,496)	3,205,654
		9,069,756	10,127,930
	Less: Fully provided debt written off	(1,690,200)	(580,678)
	Provisions held at 30th June	**7,379,556**	**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	88,674,285	110,358,609
	Less: Interest suspense realized during the year	(63,032,862)	(84,226,218)
	Net charge in the profit & loss account	25,641,423	26,132,391
		125,367,812	100,820,548
	Less: Interest written off	-	(1,094,159)
	Balance as at 30th June	**125,367,812**	**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

		June 2017 Taka	December 2016 Taka

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	38,726,772	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	(38,724,154)	(5,549,955)
Recovery of loans/leases write-off loans/leases	-	70,000
Balance of loans/leases written-off at 30th June 2017	**298,540,088**	**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 30th June	**-**	**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	72,757,239	177,760,363
Add: Short provision for the year 2014	176,951	-
Less: Adjustment of advance tax	(127,977,148)	-
Balance as at 30th June	**500,338,992**	**555,381,950**

14.08 Provision for Deferred Tax

Balance as at 1st January	-	-
Add: Provision for deferred tax	-	-
Balance as at 30th June	**-**	**-**

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

Current tax (note: 14.07)	72,934,189	95,962,532
Add: Deferred tax	-	-
	72,934,189	**95,962,532**

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
Sundry creditors	-	-
	-	**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	81.64%	81.64%
General public	18.36%	18.36%
	100.00%	**100.00%**

Number of holding:

Sponsors	86,857,557	86,857,557
General public	19,534,443	19,534,443
	106,392,000	**106,392,000**

		June 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	26,738,228	48,754,157
	Balance as at 30th June	**387,093,515**	**360,355,287**

Statutory reserve has been created at the rate of 20.00% of the net profit of Tk.133,691,141 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	133,691,141	243,770,786
		346,377,444	**442,306,860**
	Less: Allocations:		
	Transferred to statutory reserve	(26,738,228)	(48,754,157)
	Issue of Bonus Share	-	-
	Dividend	(191,505,600)	(180,866,400)
		(218,243,828)	**(229,620,557)**
	Balance as at 30th June	**128,133,616**	**212,686,303**

		June 2017 Taka	June 2016 Taka
18.00	**Income statement**		
	Income:		
	Interest, discount and other similar income (note: 19.00)	654,523,766	581,459,709
	Dividend income (note: 21.00)	3,479,021	3,559,051
	Fees, commission & brokerage (note: 22.00)	29,100	206,400
	Gains less losses arising from investment in securities(note: 21.00)	8,888,313	(599,430)
	Other operating income (note: 23.00)	11,391,004	20,868,842
		678,311,204	**605,494,572**
	Expenses:		
	Interest on borrowing, fees and commission (note: 20.00)	368,254,689	299,731,613
	Losses on loan, advances and leases (note: 31.00)	33,172,670	19,197,764
	Administrative expenses	56,104,762	46,291,345
	Other operating expenses (note: 30.00)	6,489,391	4,951,422
	Depreciation on banking assets (note: 29.00)	4,813,630	1,534,199
		468,835,142	**371,706,343**
		209,476,062	**233,788,229**
19.00	**Interest income**		
	Interest on mortgage loan:		
	Home mortgage loan	446,741,468	394,749,213
	Commercial mortgage loan	35,659,971	20,948,199
	Project mortgage loan	15,323,460	28,080,971
		497,724,899	**443,778,383**
	Less: Interest suspense	(23,086,061)	(11,405,506)
		474,638,838	**432,372,877**
	Interest on lease finance:		
	Industrial equipment	5,478,849	13,090,183
	Vehicles	2,760,359	6,645,207
	Delinquent interest	5,719,301	12,078,367
		13,958,509	**31,813,757**
	Less: Interest suspense	(2,555,362)	(4,201,920)
		11,403,147	**27,611,837**
	Interest on term finance	50,782,730	77,583,231
	Interest on fixed deposits	102,697,851	39,103,401
	Interest on short term deposit	10,351,271	1,724,788
	Interest on loan against FDR	3,717,559	2,118,100
	Interest on staff loan	932,370	945,474
		654,523,766	**581,459,709**
20.00	**Interest paid on deposits, borrowings etc.**		
	Call money interest	8,713,333	368,750
	Secured overdraft interest	2,636,276	2,307,855
	Term deposit interest	72,180,137	37,172,375
	Term loan interest	7,122,066	1,310,642
	Customer deposit interest - Term Deposit	222,859,196	200,780,848
	Customer deposit interest - Income Account	20,819,097	27,537,417
	Customer deposit interest - Double Money Account	10,327,191	8,897,280
	Customer deposit interest - Triple Money Account	1,110,290	3,347
	Customer deposit interest-MSS	831,593	409,963
	Customer deposit interest-MLNR	1,689,380	1,231,287
	HML refinance interest	6,928,150	7,733,902
	SME loan interest	13,037,980	11,977,947
		368,254,689	**299,731,613**
21.00	**Investment Income**		
	Dividend on ordinary shares	1,291,521	746,551

		June 2017 Taka	June 2016 Taka
	Dividend on preference shares	2,187,500	2,812,500
	Gain on sale of shares	9,710,310	85,594
	Loss on sale of shares	(821,997)	(685,024)
		12,367,334	**2,959,621**
22.00	**Commission, exchange and brokerage**		
	Fees	29,100	206,400
		29,100	**206,400**
23.00	**Other operating income**		
	Income from write-off	-	50,000
	Application, processing and documentation fees	10,324,792	19,484,700
	Delinquent charge-MSS,MLNR etc.	2,804	4,295
	Interest on call Money lending	-	153,097
	Other income	1,063,408	1,176,750
		11,391,004	**20,868,842**
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.	1,067,050	1,012,000
		1,067,050	**1,012,000**
24.02	**Salaries and allowances**		
	Salary & allowances (note: 24.02.01)	34,400,777	31,364,797
	Provident fund contribution	1,611,983	1,390,379
	Gratuity	-	165,340
	Bonus	-	-
		36,012,760	**32,920,516**

24.02.01 This includes managerial remuneration of Taka 22.46 million and balance amount Taka 13.55 million is on account of staff salary, bonus and other allowances. The number of employees including contract based employees were 147 and 133 for the year 2017 & 2016 respectively.

24.03	**Rent, taxes, insurance, electricity etc.**		
	Office occupancy cost	1,918,845	1,875,034
	City corporation Taxes	-	-
	Electricity	805,864	602,817
	Utilities	824,795	841,653
	Insurance (note: 24.03.01)	503,955	106,965
		4,053,459	**3,426,469**

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	25,000	312,500
	Legal charges	350	16,500
	Membership fees and subscription	2,059,868	1,174,168
		2,085,218	**1,503,168**
25.00	**Postage, stamps, telecommunication etc.**		
	Courier	101,631	93,645
	Postage	10,450	10,450
	Stamps & security paper	914,506	1,098,420
	Telephone, fax & e-mail	656,761	548,791
		1,683,348	**1,751,306**
26.00	**Stationery, printing, advertisement etc.**		
	Printing	678,490	457,141
	Stationery	429,355	437,121
	Business Commission	1,840,769	1,155,846

		June 2017 Taka	June 2016 Taka
	Promotion & publicity	6,052,313	1,425,778
		9,000,927	**3,475,886**
27.00	**Managing Director's salary and fees**		
	Salary & allowances	2,082,000	2,082,000
	Provident fund contribution	120,000	120,000
	Bonus	-	-
		2,202,000	**2,202,000**
28.00	**Auditors' fees**	**-**	**-**
29.00	**Depreciation on and repairs to assets**		
	Depreciation:		
	Building	2,728,447	726,966
	Furniture	735,350	333,408
	Office equipment	554,980	165,004
	Motor vehicle	681,150	90,774
		4,699,927	**1,316,152**
	Repair and maintenance	113,703	218,047
		4,813,630	**1,534,199**
30.00	**Other expenses**		
	Traveling and conveyance	1,294,186	859,900
	Training	110,840	62,263
	Bank charges and excise duty	954,593	482,042
	Books and periodicals	30,854	30,186
	Office refreshments	698,199	539,529
	Motor car	2,756,613	2,392,924
	Office general expenses	338,325	233,977
	AGM Expenses	275,539	349,855
	Trade License Fees	22,882	-
	Investment expenses share	7,360	747
		6,489,391	**4,951,422**
31.00	**Provisions for loan and advances**		
	For classified loans, advances and leases	65,582,002	(5,616,343)
	For unclassified loans, advances and leases	(32,409,332)	24,814,107
		33,172,670	**19,197,764**
31.01	**Provision for investments**		
	Made during the year	6,613,992	2,108,634
	Recovery during the year	(3,285,765)	(3,034,335)
		3,328,227	**(925,701)**
31.02	**Others**		
	Provisions for legal charges & professional fees	(279,664)	-
	Provisions for cheque dishonored & clearing charges	(197,832)	(280,278)
		(477,496)	**(280,278)**
32.00	**Earnings per share**		
	a) Earnings attributable to the ordinary shareholders(Taka)	133,691,141	139,031,676
	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)	**1.26**	**1.31**

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 30th June 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 year.

		June 2017 Taka	June 2016 Taka
33.00	**Sanction and disbursement**		
	Sanction	1,829,530,513	2,108,440,000
	Disbursement	1,236,832,127	2,011,481,886
	Undisbursed	**592,698,386**	**96,958,114**
33.a			
	Contingent liabilities		
	Government	**-**	**-**
	Directors	**-**	**-**
	Bank and other Financial Institution	**-**	**-**
	Other	**592,698,386**	**96,958,114**

34.00 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.

35.00 Geographical area of operation

Company's geographical area of operation was in Dhaka, Chittagong, Bogra and Rangpur in the year 2016.

36.00 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.

37.00 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.

38.00 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.