

UNITED FINANCE LIMITED
Balance Sheet (Un-audited)
as at 30 September, 2021

PROPERTY AND ASSETS	Notes	30-Sep-21 Taka	31-Dec-20 Taka
Cash	6		
In hand		1,290,000	1,290,000
Balance with Bangladesh Bank and its agent bank(s)		371,433,529	236,982,959
		372,723,529	238,272,959
Balance with banks and other financial institutions	7		
In Bangladesh		4,575,842,430	2,537,140,764
Outside Bangladesh		-	-
		4,575,842,430	2,537,140,764
Money at call and short notice	8	-	670,000,000
Investments	9		
Government		-	-
Others		845,651,798	623,768,086
		845,651,798	623,768,086
Lease, loans and advances	10		
Lease receivable		6,801,264,647	7,217,410,923
Loans, cash credits, overdrafts etc.		10,378,016,678	7,918,800,390
		17,179,281,325	15,136,211,313
Fixed assets including land, building, furniture and fixtures	11	442,430,908	447,550,957
Other assets	12	1,993,089,251	1,906,710,805
Non - financial institutional assets		-	-
Total assets		25,409,019,241	21,559,654,884
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from banks, other financial institutions and agents	13	5,252,253,090	2,347,393,668
Deposits and other accounts	14		
Current deposits & other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		12,832,618,669	11,876,673,281
Bearer certificates of deposit		-	-
Other deposits		368,838,815	423,211,691
		13,201,457,484	12,299,884,972
Other liabilities	15	3,807,693,670	3,711,235,118
Total liabilities		22,261,404,243	18,358,513,758
Capital / Shareholders' equity			
Paid-up capital	16	1,871,146,140	1,871,146,140
Share premium	17	3,750,000	3,750,000
Statutory reserve	18	921,950,000	921,950,000
General reserve	19	190,000,000	225,000,000
Retained earnings	20	160,768,857	179,294,986
Total Shareholders' equity		3,147,614,997	3,201,141,126
Total liabilities and Shareholders' equity		25,409,019,241	21,559,654,884
Net asset value per share (NAV)	21	16.82	17.11
Restatement of NAV:			
Net asset		3,147,614,997	3,201,141,126
Number of outstanding shares (current year's)		187,114,614	187,114,614
NAV per share		16.82	17.11

UNITED FINANCE LIMITED
Balance Sheet (Un-audited)
as at 30 September, 2021

	<u>Notes</u>	<u>30-Sep-21</u> <u>Taka</u>	<u>31-Dec-20</u> <u>Taka</u>
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
	22		
Acceptances and endorsements		-	-
Letters of guarantee		2,837,915	56,291,692
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		2,837,915	56,291,692
Other commitments			
Documentary credits and short term trade -related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
		-	-
Total Off-Balance Sheet items including contingent liabilities		2,837,915	56,291,692



Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman



UNITED FINANCE LIMITED
Profit and Loss Account (Un-audited)
For the 3rd quarter ended 30 September, 2021

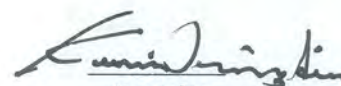
		Jan-Sep '21	Jan-Sep '20	July-Sep '21	July-Sep '20
	Notes	Taka	Taka	Taka	Taka
OPERATING INCOME					
Interest income	23	1,398,349,665	1,498,835,959	487,719,637	503,669,541
Interest paid on deposits, borrowings etc.	24	(872,286,080)	(984,228,225)	(298,811,546)	(311,328,014)
Net interest income		526,063,585	514,607,734	188,908,091	192,341,528
Investment income	25	50,134,866	60,613,728	20,374,135	20,959,120
Commission, exchange and brokerage		-	-	-	-
Other operating income	26	103,882,948	76,735,754	20,753,215	24,665,036
Total operating income (A)		680,081,399	651,957,216	230,035,440	237,965,684
OPERATING EXPENSES					
Salaries and allowances	27	333,628,791	323,949,262	106,623,453	104,977,239
Rent, taxes, insurance, electricity etc.	28	18,218,818	16,342,066	9,820,448	7,912,447
Legal expenses	29	10,288,677	8,079,543	4,579,248	5,135,481
Postage, stamp, telecommunication etc.	30	17,183,673	8,665,960	5,947,007	3,455,990
Stationery, printing, advertisements etc.	31	3,231,931	2,458,340	375,259	830,779
Managing Director's salary and benefits	32	8,108,750	8,108,750	2,811,250	2,811,250
Directors' fees	33	305,554	220,000	73,333	146,667
Auditors' fees	34	603,750	603,750	201,250	316,248
Charges on loan losses		-	-	-	-
Depreciation and repair of assets	35	62,392,455	53,676,529	21,770,294	17,976,663
Other expenses	36	25,822,048	27,442,300	8,065,424	7,920,262
Total operating expenses (B)		479,784,446	449,546,500	160,266,965	151,483,025
Profit before provision against lease, loans and advances (C=A-B)		200,296,953	202,410,716	69,768,476	86,482,659
Provision for lease, loans and advances	37	31,583,129	34,644,200	11,815,435	13,624,681
Provision for diminution in value of investments	37	(103,208)	96,916	-	(9,443)
Other provisions		-	-	-	-
Total provision (D)		31,479,921	34,741,116	11,815,435	13,615,238
Operating profit before taxes E=(C-D)		168,817,032	167,669,600	57,953,041	72,867,421
Provision for taxation					
Current Tax	38	36,921,035	71,381,785	18,741,035	28,695,949
Deferred Tax	38	(1,692,488)	2,006,788	(981,088)	222,624
Total provision for taxation (F)		35,228,547	73,388,573	17,759,947	28,918,573
Net profit after tax (E-F)		133,588,485	94,281,027	40,193,094	43,948,848
Appropriations					
Statutory reserve		-	-	-	-
General reserve		-	-	-	-
Retained surplus		133,588,485	94,281,027	40,193,094	43,948,848
Earnings Per Share in Taka	39	0.71	0.50	0.21	0.23



Chief Financial
Officer



Company
Secretary



Managing
Director



Director



Chairman



UNITED FINANCE LIMITED
Cash Flow Statement (Un-audited)
For the 3rd quarter ended 30 September, 2021

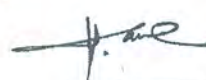
	Notes	30-Sep-2021 Taka	30-Sep-2020 Taka
A) Cash flows from operating activities			
Interest receipts		1,368,014,798	1,553,420,974
Interest payments		(834,141,568)	(955,100,075)
Dividend receipts		19,260,965	17,814,689
Amount realised from written off clients		12,277,793	7,374,351
Payments to employees		(349,090,269)	(326,053,459)
Payments to suppliers		(92,812,915)	(117,033,752)
Income tax paid		(77,349,138)	(80,370,367)
Receipts from other operating activities		104,335,483	74,789,816
Payments for other operating activities		(70,129,299)	(67,169,570)
Cash generated from operating activities before changes in operating assets and liabilities		80,365,850	107,672,607
Changes in operating assets and liabilities			
(Increase)/decrease in lease, loans and advances		(1,972,705,539)	162,497,966
Increase in other assets		(19,324,241)	(4,761,760)
Increase in Right-of-use assets		(8,525,637)	(23,383,730)
Increase in term and other deposits		901,572,512	199,904,662
(Decrease)/Increase in accrued expenses and payables		(34,573,181)	71,235,405
Increase/(decrease) in short term loan		1,319,376,245	(1,395,454,798)
Increase in interest suspense		34,774,795	7,612,807
Increase in provision for gratuity		(1,051,058)	(2,134,867)
Increase in other liabilities		76,354,470	122,221,266
		295,898,366	(862,263,048)
Net cash from operating activities		376,264,215	(754,590,441)
B) Cash flows from investing activities			
Investment in Shares		(400,000,000)	(100,000,000)
Redemption of Shares		42,116,288	29,095,408
Redemption of Commercial Bond		136,000,000	136,000,000
Purchase of fixed assets		(40,997,940)	(35,802,125)
Proceeds from sale of fixed assets		1,349,277	6,732,946
Net cash from investing activities		(261,532,375)	36,026,229
C) Cash flows from financing activities			
Receipts of long term loan		2,376,479,894	463,343,671
Repayment of long term loan		(790,996,716)	(447,271,485)
Dividend paid		(197,062,782)	(183,783,687)
Net Cash from financing activities		1,388,420,396	(167,711,502)
D) Net increase in cash and cash equivalents (A+ B + C)		1,503,152,236	(886,275,713)
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the period		3,445,413,723	3,821,717,367
G) Cash and cash equivalents at end of the period (D+E+F)		4,948,565,959	2,935,441,654
Cash and cash equivalents at end of the period			
Cash in hand		1,290,000	1,290,000
Balance with Bangladesh Bank and its agent bank(s)		371,433,529	179,539,537
Balance with banks and other financial institutions		4,575,842,430	2,754,612,117
Money at call and short notice		-	-
		4,948,565,959	2,935,441,654
Net operating cash flows per share	40	2.01	(4.03)


Chief Financial Officer


Company Secretary


Managing Director


Director


Chairman



UNITED FINANCE LIMITED
Statement of Changes in Equity (Un-audited)
For the 3rd quarter ended 30 September, 2021

Particulars	Paid- up capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at 31 December, 2020	1,871,146,140	3,750,000	921,950,000	225,000,000	179,294,986	3,201,141,126
Cash dividend for the year 2020	-	-	-	-	(187,114,614)	(187,114,614)
Movement of general reserve	-	-	-	(35,000,000)	35,000,000	-
Net profit for the 3rd quarter ended 30 September, 2021	-	-	-	-	133,588,485	133,588,485
Balance as at 30 September, 2021	1,871,146,140	3,750,000	921,950,000	190,000,000	160,768,857	3,147,614,997
Balance as at 30 September, 2020	1,871,146,140	3,750,000	879,400,000	225,000,000	104,893,922	3,084,190,062



Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman

United Finance Limited
Notes to the financial statements (Unaudited)
For the 3rd quarter ended 30 September, 2021

1 General Information

1.1 Domicile and legal form

The Company is domiciled in Bangladesh. It was granted license under the Financial Institutions Act, 1993. The Company was incorporated on 27 April 1989 under the Companies Act, 1994. Its registration number is C-18484(338)/89. The shares of the Company are quoted on the Dhaka Stock Exchange Limited since 1994 and are transacted in dematerialized form through Central Depository Bangladesh Limited since 14 October 2004. The Company has its registered office at Camellia House, 22 Kazi Nazrul Islam Avenue, Dhaka.

1.2 Nature of operations and principal activities

The Company provides financial services which includes lease finance for acquiring assets for industrial and commercial use, term loans for meeting long term funding requirement, short-term working capital solutions and home loans to cater the needs of its diverse client base. To fund its lending activities, the Company offers deposit investment opportunities of varying tenures and non-convertible Zero Coupon Bonds in addition to bank credit line and Bangladesh Bank refinancing facilities.

2 Summary of significant accounting policies and basis of preparation of the financial statements

2.1 Basis of preparation of the financial statements

The financial statements of the Company have been prepared on a going concern basis following accrual basis of accounting except for cash flows statement, investment in marketable securities in accordance with International Financial Reporting Standards (IFRS) issued by International Accounting Standards Board (IASB) and as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh, and the circumstances where local regulations differ, and the Companies Act, 1994, the Financial Institutions Act, 1993, Securities and Exchange Rules, 1987 & the (Listing) Regulations, 2015 of Dhaka Stock Exchanges and other applicable laws and regulations.

The presentation of the financial statements has been made as per the requirements of DFIM Circular no 11 dated 23 December 2009 issued by the Department of Financial Institutions and Market (DFIM) of Bangladesh Bank. The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been kept blank in the financial statements.

2.2 Statement of compliance

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Financial Institutions Act, 1993, the rules and regulations issued by Bangladesh Bank, the Companies Act, 1994. In case of any requirements of the Financial Institutions Act, 1993 and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Financial Institutions Act, 1993, and provisions and circulars issued by Bangladesh Bank have been followed.

3 Comparative information

Prior year figures and account titles have been rearranged to conform current year presentation in accordance with the Bangladesh Bank DFIM Circular No. 11 dated 23 December 2009.

4 Reporting currency and level of exactitude

The figures in the financial statements have been stated in Bangladeshi Taka (BDT/Taka/Tk.) which is the Company's functional currency and have been rounded off to the nearest integer.

5 Authorisation for issue of the financial statements

The Board of Directors of the Company has authorised these financial statements for issue on October 28, 2021.



	<u>30-Sep-21</u>	<u>31-Dec-20</u>
6 Cash		
Cash in hand (Note-6.1)	1,290,000	1,290,000
Balance with Bangladesh Bank and its agent bank(s) (Note-6.2)	371,433,529	236,982,959
	<u>372,723,529</u>	<u>238,272,959</u>
6.1 Cash in hand includes petty cash balances of all offices.		
6.2 Cash Reserve Requirement and Statutory Liquidity Reserve have been calculated and maintained in accordance with section 19 of the Financial Institutions Act 1993, regulation 5 of the Financial Institution Regulations 1994 and FID Circular No. 6 dated 06 November 2003 and FID Circular No. 02 dated 10 November 2004 and DFIM circular no. 03 dated 21 June 2020 and DFIM circular no. 27 dated 23 August 2021.		
7 Balance with banks and other financial institutions		
In Bangladesh (Note-7.1)	4,575,842,430	2,537,140,764
Outside Bangladesh	-	-
	<u>4,575,842,430</u>	<u>2,537,140,764</u>
7.1 In Bangladesh		
<u>Current deposits</u>		
Nationalised Commercial Bank	379,527	374,527
Private Commercial Bank	1,139,599,005	128,619,447
Foreign Commercial Bank	34,120,891	9,852,196
	<u>1,174,099,423</u>	<u>138,846,170</u>
<u>Short-term deposit (STD)</u>		
Private Commercial Bank	295,246,026	10,286,772
Foreign Commercial Bank	61,496,981	27,007,822
	<u>356,743,007</u>	<u>37,294,594</u>
<u>Fixed deposits</u>		
Private Commercial Bank	2,080,000,000	2,020,000,000
Foreign Commercial Bank	100,000,000	100,000,000
Financial Institutions	865,000,000	241,000,000
	<u>3,045,000,000</u>	<u>2,361,000,000</u>
	<u>4,575,842,430</u>	<u>2,537,140,764</u>
8 Money at call and short notice		
IDLC Finance Limited	-	250,000,000
DBH Finance Corporation Ltd	-	200,000,000
IPDC Finance Limited	-	220,000,000
	<u>-</u>	<u>670,000,000</u>

	30-Sep-21	31-Dec-20
9 Investments		
Investment classified as per nature		
a) Government securities:		
National investment bonds	-	-
Bangladesh Bank bills	-	-
Government bonds	-	-
Prize bonds	-	-
	<hr/>	<hr/>
b) Other investment:		
Investment in ordinary shares (Note-9.1)	15,262,370	15,783,250
Investment in preference shares	640,389,428	281,984,836
Investment in bonds	190,000,000	326,000,000
	<hr/>	<hr/>
	845,651,798	623,768,086
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	845,651,798	623,768,086

9.1 Investment in ordinary shares

Business Segment	No. of shares	Cost price	Market price
Insurance	4,450,000	15,000,000	305,715,000
Telecommunication	26,237	262,370	1,080,964
Textile Industries	462	-	6,145
	<hr/>	<hr/>	<hr/>
	4,476,699	15,262,370	306,802,109

Investments in marketable securities are valued at cost at the Balance Sheet date, if market price is lower than cost in that case required provision are kept in profit & loss account. Unrealized gain is not accounted for in financial statements.

As of 30 September, 2021 the market value (closing market price) of the above shares was Taka 306,802,109 against cost price of Taka 15,262,370.

10 Lease, loans and advances		
Lease receivable (Note-10.1)	6,801,264,647	7,217,410,923
Loans (Note-10.2)	10,378,016,678	7,918,800,390
	<hr/>	<hr/>
	17,179,281,325	15,136,211,313
10.1 Lease receivable		
Net lease receivable	6,728,597,432	7,162,898,874
Interest receivable	72,667,216	54,512,049
	<hr/>	<hr/>
	6,801,264,647	7,217,410,923
10.2 Loans		
Term loan	7,048,207,461	4,772,425,921
Home loan	1,943,448,503	1,307,270,135
Short term loan and CSF advances	1,172,192,919	1,677,145,845
Interest receivable	214,167,795	161,958,489
	<hr/>	<hr/>
	10,378,016,678	7,918,800,390
11 Fixed assets including land, building, furniture and fixtures		
Cost		
Furniture and fixtures	123,619,696	125,245,787
Office equipment	585,674	585,229
Electrical equipment	139,775,305	144,775,864
Software	23,500,000	-
Motor vehicles	67,437,496	60,804,986
Office space	177,890,411	177,890,411
Right-of-use assets	208,700,949	200,175,313
	<hr/>	<hr/>
	741,509,531	709,477,590
Less: Accumulated depreciation	(299,078,624)	(261,926,632)
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	442,430,908	447,550,957

	<u>30-Sep-21</u>	<u>31-Dec-20</u>
12 Other assets		
Income generating:		
Income receivable (Note-12.1)	81,633,498	91,928,431
Non-income generating:		
Deferred tax asset (Note-12.2)	4,301,561	2,609,073
Advance, deposit and prepaid expenses	57,866,645	42,098,734
Other receivables	702,346	454,074
Receivable from provident fund account	9,646,283	8,030,711
Advance corporate tax	1,838,938,919	1,761,589,781
	<u>1,993,089,251</u>	<u>1,906,710,805</u>

12.1 Income receivable amount represents interest receivable on other investments and fixed deposits.

12.2 Deferred tax asset

Deferred tax has been recognised based on deductible/taxable temporary differences arising due to difference in the carrying amount of the assets and its tax base in accordance with the provision of International Accounting Standard (IAS) 12 Income Taxes and under the guidelines of Bangladesh Bank DFIM Circular no. 07 dated 31 July 2011.

	Carrying amount at balance sheet	Tax base	Deductible temporary differences
Fixed assets at book value	292,320,832	301,777,273	9,456,441
Liability to employees gratuity	2,014,388	-	2,014,388
	<u>294,335,221</u>	<u>301,777,273</u>	<u>11,470,829</u>
Applicable tax rate			37.50%
Deferred tax asset as on 30 September, 2021			4,301,561
Deferred tax asset as on 31 December, 2020			2,609,073
Deferred tax income/(expense) for the period ended 30 September, 2021			<u>1,692,488</u>

13 Borrowing from banks, other financial institutions and agents

In Bangladesh (Note-13.1)	5,252,253,090	2,347,393,668
Outside Bangladesh	-	-
	<u>5,252,253,090</u>	<u>2,347,393,668</u>

13.1 In Bangladesh

Bank overdraft

Private Commercial Bank	681,415,460	44,670,443
Foreign Commercial Bank	283,559,147	927,919
	<u>964,974,607</u>	<u>45,598,362</u>

Short term loan

Foreign Commercial Bank	-	-
	<u>-</u>	<u>-</u>

Call borrowing

Nationalised Commercial Bank	150,000,000	-
Private Commercial Bank	250,000,000	-
	<u>400,000,000</u>	<u>-</u>

Long term loan

Bangladesh Bank (Refinance)	3,131,690,601	1,413,776,432
Kreditanstalt Für Wiederaufbau (KfW)	25,720,367	37,669,431
Non-Convertible Zero Coupon Bond	729,867,515	850,349,443
	<u>3,887,278,483</u>	<u>2,301,795,306</u>
	<u>5,252,253,090</u>	<u>2,347,393,668</u>

	<u>30-Sep-21</u>	<u>31-Dec-20</u>
14 Deposits and other accounts		
Current deposits & other accounts etc.	-	-
Bills payable	-	-
Savings bank deposits	-	-
Term deposits	12,832,618,669	11,876,673,281
Bearer certificates of deposit	-	-
Other deposits	368,838,815	423,211,691
	<u>13,201,457,484</u>	<u>12,299,884,972</u>
15 Other liabilities		
Provision for gratuity	2,014,388	3,065,446
KFW interest differential fund	4,826,739	4,826,739
Interest suspense account	171,946,211	137,171,416
Accrued expenses and payables	850,509,099	855,527,217
Lease liabilities	169,856,777	174,076,712
Provision for lease, loans and advances	521,866,495	476,763,287
Provision on investment	-	103,208
Provision on others	20,000,000	20,000,000
Provision for income tax	2,052,496,313	2,015,575,278
Provision on receivable from provident fund account	6,508,175	6,508,175
Dividend payable	7,669,472	17,617,639
	<u>3,807,693,670</u>	<u>3,711,235,118</u>

30-Sep-21

31-Dec-20

16 Share capital**16.1 Authorized capital**

300,000,000 ordinary shares of BDT 10 each **3,000,000,000** **3,000,000,000**

16.2 Issued, subscribed and fully paid-up capital

7,000,000 ordinary shares of BDT 10 each issued for cash 70,000,000 70,000,000
 180,114,614 ordinary shares of BDT 10 each issued as bonus shares 1,801,146,140 1,801,146,140
1,871,146,140 **1,871,146,140**

16.3 Composition of shareholders' equity**30 September 2021**

Particulars	No. of shares	Face value	Taka
Paid-up capital	187,114,614	10	1,871,146,140
Share premium			3,750,000
Preference share capital			-
Statutory reserve			921,950,000
General reserve			190,000,000
Retained earnings			160,768,857
Total shareholders' equity			<u>3,147,614,997</u>

Date of issue & other information

Date	Types of paid-up capital	No. of shares	Face value per share	Taka
27-04-1989	Sponsors Share Capital	7,000	100	700,000
23-11-1989	Sponsors Share Capital	618,000	100	61,800,000
27-03-1994	Initial Public Offering	75,000	100	7,500,000
18-04-2005	Bonus (100%)	700,000	100	70,000,000
20-04-2006	Bonus (50%)	700,000	100	70,000,000
25-03-2008	Bonus (10%)	210,000	100	21,000,000
31-03-2009	Bonus (14.29%)	330,000	100	33,000,000
25-03-2010	Bonus (100%)	2,640,000	100	264,000,000
09-06-2011	Bonus (75%)	3,960,000	100	396,000,000
	Before split	9,240,000		924,000,000
	After split	92,400,000	10	924,000,000
09-04-2012	Bonus (20%)	18,480,000	10	184,800,000
28-03-2013	Bonus (15%)	16,632,000	10	166,320,000
10-04-2014	Bonus (10%)	12,751,200	10	127,512,000
23-04-2015	Bonus (10%)	14,026,320	10	140,263,200
21-04-2016	Bonus (10%)	15,428,952	10	154,289,520
27-04-2017	Bonus (5%)	8,485,923	10	84,859,230
26-04-2018	Bonus (5%)	8,910,219	10	89,102,190
	Paid up capital	187,114,614		1,871,146,140

	<u>30-Sep-21</u>	<u>31-Dec-20</u>
17 Share premium		
This represents a premium of 50% over the par value of share received against the issue of 750,000 shares in 1994 amounting to Taka 3,750,000.		
18 Statutory reserve		
Balance as at January 01	921,950,000	879,400,000
Addition during the year	-	42,550,000
	<u>921,950,000</u>	<u>921,950,000</u>
19 General reserve		
Balance as at January 01	225,000,000	225,000,000
Transfer to retained earnings during the year	(35,000,000)	-
Transfer from retained earnings during the year	-	-
	<u>190,000,000</u>	<u>225,000,000</u>
20 Retained earnings		
Balance as at January 01	179,294,986	197,727,508
Less: Cash dividend for the year 2020	(187,114,614)	(187,114,614)
Less: Issue of bonus shares for the year 2020	-	-
Add: Transfer from general reserve during the year	35,000,000	-
Balance remaining	<u>27,180,372</u>	<u>10,612,894</u>
Addition during the year		
Net profit after taxation	133,588,485	211,232,093
Transfer to general reserve during the year	-	-
Transfer to statutory reserve during the year	-	(42,550,000)
	<u>133,588,485</u>	<u>168,682,093</u>
	<u>160,768,857</u>	<u>179,294,986</u>
21 Net Asset Value Per Share (NAV)		
Total Shareholders' equity	3,147,614,997	3,201,141,126
Number of shares outstanding	187,114,614	187,114,614
NAV per share	16.82	17.11
NAV per share (Restated)	16.82	17.11
22 Contingent liabilities		
Off-Balance sheet items		
The Company issues guarantees on behalf of customers. A financial guarantee represents an irrevocable undertaking that the Company will pay to third parties and it converts into lease or loan on the basis of an agreement with the customers. The maximum amount that the Company could be required to pay under a guarantee is its principal amount.		
Letters of guarantee (Local)	2,837,915	56,291,692
Letters of guarantee (Foreign)	-	-
Foreign counter guarantees	-	-
	<u>2,837,915</u>	<u>56,291,692</u>

	<u>30-Sep-21</u>	<u>30-Sep-20</u>
23 Interest income		
Lease	549,201,689	714,343,939
Term loan and home loan	649,471,338	426,006,338
Short term financing	106,995,485	219,256,355
	<u>1,305,668,512</u>	<u>1,359,606,631</u>
Interest on balance with banks and other financial institutions	92,681,153	139,229,328
	<u>1,398,349,665</u>	<u>1,498,835,959</u>
24 Interest paid on deposits, borrowings etc.		
a) Interest paid on deposits		
Deposits from other than banks and financial institutions	729,739,065	812,851,473
Deposits from banks and financial institutions	4,694,722	74,349,778
Direct deposit expenses	11,871,820	14,717,453
Interest bearing security deposits	1,407,183	1,250,721
	<u>747,712,790</u>	<u>903,169,425</u>
b) Interest paid for borrowing		
Bank loans	2,036,111	10,505,833
Bangladesh Bank refinance	70,166,443	46,544,467
Call loan	56,597	499,583
Overdraft	1,780,835	12,540,325
Zero Coupon Bond	41,413,770	-
	<u>115,453,756</u>	<u>70,090,208</u>
c) Interest expenses-lease liabilities	9,119,533	10,968,592
	<u>9,119,533</u>	<u>10,968,592</u>
	<u>872,286,080</u>	<u>984,228,225</u>
25 Investment income		
Interest on bonds	19,456,901	34,215,295
Dividend on shares	30,677,965	26,398,433
	<u>50,134,866</u>	<u>60,613,728</u>
26 Other operating income		
Reimbursement - invoice processing and collection costs	14,567,578	8,509,001
Early repayment premium	19,425,863	7,141,009
Reimbursement-documentation costs	53,033,218	23,322,897
Late payment charges	12,454,902	30,267,315
Profit on sale of fixed assets	686,694	2,876,624
Profit on sale of share	465,027	-
Income from provident fund forfeited account	1,615,572	-
Miscellaneous earnings	1,634,094	4,618,908
	<u>103,882,948</u>	<u>76,735,754</u>
27 Salaries and allowances		
Basic salary, provident fund contribution and all other allowances	313,096,646	292,100,808
Festival and incentive bonus	20,532,144	31,848,454
	<u>333,628,791</u>	<u>323,949,262</u>
28 Rent, taxes, insurance, electricity etc.		
Rent, rate and taxes (note-28.1)	411,139	166,837
Insurance	11,926,943	10,941,588
Electricity, gas and water	5,880,735	5,233,642
	<u>18,218,818</u>	<u>16,342,066</u>

	<u>30-Sep-21</u>	<u>30-Sep-20</u>
28.1 Movement of Rent, rate and taxes:		
Rent expenses charged	25,352,032	26,037,827
Less: Reclassification of rent (as per IFRS 16 Leases)	24,940,893	25,870,990
	<u>411,139</u>	<u>166,837</u>
Movement of Rent, rate and taxes have been included due to implementation of IFRS-16 Leases (office rent).		
29 Legal expenses		
Legal fees	5,423,958	5,843,405
Professional fees	4,864,718	2,236,138
	<u>10,288,677</u>	<u>8,079,543</u>
30 Postage, stamp, telecommunication etc.		
Stamp expenses	6,777,205	2,495,935
Postage and courier	715,856	295,499
Telephone, mobile and internet	9,690,612	5,874,526
	<u>17,183,673</u>	<u>8,665,960</u>
31 Stationery, printing and advertisements etc.		
Printing and stationeries	2,998,171	2,252,936
Publicity and advertisements	233,760	205,404
	<u>3,231,931</u>	<u>2,458,340</u>
32 Managing Director's salary and benefits		
Remuneration	5,768,750	5,768,750
Other benefits	2,340,000	2,340,000
	<u>8,108,750</u>	<u>8,108,750</u>
33 Directors' fees		
Directors' fees	305,554	220,000
	<u>305,554</u>	<u>220,000</u>
34 Auditors' fees		
Statutory audit fees	603,750	603,750
	<u>603,750</u>	<u>603,750</u>
35 Depreciation and repair of assets		
Depreciation:		
Furniture and fixture	6,462,770	6,489,872
Office equipment	31,690	39,671
Electrical equipment	13,547,735	10,152,044
Software	3,924,900	-
Motor vehicles	7,302,679	8,035,482
Office space	3,335,445	3,335,445
Right-of-use assets	22,451,612	20,726,221
	<u>57,056,831</u>	<u>48,778,735</u>
Repairs of assets:		
Maintenance of electrical equipment, office equipment and other assets	5,335,625	4,897,794
	<u>5,335,625</u>	<u>4,897,794</u>
	<u>62,392,455</u>	<u>53,676,529</u>

Movement of right-of-use assets have been included due to implementation of IFRS-16 Leases (office rent).

	<u>30-Sep-21</u>	<u>30-Sep-20</u>
36 Other expenses		
Training expenses	488,850	2,015,070
Books, magazines and newspapers etc.	36,653	38,793
Staffs' uniforms	659,789	1,059,291
Medical expenses	514,736	554,833
Fees and subscriptions	2,320,986	1,802,352
Bank charges	2,365,772	1,463,519
Excise duty expenses	845,950	758,800
Car expenses	681,717	847,696
Entertainment	2,939,835	1,751,017
Office expenses	1,216,399	1,996,033
Security services	6,433,688	6,700,297
Business promotion expenses	480,882	2,252,214
Annual General Meeting expenses	750,103	1,406,346
Travelling and conveyance expenses	6,086,688	4,796,039
	<u>25,822,048</u>	<u>27,442,300</u>
37 Provision for lease, loans and advances		
General provision on lease, loans and advances	5,968,729	21,852,558
Specific Provision on unclassified lease, loans and advances	4,065,982	(27,554,623)
Specific Provision on classified lease, loans and advances	21,324,010	40,784,643
Provision on others	224,408	(438,378)
	<u>31,583,129</u>	<u>34,644,200</u>
Provision for investment	(103,208)	96,916
	<u>31,479,921</u>	<u>34,741,116</u>

	<u>30-Sep-21</u>	<u>30-Sep-20</u>
38 Provision for taxation		
Current tax		
Corporate tax for the year on operating profit	70,208,357	71,381,785
Settlement of previous year's tax liability	<u>(33,287,322)</u>	<u>-</u>
	36,921,035	71,381,785
Deferred tax		
Deferred tax	<u>(1,692,488)</u>	<u>2,006,788</u>
	35,228,547	73,388,573

Reconciliation of Effective Tax Rate

	<u>30-Sep-21</u>		<u>30-Sep-20</u>	
	%	Taka	%	Taka
Operating profit before taxes as per profit and loss account		168,817,032		167,669,600
Income tax as per applicable tax rate @ 37.50%	37.50%	63,306,387	37.50%	62,876,100
Net inadmissible expenses (due to difference between accounting & tax depreciation, lease/loan provision, gratuity provision and others)	7.34%	12,398,496	7.83%	13,125,411
Reduced tax due to tax rate being lower than business tax rate (dividend income @ 20% and capital gain on sale of shares @ 10%)	-3.26%	(5,496,526)	-2.76%	(4,619,726)
Settlement of previous year's tax liability	-19.72%	<u>(33,287,322)</u>	0.00%	<u>-</u>
Current Tax	21.87%	36,921,035	42.57%	71,381,785

39 Earnings Per Share (EPS)

Net profit after tax	133,588,485	94,281,027
Number of shares outstanding	187,114,614	187,114,614
EPS	0.71	0.50
EPS (Restated)	0.71	0.50

EPS for the period ended 30 September, 2021 is BDT 0.71, which was BDT 0.50 for the same period of the previous year. This is due to the BDT 27.15 million increase in other operating income, BDT 111.94 million reduction of interest on deposits and borrowings expense and BDT 34.46 million reduction of current tax expense; resulting in an increase in net profit after tax by BDT 39.31 million.

40 Net Operating Cash Flow Per Share (NOCFPS)

Net cash from operating activities	376,264,215	(754,590,441)
Number of shares outstanding	187,114,614	187,114,614
NOCFPS	2.01	(4.03)
NOCFPS (Restated)	2.01	(4.03)

NOCFPS for the period ended 30 September, 2021 is BDT 2.01, which was BDT (4.03) in the same period of previous year. This is due to the BDT 701.67 million increase in cash generation from term and other deposits, BDT 29.55 million increase in receipts from other operating activities and BDT 2,714.83 million increase in short term loan. Conversely, cash utilisation for disbursement of loans and advances increased by BDT 2,135.20 million. As a result cash generation from operating activities increased by BDT 1,130.85 million.

41 Reconciliation of net cash flows from operating activities

Particulars

Net profit after tax	133,588,485	94,281,027
Depreciation	57,056,831	48,778,735
Provision for lease, loans and advances	45,000,000	42,115,469
Provision for taxation	36,921,035	71,381,785
Profit on sale of fixed assets	(686,694)	(2,876,624)
Increase/(decrease) in short term loan	1,319,376,245	(1,395,454,798)
(Increase)/decrease in lease, loans and advances	(2,043,070,012)	176,873,492
Income tax paid	(77,349,138)	(80,370,367)
Increase in term and other deposits	901,572,512	199,904,662
Increase in other liabilities	24,485,684	120,580,531
Increase in other assets	(9,029,308)	(6,420,624)
Addition of right-of-use assets	(11,601,424)	(23,383,730)
Cash flows from operating activities	376,264,215	(754,590,441)

42 Transactions with Directors and their related entities

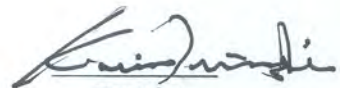
Name of the Party	Name of Directors	Related by	Nature of transaction	Amount in BDT	Status of loan and advances
The Lungla (Sylhet) Tea Co. Ltd.	Imran Ahmed Susan Ann Walker	Common Director -Do-	Lease Term Deposit Office rent	940,668 94,197,510 3,014,334	Regular
Duncan Properties Ltd.	Imran Ahmed A. Rouf	-Do- -Do-	Term deposit Office rent	32,620,500 92,736	
Macalms Bangladesh Trust	Imran Ahmed A. Rouf A.F.M.M Samad Choudhury	Trustee -Do- -Do-	Term Deposit	30,988,054	
National Brokers Limited	L. H. Khan	Common Director	Term Deposit	85,073,754	
Duncan Brothers (BD) Ltd.	Imran Ahmed A. Rouf	-Do- -Do-	Term Deposit Office rent	47,148,829 2,156,091	
Eastland Camellia Ltd.	Imran Ahmed A. Rouf	-Do- -Do-	Term Deposit	97,631,461	
United Insurance Co. Ltd.	A. Rouf L. H. Khan A.F.M.M. Samad Choudhury	Nominated Director -Do- -Do-	Lease Insurance premium Term Deposit	1,511,210 6,194,856 49,500,000	Regular
Duncan Products Ltd.	A. Rouf Imran Ahmed	Common Director -Do-	Term Deposit Drinking Water Bill	12,654,500 30,504	
Amo Tea Co. Ltd.	Imran Ahmed Susan Ann Walker	-Do- -Do-	Term Deposit Office rent	388,154,295 2,156,091	
The Chandpore Tea Co. Ltd.	Imran Ahmed Susan Ann Walker	-Do- -Do-	Office rent	523,328	
The Mazdehee Tea Co. Ltd	Imran Ahmed Susan Ann Walker	-Do- -Do-	Office rent	523,328	
Camellia Duncan Foundation	Imran Ahmed A. Rouf	Trustee -Do-	Term Deposit	40,520,495	
Octavius Steel & Company of Bangladesh Limited	Imran Ahmed A. Rouf	Common Director -Do-	Term Deposit	9,784,112	




Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman

