NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Balance Sheet (Unaudited)

As at September 30, 2017

	Notes	September 2017 Taka	September 2016 Taka	December 2016 Taka
Property and Assets				
Cash:	4.00			
In hand (including foreign currencies)		78,969	33,280	63,599
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		198,850,547	153,341,830	164,826,047
		198,929,516	**153,375,110**	**164,889,646**
Balance with banks and other financial institutions:	5.00			
In Bangladesh		4,461,480,849	1,248,254,297	2,291,412,919
Outside Bangladesh		-	-	-
		4,461,480,849	**1,248,254,297**	**2,291,412,919**
Money at call and on short notice	6.00	**-**	**-**	-
Investments:	7.00			
Government		-	-	-
Others		115,877,704	70,674,458	82,280,995
		115,877,704	**70,674,458**	**82,280,995**
Loans and advances:	8.00			
Loans, cash credits, overdrafts etc.		9,752,939,584	8,669,261,621	8,959,772,086
Bills purchased and discounted		-	-	-
		9,752,939,584	**8,669,261,621**	**8,959,772,086**
Fixed assets including premises, furniture and fixtures	9.00	**236,279,605**	**33,306,476**	**234,721,338**
Other assets	10.00	**641,390,279**	**639,506,872**	**517,312,672**
Non-banking assets	11.00	-	-	-
Total Assets		**15,406,897,538**	**10,814,378,834**	**12,250,389,655**
Liabilities and capital				
Liabilities:				
Borrowing from other banks, financial institutions and agents	12.00	**1,511,551,785**	**894,146,612**	**1,009,953,831**
Deposits and other accounts:	13.00			
Current accounts and other accounts etc.		-	-	-
Bills payable		-	-	-
Savings bank deposits		-	-	-
Fixed deposits		11,085,255,863	7,315,402,412	8,459,160,226
Bearer certificate of deposits		-	-	-
Other deposits		14,402,739	19,510,841	18,469,536
		11,099,658,602	**7,334,913,253**	**8,477,629,762**
Other liabilities	14.00	**1,172,336,325**	**1,010,018,434**	**1,125,844,472**
Total Liabilities		**13,783,546,713**	**9,239,078,299**	**10,613,428,066**
Capital/Shareholders' equity:				
Paid up capital	15.02	1,063,920,000	1,063,920,000	1,063,920,000
Statutory reserve	16.00	395,934,254	348,023,076	360,355,287
Retained earnings	17.00	163,496,572	163,357,459	212,686,303
Total Shareholders' equity		**1,623,350,825**	**1,575,300,535**	**1,636,961,590**
Total liabilities and Shareholders' equity		**15,406,897,538**	**10,814,378,834**	**12,250,389,655**

	Notes	September 2017 Taka	September 2016 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	800,640,920	418,523,629	625,122,527
Undrawn formal standby facilities, credit lines and other commitments		-	-	-
		800,640,920	**418,523,629**	**625,122,527**
Total Off-Balance Sheet Items including contingent liabilities		800,640,920	418,523,629	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 third quarter ended September 30, 2017

Unaudited

	Notes	January 01 to September 30, 2017	% increase/ (decreased)	January 01 to September 30, 2016	July 01 to September 30, 2017	July 01 to September 30, 2016
Interest Income	19.00	991,811,980	15.85%	856,101,155	337,288,214	274,641,446
Interest paid on deposits, borrowings etc.	20.00	579,815,280	28.50%	451,210,967	211,560,591	151,479,354
Net interest income		**411,996,700**	**1.76%**	**404,890,188**	**125,727,623**	**123,162,092**
Income from investment	21.00	15,368,329	189.99%	5,299,646	3,000,995	2,340,025
Commission, exchange and brokerage	22.00	30,100	-85.52%	207,900	1,000	1,500
Other operating income	23.00	18,262,960	-32.14%	26,914,489	6,871,956	6,045,647
		33,661,389	**3.82%**	**32,422,035**	**9,873,951**	**8,387,172**
Total operating income (A)		**445,658,089**	**1.91%**	**437,312,223**	**135,601,574**	**131,549,264**
Salaries and allowances	24.02	58,876,734	14.94%	51,223,871	22,863,974	18,303,355
Rent, taxes, insurance, electricity etc.	24.03	6,323,595	25.25%	5,048,848	2,270,136	1,622,379
Legal expenses	24.04	2,342,868	14.17%	2,052,018	257,650	548,850
Postage, stamps, telecommunication etc.	25.00	2,545,437	-2.95%	2,622,854	862,089	871,548
Stationery, printing, advertisement etc.	26.00	10,625,286	121.17%	4,804,150	1,624,359	1,328,264
Managing Director's salary & fees	27.00	3,703,000	0.00%	3,703,000	1,501,000	1,501,000
Directors' fees and expenses	24.01	1,549,409	1.45%	1,527,200	482,359	515,200
Auditors' fees	28.00	-	-	-	-	-
Charges on loan losses		-	-	-	-	-
Depreciation on and repairs to institution's assets	29.00	8,077,777	191.55%	2,770,607	3,264,147	1,236,408
Other expenses	30.00	9,688,967	28.37%	7,547,568	3,199,576	2,596,146
Total operating expenses (B)		**103,733,073**	**27.59%**	**81,300,116**	**36,325,290**	**28,523,150**
Profit before provisions (C=A-B)		**341,925,016**	**-3.96%**	**356,012,107**	**99,276,284**	**103,026,115**
Provisions for						
Loans, advances and leases	31.00	48,441,293	12.77%	42,954,211	15,268,622	23,756,447
Diminution in value of investments	31.01	4,658,497	-225.45%	(3,713,310)	1,330,270	(2,787,609)
Others	31.02	(614,257)	109.58%	(293,094)	(136,761)	(12,816)
Total provisions (D)		**52,485,533**	**34.76%**	**38,947,808**	**16,462,131**	**20,956,023**
Total profit before taxation (E=C-D)		**289,439,483**	**-8.71%**	**317,064,300**	**82,814,152**	**82,070,092**
Provisions for taxation (F)	14.08 (1)	(111,544,648)	-17.35%	(134,954,568)	(38,610,458)	(38,992,037)
Net profit after taxation (E-F)		**177,894,836**	**-2.31%**	**182,109,732**	**44,203,694**	**43,078,056**
Appropriations:						
Statutory reserve	16.00	35,578,967	-2.31%	36,421,946	8,840,739	8,615,611
General reserve		-		-	-	-
Proposed dividend		-		-	-	-
		35,578,967	**-2.31%**	**36,421,946**	**8,840,739**	**8,615,611**

Retained surplus		**142,315,869**	**-2.31%**	**145,687,785**	**35,362,955**	**34,462,445**
Earnings per share	32.00	1.67	-2.31%	1.71	0.42	0.40



(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

Statement of Changes in Equity

For the third quarter ended September 30, 2017

Figures in Taka

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at September 30, 2016:	**1,063,920,000**	**348,023,076**	**-**	**163,357,459**	**1,575,300,535**
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	-	-	-	177,894,836	177,894,836
Dividends	-	-	-	(191,505,600)	(191,505,600)
Transfer to statutory reserve	-	35,578,967	-	(35,578,967)	-
Balance as at September 30, 2017	**1,063,920,000**	**395,934,254**	**-**	**163,496,572**	**1,623,350,826**

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NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Cash Flow Statement

For the third quarter ended September 30, 2017

	September 30, 2017 Taka	September 30, 2016 Taka
A. Cash flows from operating activities		
Interest receipts in cash	922,914,496	869,542,406
Interest payments	(569,516,272)	(473,008,487)
Dividend receipts	4,444,281	746,551
Fees and commissions receipts in cash	30,100	207,900
Recoveries on loans previously written off	-	70,000
Cash payments to employees	(67,002,165)	(58,742,757)
Cash payments to suppliers	(13,319,821)	(7,681,636)
Income taxes paid	(150,021,287)	(132,857,521)
Receipts from other operating activities	29,187,007	27,405,084
Payments for other operating activities	(20,192,339)	(16,363,134)
Cash generated from operating activities before changes in operating assets and liabilities	**136,524,001**	**209,318,406**
Increase/(decrease) in operating assets and liabilities:		
Statutory deposits	-	-
Purchase/sale of trading securities	-	-
Loans, advances and leases to the client	(830,204,071)	(1,358,504,299)
Other assets	(36,228,883)	(210,662,252)
Term deposits	2,626,095,637	1,789,340,046
Other deposits	(4,066,797)	(6,285,460)
Trading liabilities	-	-
Other liabilities	44,979,215	42,575,552
	1,800,575,101	**256,463,587**
Net cash flow from operating activities	**1,937,099,101**	**465,781,993**
B. Cash flows from investing activities		
Proceeds from sale of securities	(33,596,709)	11,876,115
Payments for purchase of securities	-	-
Purchase /sale of property, plant & equipment	(9,486,946)	(7,357,406)
Purchase /sale of subsidiary	-	-
Net cash from investing activities	**(43,083,655)**	**4,518,709**
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	501,597,954	15,121,322
Dividend paid	(191,505,600)	(180,866,400)
Net cash from financing activities	**310,092,354**	**(165,745,078)**
D. Net increase/(decrease) in cash	**2,204,107,800**	**304,555,624**
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	**4,660,410,365**	**1,401,629,407**
Cash and cash equivalent at end of the period		
Cash in hand (including foreign currencies)	78,969	33,280
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	198,850,547	153,341,830
Balance with banks and other financial institutions	4,461,480,849	1,248,254,297
Money at call and on short notice	-	-
	4,660,410,365	**1,401,629,407**

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Director

(Latifur Rahman)
Chairman

Notes to the Financial Statements (Un-audited)
For the third quarter ended September 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 third 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 third quarter ended September 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 third quarter ended of September 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.

		September 2017 Taka	December 2016 Taka
4.00	**Cash**		
	Cash in hand:		
	Local currency	78,969	63,599
	Foreign currencies	-	-
		78,969	**63,599**
	Balance with Bangladesh Bank and its agent Bank:		
	Local currency	198,850,547	164,826,047
	Foreign currencies	-	-
		198,850,547	**164,826,047**
		198,929,516	**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	191,395,068	158,420,425
	Actual reserve held	198,850,547	164,826,047
	Surplus/(deficit)	**7,455,479**	**6,405,622**
4.01.02	**Statutory Liquidity Reserve (SLR)**		
	Required reserve	430,874,596	348,453,017
	Actual reserve held	4,036,701,329	2,260,959,155
	Surplus/(deficit)	**3,605,826,732**	**1,912,506,138**
5.00	**Balance with banks and other financial institutions**		
5.01	**In Bangladesh**		
	On current accounts (note: 5.01.01)	14,068,985	9,250,012
	On Short Term Deposit (STD) Accounts (note: 5.01.02)	91,559,253	212,162,907
	On Fixed Deposit Account (note: 5.01.03)	4,355,852,612	2,070,000,000
		4,461,480,849	**2,291,412,919**
	Outside Bangladesh	-	-
		4,461,480,849	**2,291,412,919**
5.01.01	**On Current Accounts**		
	AB Bank Limited	184,465	184,465
	Bank Asia Limited	8,510,298	42,266
	EXIM Bank Limited	342,951	782,973
	National Bank Limited	1,634,677	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	3,372,033	6,627,526
	The City Bank Limited	979	979
		14,068,985	**9,250,012**

		September 2017 Taka	December 2016 Taka
5.01.02	**On Short Term Deposit (STD) Accounts**		
	Islami Bank Bangladesh Limited	665,539	229,700
	AB Bank Limited	13,782	13,782
	Bank Asia Limited	11,480,256	26,953,067
	Eastern Bank Limited	1,396,197	4,799,302
	Exim Bank Limited	4,752	4,752
	Jamuna Bank Limited	31,762,827	20,576,417
	National Bank Limited	260,733	636,865
	One Bank Limited	1,922,093	2,538,340
	Premier Bank Limited	469,553	9,627,932
	Pubali Bank Limited	27,060,315	116,571,559
	Shahjalal Islami Bank Limited	855,488	1,599,345
	Sonali Bank Limited	29,224	2,089
	Southeast Bank Limited	7,423,429	7,343,100
	Trust Bank Limited	3,081,322	7,198,730
	United Commercial Bank Limited	1,977	1,977
	Bank Alfalah Limited	3,064,832	5,603,486
	Mercantile Bank Limited	2,066,934	8,462,464
		91,559,253	**212,162,907**
5.01.03	**On Fixed Deposit Account**		
	National Finance Limited	300,000,000	150,000,000
	BD Finance Limited	250,000,000	150,000,000
	Meridian Finance Limited	300,000,000	50,000,000
	Jamuna Bank Limited	600,000,000	550,000,000
	Fareast Finance Limited	200,000,000	-
	Bangladesh Commerce Bank Limited	20,000,000	
	Bay leasing and Investment Limited	200,000,000	
	Islamic Finance and Investment Limited	300,000,000	
	International Leasing and Financial Services Limited	300,000,000	-
	Reliance Finance Limited	150,000,000	-
	IPDC Finance Limited	50,000,000	-
	CAPM Venture Capital & Finance Limited	250,000,000	150,000,000
	Premier leasing & Finance Limited	250,000,000	200,000,000
	SBAC Bank Limited	225,852,612	120,000,000
	Union Capital Limited	350,000,000	200,000,000
	GSP Finance (BD) Limited	100,000,000	100,000,000
	Hajj Finance Company Limited	270,000,000	200,000,000
	Al Arafah Islami Bank Limited	200,000,000	
	Phoenix Finance & Investments Limited	-	50,000,000
	The Farmers Bank Limited	40,000,000	50,000,000
	FAS Finance & Investments Limited	-	100,000,000
		4,355,852,612	**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)	115,877,704	82,280,995
		115,877,704	**82,280,995**
7.01	**Other Investments**		
	Preference Shares	30,000,000	40,000,000
	Ordinary Shares (note: 7.01.01)	85,877,704	42,280,995
		115,877,704	**82,280,995**

	September 2017 Taka	December 2016 Taka

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
ACI Formulations Limited	207.77	105,252	21,868,075	200.00	21,050,400	817,675
The ACME Laboratories Limited	118.34	52,500	6,212,879	113.20	5,943,000	269,879
GSP Finance Company (Bangladesh) Limited	30.17	347,047	10,468,957	28.50	9,890,840	578,117
RAK Ceramic limited	58.67	170,000	9,974,414	56.60	9,622,000	352,414
Becon Pharmaceuticals Limited	22.88	315,923	7,229,024	21.20	6,697,568	531,456
BBS Cables Limited	10.00	4,618	46,180	131.60	607,729	(561,549)
Titas Gas Limited	50.46	302,000	15,238,580	47.60	14,375,200	863,380
Bangladesh Shipping Corporation	52.18	144,003	7,513,953	46.70	6,724,940	789,013
Dhaka Electric Supply Company Limited	49.18	45,000	2,213,209	47.50	2,137,500	75,709
Lafarge Surma Cement Limited	78.63	65,020	5,112,433	61.30	3,985,726	1,126,707
Total			**85,877,704**		**81,034,903**	**4,842,802**

Opening Balance	184,305	
Charge /(recovery) during the year	4,658,497	
Balance as on September 30, 2017	**4,842,802**	

8.00 Loans and advances

Mortgage loans	8,425,823,538	7,593,489,758
Lease finance	125,337,377	193,368,339
Term loans	366,551,226	282,897,825
Small & Medium Enterprises Loan	754,100,735	801,554,712
Loan Against Fixed Deposits	45,790,549	58,989,007
Staff loan (note: 8.01)	35,336,159	29,472,444
	9,752,939,584	**8,959,772,086**

8.01 Staff Loan

Personal loan	13,915,148	14,496,753
Car loan	3,475,018	3,823,149
House building loan	17,945,993	11,152,542
	35,336,159	**29,472,444**

		September 2017 Taka	December 2016 Taka
8.02	**Particulars of Loans, Advances and Leases**		
	Loans considered good in respect of which the Company is fully secured	8,804,352,068	7,961,512,604
	Loans considered good against which the Company holds no security other than debtors' personal guarantee	241,776,268	242,144,151
	Loans considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	529,084,879	756,115,330
	Loans adversely classified-no provision not maintained there against	-	-
		9,575,213,215	**8,959,772,086**
	Loans due by directors or officers of the bank or any of them either separately or jointly with any other persons	35,336,159	29,472,444
	Loans due from companies or firms in which the directors or officers of the Company have interest as directors, partners or managing agents or, in case of private companies, as members	-	-
	Maximum total amount of advance, including temporary advance made at any time during the year to directors or managers or officers of the Company or any of them either separately or jointly with any other person	-	-
	Maximum total amount of advance, including temporary advances granted during the year to companies or firms in which the directors of the Company are interested as directors, partners or managing agents or, in case of private companies, as members.	-	-
	Due from banks/financial institutions	-	-
	Classified loans, advances and leases:		
	a) Classified loans, advances and leases on which interest has not been charged (Note-8.09)	580,384,819	443,251,665
	b) Loans written off	38,726,772	6,644,114
	c) Realized from previous written off	-	-
	d) Provision on bad loans, advances and leases	86,930,103	49,808,306
	e) Interest credited to the interest suspense account (Note-14.05)	136,020,282	99,726,389
	f) Cumulative amount of the written off loans/Leases:		
	Opening balance	259,813,316	253,239,202
	Amount written off during the year	38,726,772	6,644,114
	Cumulative to date	298,540,088	259,883,316
	Recovery from write-off	-	70,000
	Written off loans for which law suit filed	298,540,088	259,813,316

8.03 The directors of the Company have not taken any loan from National Housing during the year or there is no outstanding loan balances with any directors of the company.

9.00 Fixed assets including premises, furniture and fixtures for 2017

Figures in Taka

Particulars	Cost				Rate	Depreciation				Written down value as on 30.09.17	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 30.09.17		Balance as on 01.01.17	Adjust-ments for disposal	Charged during the year	Balance as on 30.09.17		
Land & building	239,064,308	-	-	239,064,308	10%	30,480,359	-	4,092,670	34,573,029	204,491,279	208,583,949
Furniture	22,075,427	389,353	5,445,320	27,131,394	10%	7,333,444	304,037	1,507,649	8,537,056	18,594,338	14,741,983
Office equipment	14,540,700	1,548,700	4,170,602	17,162,602	20%	9,956,790	1,505,040	1,306,635	9,758,385	7,404,217	4,583,910
Motor vehicle	11,537,484	-	-	11,537,484	20%	4,725,988	-	1,021,725	5,747,713	5,789,771	6,811,496
Total:	**287,217,919**	**1,938,053**	**9,615,922**	**294,895,788**		**52,496,581**	**1,809,077**	**7,928,679**	**58,616,183**	**236,279,605**	**234,721,338**

		September 2017 Taka	December 2016 Taka
10.00	**Other assets**		
	Income Generating Other Assets:	-	-
	Non-income Generating Other Assets:		
	Advance against fixed assets	77,224,503	6,604,102
	Security deposits	154,460	54,460
	Advance income tax (note: 10.01)	452,664,243	430,620,104
	Advance against branch office	10,044	5,926
	Advance against office rent	2,437,200	2,436,000
	Stamp & Security Paper	446,400	146,200
	Deferred tax assets (note: 10.03)	3,399,235	3,399,235
	Other receivables (note: 10.02)	105,054,195	74,046,645
		641,390,279	**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	138,354,136	161,964,017
	Tax deducted at source	11,667,151	10,575,447
	Less: Adjusted against tax provision	(127,977,148)	-
		22,044,139	**172,539,464**
	Balance as at 30th September	**452,664,243**	**430,620,104**
10.02	**Other Receivables**		
	Cheque dishonored charges	519,816	782,860
	Accounts receivable	1,500,000	9,580,665
	Interest on bank deposits	88,756,774	19,859,290
	Receivable from Dhaka Stock Exchange Ltd.	1,629,610	
	Receivable from Multi Securities	7,570	8,070
	Receivable from ETBL Securities	14,436	3,071,345
	Receivable from UFT Co. Ltd	9,827	31,295,886
	Legal charges receivable	9,888,760	8,753,837
	Others	2,727,402	694,693
		105,054,195	**74,046,645**
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**	-	-

		September 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	38,344,919	11,971,238
	Mercantile Bank Ltd.	45,193,888	6,062,891
	Prime Bank Ltd.	58,718,099	3,607,601
	Pubali Bank Ltd.	21,807	372,867
	United Commercial Bank Ltd.	403,899	51,455
		142,682,612	**22,066,053**
	Non-banking financial institution	-	-
		142,682,612	**22,066,053**
	Outside Bangladesh	-	-
	Sub-total:	**142,682,612**	**22,066,053**
	Term Loan :		
	Banking companies:		
	SBAC Bank Limited	90,000,000	7,855,918
	Pubali Bank Limited	50,000,000	-
	Standard Bank Limited	200,000,000	-
	Eastern Bank Limited	7,000,000	8,000,000
	Woori Bank Ltd.	150,000,000	150,000,000
		497,000,000	**165,855,918**
	Non-banking financial institution	**-**	**-**
		497,000,000	**165,855,918**
	Outside Bangladesh	**-**	**-**
	Sub-total:	**497,000,000**	**165,855,918**
	Bangladesh Bank Loan:		
	SME loan	439,915,047	532,304,206
	HML Refinance Scheme	271,954,127	289,727,654
	Sub-total:	**711,869,174**	**822,031,860**
	Un-secured		
	Money at call and on short notice:		
	Banking companies:		
	Sonali Bank Limited	160,000,000	-
	Bangladesh Commerce Bank Limited	-	-
	Agrani Bank Limited	-	-
	Standard Bank Limited	-	-
		160,000,000	**-**
	Non-banking financial institution	-	**-**
		160,000,000	**-**
	Outside Bangladesh	-	-
	Sub-total:	**160,000,000**	**-**
	Total:	**1,511,551,785**	**1,009,953,831**
13.00	**Deposits and other accounts**		
	Term deposits	11,085,255,863	8,459,160,226
	Other deposits (note: 13.02)	14,402,739	18,469,536
		11,099,658,602	**8,477,629,762**

		September 2017 Taka	December 2016 Taka
13.02	**Other Deposits**		
	Home mortgage loan deposit	1,569,993	2,705,382
	Margin deposit	2,219,850	3,480,970
	Refundable share money deposit	6,210,394	6,210,394
	Lease deposit	4,402,502	6,072,790
		14,402,739	**18,469,536**
14.00	**Other liabilities**		
	Provision for loans, advances ,investments and others(note: 14.01 to 14.04)	208,079,524	194,320,764
	Interest suspense (note: 14.05)	136,020,282	99,726,389
	Provision for gratuity (note: 14.06)	-	3,113,945
	Withholding tax payable	5,285,239	1,085,910
	VAT & Excise duty payable	2,254,950	631,077
	Provision for current tax (note: 14.07)	538,949,450	555,381,950
	Interest payable	255,876,823	245,577,815
	Accrued expenses (note: 14.09)	-	287,500
	Unclaimed dividend	15,677,659	11,396,111
	Accounts Payable	1,000	4,423,431
	Sundry deposit	9,058,020	8,766,203
	Sundry liabilities	1,133,378	1,133,378
		1,172,336,325	**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	153,242,705	113,648,276
	Less: Provision recovered	(76,130,821)	(100,639,268)
	Net charge in the profit & loss account	**77,111,884**	**13,009,008**
	Add: Recoveries of amounts previously written off	-	70,000
	Less: Written off of provision no longer required	-	-
	Provisions held at 30th September	**114,398,996**	**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	82,771,043	286,379,230
	Less: Provision recovered	(111,441,634)	(244,285,432)
	Net charge in the profit & loss account	(28,670,592)	42,093,798
	Balance as at 30th September	**81,594,931**	**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	10,032,596	3,039,436
	Less: Provision recovered	(5,374,099)	(8,057,323)
	Net charge in the profit & loss account	4,658,497	(5,017,887)
	Balance as at 30th September	**4,842,802**	**184,305**
14.04	**Provision on others**		
	Balance as at 1st January	9,547,252	6,922,277
	Add: Provision made during the year	4,315	3,889,790
	Less: Provision recovered	(618,572)	(684,137)
	Net charge in the profit & loss account	(614,257)	3,205,654
		8,932,995	10,127,930
	Less: Fully provided debt written off	(1,690,200)	(580,678)
	Provisions held at 30th September	**7,242,795**	**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	136,785,351	110,358,609
	Less: Interest suspense realized during the year	(100,491,458)	(84,226,218)
	Net charge in the profit & loss account	36,293,893	26,132,391

		September 2017 Taka	December 2016 Taka
		136,020,282	100,820,548
	Less: Interest written off	-	(1,094,159)
	Balance as at 30th September	**136,020,282**	**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	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 September 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 September	**-**	**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	111,367,698	177,760,363
Add: Short provision for the year 2014	176,951	-
Less: Adjustment of advance tax	(127,977,148)	-
Balance as at 30th September	**538,949,450**	**555,381,950**

14.08 Provision for Deferred Tax

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

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

Current tax (note: 14.07)	111,544,648	134,954,568
Add: Deferred tax	-	-
	111,544,648	**134,954,568**

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:

		September 2017 Taka	December 2016 Taka
	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**
16.00	**Statutory reserve**		
	Balance as at 1st January	360,355,287	311,601,129
	Reserve made during the year	35,578,967	48,754,157
	Balance as at 30th September	**395,934,254**	**360,355,287**

Statutory reserve has been created at the rate of 20.00% of the net profit of Tk.177,894,836 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	177,894,836	243,770,786
		390,581,139	**442,306,860**
	Less: Allocations:		
	Transferred to statutory reserve	(35,578,967)	(48,754,157)
	Issue of Bonus Share	-	-
	Dividend	(191,505,600)	(180,866,400)
		(227,084,567)	**(229,620,557)**
	Balance as at 30th September	**163,496,572**	**212,686,303**

		September 2017 Taka	September 2016 Taka
18.00	**Income statement**		
	Income:		
	Interest, discount and other similar income (note: 19.00)	991,811,980	856,101,155
	Dividend income (note: 21.00)	4,444,281	4,809,051
	Fees, commission & brokerage (note: 22.00)	30,100	207,900
	Gains less losses arising from investment in securities(note: 21.00)	10,924,047	490,595
	Other operating income (note: 23.00)	18,262,960	26,914,489
		1,025,473,369	**888,523,190**
	Expenses:		
	Interest on borrowing, fees and commission (note: 20.00)	579,815,280	451,210,967
	Losses on loan, advances and leases (note: 31.00)	48,441,293	42,954,211
	Administrative expenses	85,966,329	70,981,941
	Other operating expenses (note: 30.00)	9,688,967	7,547,568
	Depreciation on banking assets (note: 29.00)	8,077,777	2,770,607
		731,989,646	**575,465,294**
		293,483,723	**313,057,896**
19.00	**Interest income**		
	Interest on mortgage loan:		
	Home mortgage loan	659,040,139	610,354,393
	Commercial mortgage loan	50,566,033	33,461,294
	Project mortgage loan	23,270,937	39,421,591
		732,877,109	**683,237,278**
	Less: Interest suspense	(34,151,570)	(24,440,520)
		698,725,539	**658,796,758**
	Interest on lease finance:		
	Industrial equipment	7,401,794	18,015,865
	Vehicles	3,525,681	8,877,457
	Delinquent interest	10,093,958	12,389,689
		21,021,433	**39,283,011**
	Less: Interest suspense	(2,142,323)	(10,103,765)
		18,879,110	**29,179,246**
	Interest on term finance	76,502,566	108,390,463
	Interest on fixed deposits	174,679,187	53,231,527
	Interest on short term deposit	16,468,133	1,855,381
	Interest on loan against FDR	5,290,342	3,239,111
	Interest on staff loan	1,267,103	1,408,670
		991,811,980	**856,101,155**
20.00	**Interest paid on deposits, borrowings etc.**		
	Call money interest	13,434,444	1,394,903
	Secured overdraft interest	3,982,961	2,995,619
	Term deposit interest	120,965,623	57,250,924
	Term loan interest	13,150,636	2,019,963
	Customer deposit interest - Term Deposit	347,131,663	302,454,807
	Customer deposit interest - Income Account	29,284,549	39,172,498
	Customer deposit interest - Double Money Account	16,351,762	13,841,178
	Customer deposit interest - Triple Money Account	2,259,551	70,686
	Customer deposit interest-MSS	1,355,574	706,913
	Customer deposit interest-MLNR	2,646,142	1,921,726
	HML refinance interest	10,381,890	11,499,145
	SME loan interest	18,870,484	17,882,606
		579,815,280	**451,210,967**
21.00	**Investment Income**		
	Dividend on ordinary shares	1,319,281	746,551
	Dividend on preference shares	3,125,000	4,062,500
	Gain on sale of shares	12,007,063	1,175,619
	Loss on sale of shares	(1,083,016)	(685,024)
		15,368,329	**5,299,646**

		September 2017 Taka	September 2016 Taka
22.00	**Commission, exchange and brokerage**		
	Fees	30,100	207,900
		30,100	**207,900**
23.00	**Other operating income**		
	Income from write-off	-	70,000
	Application, processing and documentation fees	14,329,192	25,071,884
	Delinquent charge-MSS,MLNR etc.	3,909	7,008
	Interest on call Money lending	-	153,097
	Other income	3,929,859	1,612,500
		18,262,960	**26,914,489**
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.	1,549,409	1,527,200
		1,549,409	**1,527,200**
24.02	**Salaries and allowances**		
	Salary & allowances (note: 24.02.01)	49,316,575	42,986,583
	Provident fund contribution	2,502,701	2,168,694
	Gratuity	108,150	198,660
	Bonus	6,949,308	5,869,934
		58,876,734	**51,223,871**

24.02.01 This includes managerial remuneration of Taka 33.69 million and balance amount Taka 25.19 million is on account of staff salary, bonus and other allowances. The number of employees including contract based employees were 145 and 122 for the year 2017 & 2016 respectively.

24.03	**Rent, taxes, insurance, electricity etc.**		
	Office occupancy cost	1,917,758	2,610,542
	City corporation Taxes	49,248	-
	Electricity	1,322,759	1,041,496
	Utilities	2,335,048	1,127,974
	Insurance (note: 24.03.01)	698,782	268,836
		6,323,595	**5,048,848**

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	266,500	538,750
	Legal charges	300	38,100
	Membership fees and subscription	2,076,068	1,475,168
		2,342,868	**2,052,018**
25.00	**Postage, stamps, telecommunication etc.**		
	Courier	144,663	145,809
	Postage	29,012	10,450
	Stamps & security paper	1,365,356	1,536,470
	Telephone, fax & e-mail	1,006,406	930,125
		2,545,437	**2,622,854**

26.00 **Stationery, printing, advertisement etc.**

		September 2017 Taka	September 2016 Taka
	Printing	1,176,148	467,641
	Stationery	674,837	603,325
	Business Commission	2,466,333	2,058,173
	Promotion & publicity	6,307,968	1,675,011
		10,625,286	**4,804,150**
27.00	**Managing Director's salary and fees**		
	Salary & allowances	3,123,000	3,123,000
	Provident fund contribution	180,000	180,000
	Bonus	400,000	400,000
		3,703,000	**3,703,000**
28.00	**Auditors' fees**	**-**	**-**
29.00	**Depreciation on and repairs to assets**		
	Depreciation:		
	Building	4,092,670	1,090,449
	Furniture	1,507,649	500,112
	Office equipment	1,306,635	286,837
	Motor vehicle	1,021,725	638,577
		7,928,679	**2,515,975**
	Repair and maintenance	149,098	254,632
		8,077,777	**2,770,607**
30.00	**Other expenses**		
	Traveling and conveyance	1,870,672	1,311,299
	Training	234,901	116,163
	Bank charges and excise duty	1,223,671	628,910
	Books and periodicals	47,646	42,694
	Office refreshments	1,234,847	808,771
	Motor car	4,196,513	3,863,796
	Office general expenses	470,492	358,050
	AGM Expenses	305,619	349,855
	Trade License Fees	89,802	42,895
	Investment expenses share	14,804	25,135
		9,688,967	**7,547,568**
31.00	**Provisions for loan and advances**		
	For classified loans, advances and leases	77,111,884	13,970,412
	For unclassified loans, advances and leases	(28,670,592)	28,983,799
		48,441,293	**42,954,211**
31.01	**Provision for investments**		
	Made during the year	10,032,596	2,108,634
	Recovery during the year	(5,374,099)	(5,821,944)
		4,658,497	**(3,713,310)**
31.02	**Others**		
	Provisions for legal charges & professional fees	(360,405)	-
	Provisions for cheque dishonored & clearing charges	(253,852)	(293,094)
		(614,257)	**(293,094)**
32.00	**Earnings per share**		
	a) Earnings attributable to the ordinary shareholders(Taka)	177,894,836	182,109,732
	b) Number of ordinary shares outstanding during the year	106,392,000	106,392,000
	c) Weighted average number of ordinary shares outstanding during the year	106,392,000	106,392,000
	d) Basic earnings per share (a/c)	**1.67**	**1.71**

Prior year Basic Earning Per Share calculation has been revised due to calculation of weighted average number of ordinary

	September 2017 Taka	September 2016 Taka

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 September 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.

33.00 Sanction and disbursement

Sanction	2,676,880,513	3,105,606,883
Disbursement	1,876,239,593	2,687,083,254
Undisbursed	**800,640,920**	**418,523,629**

33.a

Contingent liabilities

Government	**-**	**-**
Directors	**-**	**-**
Bank and other Financial Institution	**-**	**-**
Other	**800,640,920**	**418,523,629**

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 2017.

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.