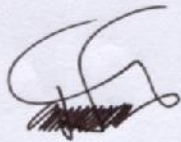


**UNITED FINANCE LIMITED**  
**Balance Sheet (Unaudited)**  
as at 30 September, 2023

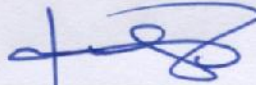
<b>PROPERTY AND ASSETS</b>	<b>Notes</b>	<b>30-Sep-23 Taka</b>	<b>31-Dec-22 Taka</b>
<b>Cash</b>	6		
In hand		1,539,500	1,290,000
Balance with Bangladesh Bank and its agent bank(s)		399,328,374	291,849,869
		<b>400,867,874</b>	<b>293,139,869</b>
<b>Balance with banks and other financial institutions</b>	7		
In Bangladesh		3,475,929,998	3,031,275,489
Outside Bangladesh		-	-
		<b>3,475,929,998</b>	<b>3,031,275,489</b>
<b>Money at call and short notice</b>	8	-	-
<b>Investments</b>	9		
Government		501,347	502,665
Others		1,581,556,389	1,041,644,369
		<b>1,582,057,735</b>	<b>1,042,147,034</b>
<b>Lease, loans and advances</b>	10		
Lease receivable		6,890,538,523	6,817,143,448
Loans, cash credits, overdrafts etc.		14,219,897,253	13,403,451,362
		<b>21,110,435,776</b>	<b>20,220,594,810</b>
<b>Fixed assets including land, building, furniture and fixtures</b>	11	392,080,758	446,603,481
<b>Other assets</b>	12	2,292,703,786	2,149,458,067
<b>Non - financial institutional assets</b>		-	-
<b>Total assets</b>		<b>29,254,075,927</b>	<b>27,183,218,750</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowing from banks, other financial institutions and agents</b>	13	7,571,515,924	5,617,589,299
<b>Deposits and other accounts</b>	14		
Current deposits & other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		14,103,944,022	14,178,306,705
Bearer certificates of deposit		-	-
Other deposits		476,412,783	448,968,336
		<b>14,580,356,804</b>	<b>14,627,275,041</b>
<b>Other liabilities</b>	15	3,983,624,937	3,746,663,698
<b>Total liabilities</b>		<b>26,135,497,665</b>	<b>23,991,528,037</b>
<b>Capital / Shareholders' equity</b>			
Paid-up capital	16	1,871,146,140	1,871,146,140
Share premium	17	3,750,000	3,750,000
Statutory reserve	18	995,050,000	995,050,000
General reserve	19	190,000,000	190,000,000
Retained earnings	20	58,632,123	131,744,572
<b>Total Shareholders' equity</b>		<b>3,118,578,263</b>	<b>3,191,690,712</b>
<b>Total liabilities and Shareholders' equity</b>		<b>29,254,075,927</b>	<b>27,183,218,750</b>
<b>Net asset value per share (NAV)</b>	21	<b>16.67</b>	<b>17.06</b>
<b>Restatement of NAV:</b>			
Net asset		3,118,578,263	3,191,690,712
Number of outstanding shares (current year's)		187,114,614	187,114,614
NAV per share		<b>16.67</b>	<b>17.06</b>

**UNITED FINANCE LIMITED**  
**Balance Sheet (Unaudited)**  
as at 30 September, 2023

	<b>Notes</b>	<b>30-Sep-23 Taka</b>	<b>31-Dec-22 Taka</b>
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>			
	22		
Acceptances and endorsements		-	-
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
<b>Other commitments</b>			
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		-	-
<b>Total Off-Balance Sheet items including contingent liabilities</b>		<b>-</b>	<b>-</b>



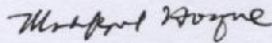
\_\_\_\_\_  
**Chief Financial  
Officer**



\_\_\_\_\_  
**Company Secretary**



\_\_\_\_\_  
**Managing Director  
(Acting)**




\_\_\_\_\_  
**Director**



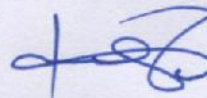
\_\_\_\_\_  
**Chairman**

**UNITED FINANCE LIMITED**  
**Profit and Loss Account (Unaudited)**  
For the 3rd quarter ended 30 September, 2023

		Jan-Sep '23	Jan-Sep '22	Jul-Sep '23	Jul-Sep '22
	Notes	Taka	Taka	Taka	Taka
<b>OPERATING INCOME</b>					
Interest income	23	1,577,020,792	1,557,617,855	554,183,489	553,664,172
Interest paid on deposits, borrowings etc.	24	(1,007,920,124)	(889,787,179)	(349,618,191)	(323,169,786)
<b>Net interest income</b>		<b>569,100,668</b>	<b>667,830,676</b>	<b>204,565,297</b>	<b>230,494,385</b>
Investment income	25	80,176,528	56,021,078	30,073,713	19,796,156
Commission, exchange and brokerage		-	-	-	-
Other operating income	26	89,694,576	117,222,566	26,933,483	40,612,492
<b>Total operating income (A)</b>		<b>738,971,772</b>	<b>841,074,321</b>	<b>261,572,494</b>	<b>290,903,033</b>
<b>OPERATING EXPENSES</b>					
Salaries and allowances	27	417,518,023	416,487,622	133,990,726	135,870,465
Rent, taxes, insurance, electricity etc.	28	14,276,068	19,485,220	5,349,382	6,824,254
Legal expenses	29	19,231,216	15,027,782	5,842,625	4,372,300
Postage, stamp, telecommunication etc.	30	13,914,019	18,261,638	4,405,251	6,069,964
Stationery, printing, advertisements etc.	31	2,243,008	3,873,141	935,350	1,410,443
Managing Director's salary and benefits	32	-	7,786,250	-	2,488,750
Directors' fees	33	391,111	409,444	122,222	183,333
Auditors' fees	34	603,750	603,750	201,250	201,250
Charges on loan losses		-	-	-	-
Depreciation and repair of assets	35	72,202,306	75,495,387	24,844,733	27,044,461
Other expenses	36	27,418,075	38,247,921	8,634,029	11,608,031
<b>Total operating expenses (B)</b>		<b>567,797,577</b>	<b>595,678,155</b>	<b>184,325,568</b>	<b>196,073,251</b>
<b>Profit before provision against lease, loans and advances (C=A-B)</b>		<b>171,174,195</b>	<b>245,396,166</b>	<b>77,246,925</b>	<b>94,829,783</b>
Provision for lease, loans and advances	37	98,739,348	117,099,247	38,114,380	45,045,885
Provision for diminution in value of investments		-	-	-	-
Other provision		13,625,000	16,250,000	7,375,000	11,250,000
<b>Total provision (D)</b>		<b>112,364,348</b>	<b>133,349,247</b>	<b>45,489,380</b>	<b>56,295,885</b>
<b>Operating profit before taxes E=(C-D)</b>		<b>58,809,848</b>	<b>112,046,918</b>	<b>31,757,545</b>	<b>38,533,898</b>
Provision for taxation					
Current tax expense	38	44,134,814	61,594,874	24,837,808	20,502,796
Deferred tax (income)/expense	38	(5,769,824)	3,249,907	(3,114,882)	1,892,990
<b>Total provision for taxation (F)</b>		<b>38,364,990</b>	<b>64,844,780</b>	<b>21,722,926</b>	<b>22,395,786</b>
<b>Net profit after tax (E-F)</b>		<b>20,444,857</b>	<b>47,202,138</b>	<b>10,034,620</b>	<b>16,138,111</b>
<b>Appropriations</b>					
Statutory reserve		-	-	-	-
General reserve		-	-	-	-
<b>Retained surplus</b>		<b>20,444,857</b>	<b>47,202,138</b>	<b>10,034,620</b>	<b>16,138,111</b>
<b>Earnings Per Share in Taka</b>	39	<b>0.11</b>	<b>0.25</b>	<b>0.05</b>	<b>0.09</b>



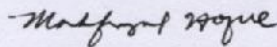
Chief Financial Officer



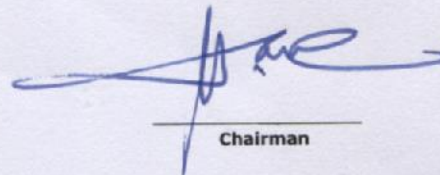
Company Secretary



Managing Director (Acting)



Director



Chairman

**UNITED FINANCE LIMITED**  
**Cash Flow Statement (Unaudited)**  
For the 3rd quarter ended 30 September, 2023

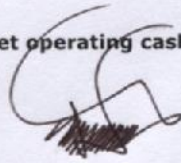
	Notes	30-Sep-2023 Taka	30-Sep-2022 Taka
<b>A) Cash flows from operating activities</b>			
Interest receipts		1,571,841,393	1,513,416,253
Interest payments		(1,005,850,779)	(820,175,815)
Dividend receipts		50,747,319	49,792,127
Amount realised from written off clients		29,378,782	17,772,027
Payments to employees		(417,518,024)	(421,191,875)
Payments to suppliers		(222,089,716)	(241,016,284)
Income tax paid		(69,180,425)	(90,823,360)
Receipts from other operating activities		86,692,676	114,048,069
Payments for other operating activities		(47,181,774)	(86,300,751)
<b>Cash (used in)/generated from operating activities before changes in operating assets and liabilities</b>		<b>(23,160,549)</b>	<b>35,520,390</b>
<b>Changes in operating assets and liabilities</b>			
Increase in lease, loans and advances		(897,579,367)	(4,106,794,463)
(Increase)/decrease in other assets		(28,716,385)	11,120,001
Increase of Right-of-use assets		-	(3,764,971)
(Decrease)/increase in term and other deposits		(46,918,236)	1,892,084,405
Increase in accrued expenses and payables		27,459,581	107,034,713
Increase/(decrease) in short term loan		648,174,276	(66,291,083)
Increase in interest suspense		42,858,946	28,263,488
Increase/(decrease) in provision for gratuity		2,044,552	(7,594,144)
Increase in other liabilities		165,524,718	201,398,605
		(87,151,916)	(1,944,543,449)
<b>Net cash used in operating activities</b>		<b>(110,312,464)</b>	<b>(1,909,023,059)</b>
<b>B) Cash flows from investing activities</b>			
Investment in shares		(703,200,000)	(200,075,710)
Investment in Govt. securities		-	(98,483,300)
Redemption of Govt. securities		1,318	497,599
Redemption/sale of shares		133,287,980	124,606,449
Redemption of commercial bond		30,000,000	90,000,000
Purchase of fixed assets		(11,989,064)	(70,098,880)
Proceeds from sale of fixed assets		4,210,450	2,514,369
<b>Net cash used in investing activities</b>		<b>(547,689,316)</b>	<b>(151,039,473)</b>
<b>C) Cash flows from financing activities</b>			
Receipts of long term loan		3,265,890,127	1,783,003,464
Repayment of long term loan		(1,960,137,779)	(1,435,412,444)
Dividend paid		(95,368,055)	(185,749,646)
<b>Net Cash from financing activities</b>		<b>1,210,384,293</b>	<b>161,841,374</b>
D) Net increase in cash and cash equivalents (A+ B + C)		552,382,513	(1,898,221,158)
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the period		3,324,415,358	5,384,506,129
<b>G) Cash and cash equivalents at end of the period (D+E+F)</b>		<b>3,876,797,871</b>	<b>3,486,284,971</b>
<b>Cash and cash equivalents at end of the period</b>			
Cash in hand		1,539,500	1,290,000
Balance with Bangladesh Bank and its agent bank(s)		399,328,374	237,614,499
Balance with banks and other financial institutions		3,475,929,998	3,247,380,472
Money at call and short notice		-	-
		<b>3,876,797,871</b>	<b>3,486,284,971</b>

Net operating cash flows per share

40

(0.59)

(10.20)



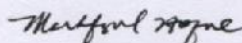
Chief Financial Officer



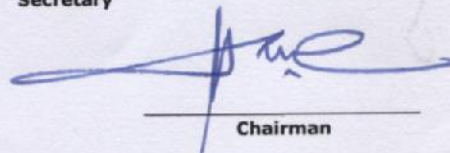
Company Secretary



Managing Director (Acting)



Director



Chairman

**UNITED FINANCE LIMITED**  
**Statement of Changes in Equity (Unaudited)**  
For the 3rd quarter ended 30 September, 2023

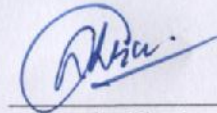
Particulars	Paid-up Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at 31 December, 2022	1,871,146,140	3,750,000	995,050,000	190,000,000	131,744,572	3,191,690,712
Cash dividend for the year 2022	-	-	-	-	(93,557,307)	(93,557,307)
Movement of general reserve	-	-	-	-	-	-
Net profit for 3rd quarter ended 30 September, 2023	-	-	-	-	20,444,857	20,444,857
<b>Balance as at 30 September, 2023</b>	<b>1,871,146,140</b>	<b>3,750,000</b>	<b>995,050,000</b>	<b>190,000,000</b>	<b>58,632,123</b>	<b>3,118,578,263</b>
<b>Balance as at 30 September, 2022</b>	<b>1,871,146,140</b>	<b>3,750,000</b>	<b>966,450,000</b>	<b>190,000,000</b>	<b>65,009,813</b>	<b>3,096,355,953</b>



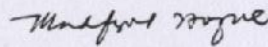
Chief Financial Officer



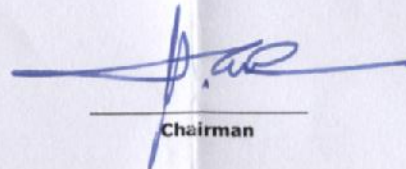
Company Secretary



Managing Director (Acting)



Director



Chairman

**United Finance Limited**  
**Notes to the financial statements (Unaudited)**  
For the 3rd quarter ended 30 September, 2023

**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, 1913 (amended in 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 flow statement which is stated at market value in accordance with International Financial Reporting Standards (IFRSs) issued by International Accounting Standards Board (IASB) and as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh, except 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 and 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 functional currency of the Company 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 30 October 2023.

	<b>30-Sep-23</b>	<b>31-Dec-22</b>
<b>6 Cash</b>		
Cash in hand (Note-6.1)	1,539,500	1,290,000
Balance with Bangladesh Bank and its agent bank(s) (Note-6.2)	399,328,374	291,849,869
	<b>400,867,874</b>	<b>293,139,869</b>
<b>6.1</b> Cash in hand includes petty cash balances of all offices.		
<b>6.2</b> 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.		
<b>7 Balance with banks and other financial institutions</b>		
In Bangladesh (Note-7.1)	3,475,929,998	3,031,275,489
Outside Bangladesh	-	-
	<b>3,475,929,998</b>	<b>3,031,275,489</b>
<b>7.1 In Bangladesh</b>		
<b>Current deposits</b>		
Bank Al-Falah Limited	4,089	4,239
Bank Asia Limited	229,323	178,682
Brac Bank PLC	3,558,436	12,029,338
Citi Bank N.A.	98,986,541	-
Dhaka Bank Limited	1,938	-
Dutch Bangla Bank Limited	127,829	1,277,561
Eastern Bank PLC	8,584,454	9,583,183
IFIC Bank PLC	6,035,483	330,668
National Bank Limited	27,155	259,500
National Credit & Commerce Bank Limited	504,394	-
One Bank Limited	11,164,141	102,079,612
Pubali Bank Limited	4,538,466	87,327,467
Sonali Bank PLC	7,257	267,718
Standard Bank Limited	7,826	7,906
Standard Chartered Bank	3,651,341	3,100,021
The City Bank Limited	90,599	217,458
United Commercial Bank PLC	27,038,169	108,230,028
	<b>164,557,442</b>	<b>324,893,379</b>
<b>Short-term deposit (STD)</b>		
Bank Asia Limited	5,293,626	14,812,768
Commercial Bank Of Ceylon PLC	641	-
Dutch Bangla Bank Limited	740,711	1,393,670
Mutual Trust Bank Limited	3,336,788	805,174
National Credit & Commerce Bank Limited	18,729	149,629
Standard Bank Limited	9,061,403	12,976,308
Standard Chartered Bank	26,649,446	31,666,372
United Commercial Bank Limited	1,271,213	29,997,494
	<b>46,372,556</b>	<b>91,801,414</b>
<b>Fixed deposits</b>		
AB Bank Limited	-	5,000,000
Brac Bank PLC	400,000,000	200,000,000
Commercial Bank Of Ceylon PLC	300,000,000	100,000,000
Dhaka Bank Limited	-	150,000,000
Eastern Bank PLC	200,000,000	200,000,000
Mercantile Bank PLC	35,000,000	35,015,000
Mutual Trust Bank Limited	400,000,000	200,000,000
National Credit & Commerce Bank Limited	-	160,000,000
One Bank Limited	35,000,000	135,000,000
Pubali Bank Limited	350,000,000	354,565,695
Standard Bank Limited	100,000,000	100,000,000
The City Bank Limited	370,000,000	-
United Commercial Bank PLC	350,000,000	350,000,000
IDLC Finance Limited	200,000,000	100,000,000
IPDC Finance Limited	300,000,000	300,000,000
Bangladesh Industrial Finance Company Limited (BIFC)	115,000,000	115,000,000
Fareast Finance & Investment Limited	110,000,000	110,000,000
	<b>3,265,000,000</b>	<b>2,614,580,695</b>
	<b>3,475,929,998</b>	<b>3,031,275,489</b>

	<b>30-Sep-23</b>	<b>31-Dec-22</b>
<b>8 Money at call and short notice</b>	-	-
<b>9 Investments</b>		
Investment classified as per nature		
<b>a) Government securities</b>		
Treasury bill	-	-
Treasury bond	501,347	502,665
National investment bonds	-	-
Bangladesh Bank bills	-	-
Government bonds	-	-
Prize bonds	-	-
	<b>501,347</b>	<b>502,665</b>
<b>b) Other investment</b>		
Investment in ordinary shares (Note-9.1)	15,262,370	15,350,350
Investment in preference shares	1,536,294,019	966,294,019
Investment in bonds	30,000,000	60,000,000
	<b>1,581,556,389</b>	<b>1,041,644,369</b>
	<b>1,582,057,735</b>	<b>1,042,147,034</b>

**9.1 Investment in ordinary shares**

**9.1a Investment in United Insurance Company Limited**

As on 30 September 2023 the market value (closing market price) of 4,450,000 shares held was BDT 245,195,000 (@ BDT 55.10 per share) against cost price of BDT 15,000,000 for 600,000 shares initially purchased (@ BDT 25 per share).

**9.1b Investment in other companies**

Business Segment	No. of shares	Cost price	Market price
Telecommunication	26,237	262,370	787,110
	<b>26,237</b>	<b>262,370</b>	<b>787,110</b>

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 is kept in profit and loss account. Unrealized gain is not accounted for in financial statements.

As of 30 September 2023 the market value (closing market price) of the above shares was Taka 787,110 against cost price of Taka 262,370.

<b>10 Lease, loans and advances</b>		
Lease receivable (Note-10.1)	6,890,538,523	6,817,143,448
Loans (Note-10.2)	14,219,897,253	13,403,451,362
	<b>21,110,435,776</b>	<b>20,220,594,810</b>
<b>10.1 Lease receivable</b>		
Net lease receivable	6,813,735,759	6,742,951,655
Interest receivable	76,802,765	74,191,794
	<b>6,890,538,523</b>	<b>6,817,143,448</b>
<b>10.2 Loans</b>		
Term loan	9,870,934,285	8,860,053,500
Home loan	3,234,520,166	3,242,644,652
Short term loan and CSF advances	893,165,271	1,069,126,306
Interest receivable	221,277,532	231,626,904
	<b>14,219,897,253</b>	<b>13,403,451,362</b>
<b>10.3 Size wise lease, loan portfolio concentration</b>		
Cottage, Micro, Small & Medium Enterprise Financing (CMSME)	9,889,714,506	10,690,876,866
Other than CMSME	11,220,721,271	9,529,717,945
	<b>21,110,435,776</b>	<b>20,220,594,810</b>



	<b>30-Sep-23</b>	<b>31-Dec-22</b>
<b>11 Fixed assets including land, building, furniture and fixtures</b>		
<b>Cost</b>		
Furniture and fixtures	124,952,778	125,636,766
Office equipment	589,601	589,601
Electrical equipment	182,040,989	181,725,498
Software	45,088,157	44,808,157
Motor vehicles	53,460,811	52,759,756
Office space	177,890,411	177,890,411
Right-of-use assets	<u>220,913,801</u>	<u>220,913,801</u>
	<b><u>804,936,548</u></b>	<b><u>804,323,989</u></b>
Less: Accumulated depreciation	<u>(412,855,790)</u>	<u>(357,720,508)</u>
	<b><u>392,080,758</u></b>	<b><u>446,603,481</u></b>
<b>12 Other assets</b>		
<b>Income generating:</b>		
Income receivable (Note-12.1)	175,454,038	130,105,129
<b>Non-income generating:</b>		
Deferred tax asset (Note-12.2)	11,468,906	5,699,082
Advance, deposit and prepaid expenses	66,847,809	43,901,247
Receivable from provident fund account	6,508,175	6,508,175
Advance corporate tax	<u>2,032,424,858</u>	<u>1,963,244,433</u>
	<b><u>2,292,703,786</u></b>	<b><u>2,149,458,067</u></b>

**12.1** Income receivable represents interest receivable on other investment 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.

	<b>Carrying amount at balance sheet</b>	<b>Tax base</b>	<b>Deductible temporary differences</b>
<b>Deferred tax asset:</b>			
Fixed assets at book value	278,942,724	300,526,474	21,583,750
<b>Deferred tax liability:</b>			
Liability to employees gratuity	9,000,000	-	<u>9,000,000</u>
			<b><u>30,583,750</u></b>
Applicable tax rate			37.50%
Deferred tax asset as on 30 September, 2023			11,468,906
Deferred tax asset as on 31 December, 2022			<u>5,699,082</u>
<b>Deferred tax income for the period ended 30 September, 2023</b>			<b><u>5,769,824</u></b>

	<u>30-Sep-23</u>	<u>31-Dec-22</u>
<b>13 Borrowing from banks, other financial institutions and agents</b>		
In Bangladesh (Note-13.1)	7,571,515,924	5,617,589,299
Outside Bangladesh	-	-
	<u><b>7,571,515,924</b></u>	<u><b>5,617,589,299</b></u>
<b>13.1 In Bangladesh</b>		
<b><u>Secured loans</u></b>		
Secured long term loans	-	-
Total secured long term loans	-	-
<b><u>Secured short term loans</u></b>		
<b><u>Bank overdraft</u></b>		
Private Commercial Bank	877,497,665	772,625,319
Foreign Commercial Bank	257,779,782	254,477,851
	<u><b>1,135,277,447</b></u>	<u><b>1,027,103,170</b></u>
<b><u>Short term loan</u></b>		
Private Commercial Bank	-	-
Foreign Commercial Bank	390,000,000	-
	<u><b>390,000,000</b></u>	<u><b>-</b></u>
<b>Total secured loans</b>	<u><b>1,525,277,447</b></u>	<u><b>1,027,103,170</b></u>
<b><u>Unsecured loans</u></b>		
<b><u>Unsecured long term loans</u></b>		
Bangladesh Bank (Refinance)	4,062,172,085	3,921,840,101
Bangladesh Bank (Prefinance)	1,280,100,000	-
Kreditanstalt Für Wiederaufbau (KFW)	-	13,173,847
Non-Convertible Zero Coupon Bond	353,966,392	455,472,181
<b>Total unsecured long term loans</b>	<u><b>5,696,238,477</b></u>	<u><b>4,390,486,129</b></u>
<b><u>Unsecured short term loans</u></b>		
<b><u>Short term loans</u></b>		
Private Commercial Bank	-	-
Non Banking Financial Institutions	350,000,000	200,000,000
	<u><b>350,000,000</b></u>	<u><b>200,000,000</b></u>
<b><u>Call borrowing</u></b>		
Private Commercial Bank	-	-
Non Banking Financial Institutions	-	-
	<u><b>-</b></u>	<u><b>-</b></u>
<b>Total unsecured short term loans</b>	<u><b>350,000,000</b></u>	<u><b>200,000,000</b></u>
<b>Total unsecured loans</b>	<u><b>6,046,238,477</b></u>	<u><b>4,590,486,129</b></u>
	<u><b>7,571,515,924</b></u>	<u><b>5,617,589,299</b></u>
<b>14 Deposits and other accounts</b>		
Current deposits & other accounts etc.	-	-
Bills payable	-	-
Savings bank deposits	-	-
Term deposits	14,103,944,022	14,178,306,705
Bearer certificates of deposit	-	-
Other deposits	476,412,783	448,968,336
	<u><b>14,580,356,804</b></u>	<u><b>14,627,275,041</b></u>

	<b>30-Sep-23</b>	<b>31-Dec-22</b>
<b>15 Other liabilities</b>		
Provision for gratuity	9,000,000	6,955,448
KFW interest differential fund	-	71,030
Interest suspense account	223,830,503	180,971,557
Accrued expenses and payables	740,218,383	712,193,951
Lease liabilities	138,835,328	158,798,185
Provision for lease, loans and advances	687,851,278	559,733,148
Provision on others	53,625,000	40,000,000
Provision for income tax	2,119,648,972	2,075,514,158
Provision on receivable from provident fund account	6,508,175	6,508,175
Unpaid/unclaimed dividend	4,107,298	5,918,046
	<b>3,983,624,937</b>	<b>3,746,663,698</b>

**16 Share capital**

**16.1 Authorized capital**

300,000,000 ordinary shares of BDT 10 each	<b>3,000,000,000</b>	<b>3,000,000,000</b>
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**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
	<b>1,871,146,140</b>	<b>1,871,146,140</b>

**16.3 Composition of shareholders' equity**

**30 September 2023**

<b>Particulars</b>	<b>No. of shares</b>	<b>Face value</b>	<b>Taka</b>
Paid-up capital	187,114,614	10	1,871,146,140
Share premium			3,750,000
Preference share capital			-
Statutory reserve			995,050,000
General reserve			190,000,000
Retained earnings			58,632,123
<b>Total shareholders' equity</b>			<b>3,118,578,263</b>

**Date of issue & other information:**

Date	Types of paid-up capital	No. of shares	Face value per share	Amount
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
	<b>Before split</b>	<b>9,240,000</b>		<b>924,000,000</b>
	<b>After split</b>	<b>92,400,000</b>	10	<b>924,000,000</b>
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
	<b>Paid up capital</b>	<b>187,114,614</b>		<b>1,871,146,140</b>

	<u>30-Sep-23</u>	<u>31-Dec-22</u>
<b>17 Share premium</b>		
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.		
<b>18 Statutory reserve</b>		
Balance as at January 01	995,050,000	966,450,000
Addition during the year	-	28,600,000
	<u>995,050,000</u>	<u>995,050,000</u>
<b>19 General reserve</b>		
Balance as at January 01	190,000,000	190,000,000
Transfer to retained earnings during the year	-	-
Transfer from retained earnings during the year	-	-
	<u>190,000,000</u>	<u>190,000,000</u>
<b>20 Retained earnings</b>		
Balance as at January 01	131,744,572	204,922,289
Less: Cash dividend for the year 2022	(93,557,307)	(187,114,614)
Less: Issue of bonus shares for the year 2022	-	-
Add: Transfer from general reserve during the year	-	-
<b>Balance remaining</b>	<u>38,187,265</u>	<u>17,807,675</u>
<b>Addition during the year</b>		
Net profit after taxation	20,444,857	142,536,897
Transfer to general reserve during the year	-	-
Transfer to statutory reserve during the year	-	(28,600,000)
	<u>20,444,857</u>	<u>113,936,897</u>
	<u>58,632,123</u>	<u>131,744,572</u>
<b>21 Net Asset Value Per Share (NAV)</b>		
Total shareholders' equity	3,118,578,263	3,191,690,712
Number of shares outstanding	187,114,614	187,114,614
<b>NAV per share</b>	<b>16.67</b>	<b>17.06</b>
<b>NAV per share (Restated)</b>	<b>16.67</b>	<b>17.06</b>
<b>22 Contingent liabilities</b>		
<b>Off-Balance sheet items</b>		
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)	-	-
Letters of guarantee (Foreign)	-	-
Foreign counter guarantee	-	-
	<u>-</u>	<u>-</u>

	<b>30-Sep-23</b>	<b>30-Sep-22</b>
<b>23 Interest income</b>		
Lease	483,287,116	510,742,573
Term loan and home loan	879,916,377	853,089,334
Short term financing	72,510,399	89,146,978
	<b>1,435,713,891</b>	<b>1,452,978,886</b>
Interest on balance with banks and other financial institutions	38,757,659	39,791,562
Interest on deposits under lien for credit line facilities	102,549,242	64,847,408
	<b>1,577,020,792</b>	<b>1,557,617,855</b>
<b>24 Interest paid on deposits, borrowings etc.</b>		
<b>a) Interest paid on deposits</b>		
Deposits from other than banks and financial institutions	760,946,953	638,276,267
Deposits from banks and financial institutions	16,402,778	77,472,222
Interest bearing security deposits	1,596,161	1,406,961
	<b>778,945,892</b>	<b>717,155,450</b>
<b>b) Interest paid for borrowing</b>		
Bank loans	47,218,873	24,174,375
Bangladesh Bank refinance and KFW	100,888,191	86,867,884
Call loan	-	3,346,319
Overdraft	47,854,061	12,283,237
Zero Coupon Bond	23,494,211	36,077,834
	<b>219,455,336</b>	<b>162,749,650</b>
<b>c) Interest expenses-lease liabilities</b>	<b>9,518,895</b>	<b>9,882,079</b>
	<b>1,007,920,124</b>	<b>889,787,179</b>
<b>25 Investment income</b>		
Interest on Government securities	15,999	1,367,884
Interest on bonds	2,400,415	9,744,648
Dividend on shares	77,760,114	44,908,547
	<b>80,176,528</b>	<b>56,021,078</b>
<b>26 Other operating income</b>		
Reimbursement - invoice, disbursement processing and collection costs	9,276,052	10,344,177
Early repayment premium	7,639,483	18,275,151
Reimbursement - documentation costs	53,189,820	65,934,787
Supervision charge	1,020,285	-
Late payment interest	9,494,275	15,366,247
Profit on sale of fixed assets	683,264	639,610
Profit on sale of share	328,309	874,518
Income from provident fund forfeited account	-	2,557,765
Miscellaneous earnings	8,063,088	3,230,311
	<b>89,694,576</b>	<b>117,222,566</b>
<b>27 Salaries and allowances</b>		
Basic salary, provident fund contribution and all other allowances	392,429,796	393,508,524
Festival and incentive bonus	25,088,227	22,979,098
	<b>417,518,023</b>	<b>416,487,622</b>
<b>28 Rent, taxes, insurance, electricity etc.</b>		
Rent, rate and taxes (Note-28.1)	388,148	305,074
Insurance	6,584,329	12,454,353
Electricity, gas and water	7,303,591	6,725,793
	<b>14,276,068</b>	<b>19,485,220</b>

	<b>30-Sep-23</b>	<b>30-Sep-22</b>
<b>28.1 Movement of rent, rate and taxes</b>		
Rent expenses charged	29,869,901	28,330,906
Less: Reclassification of rent (as per IFRS 16 Leases)	29,481,752	28,025,832
	<u><b>388,148</b></u>	<u><b>305,074</b></u>
Movement of rent, rate and taxes have been included due to implementation of IFRS-16 Leases (office rent).		
<b>29 Legal expenses</b>		
Legal fees	15,228,105	10,541,931
Professional fees	4,003,111	4,485,851
	<u><b>19,231,216</b></u>	<u><b>15,027,782</b></u>
<b>30 Postage, stamp, telecommunication etc.</b>		
Stamp expenses	6,693,220	6,526,330
Postage and courier	591,090	700,307
Telephone, mobile and internet	6,629,709	11,035,002
	<u><b>13,914,019</b></u>	<u><b>18,261,638</b></u>
<b>31 Stationery, printing and advertisements etc.</b>		
Printing and stationeries	2,220,670	3,720,821
Publicity and advertisements	22,338	152,320
	<u><b>2,243,008</b></u>	<u><b>3,873,141</b></u>
<b>32 Managing Director's salary and benefits</b>		
Remuneration	-	5,706,250
Other benefits	-	2,080,000
	<u><b>-</b></u>	<u><b>7,786,250</b></u>
<b>33 Directors' fees</b>		
Directors' fees	391,111	409,444
	<u><b>391,111</b></u>	<u><b>409,444</b></u>
<b>34 Auditors' fees</b>		
Statutory audit fees	603,750	603,750
	<u><b>603,750</b></u>	<u><b>603,750</b></u>
<b>35 Depreciation and repair of assets</b>		
<b>Depreciation</b>		
Furniture and fixtures	6,070,813	6,332,653
Office equipment	29,580	27,324
Electrical equipment	17,839,837	16,467,593
Software	8,716,773	7,108,944
Motor vehicles	5,816,967	6,709,554
Office space	3,335,445	3,335,445
Right-of-use assets	21,175,185	21,312,577
	<u><b>62,984,601</b></u>	<u><b>61,294,091</b></u>
<b>Repairs of assets</b>		
Maintenance of electrical equipment, office equipment and other assets	9,217,705	14,201,297
	<u><b>9,217,705</b></u>	<u><b>14,201,297</b></u>
	<u><b>72,202,306</b></u>	<u><b>75,495,387</b></u>

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

	<u>30-Sep-23</u>	<u>30-Sep-22</u>
<b>36 Other expenses</b>		
Training expenses	5,777	146,127
Books, magazines and newspapers etc.	56,097	50,332
Staffs' uniforms	415,151	774,590
Medical expenses	316,652	887,875
Fees and subscriptions	2,097,794	2,701,891
Bank charges	3,206,674	2,797,734
Excise duty expenses	1,226,150	2,134,500
Car expenses	591,737	701,866
Entertainment	2,060,763	3,416,370
Office expenses	1,713,480	2,537,787
Security services	2,751,584	6,512,290
Business promotion expenses	4,098,201	4,711,052
Annual General Meeting expenses	978,977	1,262,994
Travelling and conveyance expenses	7,899,037	9,612,513
	<u>27,418,075</u>	<u>38,247,921</u>

**37 Provision for lease, loans and advances**

General provision on lease, loans and advances	5,770,279	31,190,370
Special provision 2% (15% payment for deferral clients)	(2,581,999)	(2,869,647)
Specific Provision on unclassified lease, loans and advances	(1,389,688)	19,684,843
Specific Provision on classified lease, loans and advances	96,940,755	69,093,681
	<u>98,739,348</u>	<u>117,099,247</u>

**38 Provision for taxation**

**Current tax expense**

Corporate tax for the year on operating profit	58,543,449	61,594,874
Settlement of previous year's tax liability	(14,408,635)	-
	<u>44,134,814</u>	<u>61,594,874</u>

**Deferred tax**

Deferred tax (income)/expense	(5,769,824)	3,249,907
	<u>38,364,990</u>	<u>64,844,780</u>

**Reconciliation of Effective Tax Rate**

	<u>30-Sep-23</u>		<u>30-Sep-22</u>	
	%	Taka	%	Taka
Profit before income tax as per profit and loss account		58,809,848		112,046,918
Income tax as per applicable tax rate	37.50%	22,053,693	37.50%	42,017,594
Net inadmissible expenses (due to difference between accounting & tax depreciation, lease/loan provision, gratuity provision and others)	85.34%	50,188,061	24.70%	27,676,768
Reduced tax due to tax rate being lower than business tax rate (dividend income @ 20% and capital gain on sale of shares @ 10%)	-23.29%	(13,698,305)	-7.23%	(8,099,488)
Settlement of previous years' tax liability	-24.50%	(14,408,635)	0.00%	-
Deferred tax	-9.81%	(5,769,824)	2.90%	3,249,907
	<u>65.24%</u>	<u>38,364,990</u>	<u>57.87%</u>	<u>64,844,780</u>

	<u>30-Sep-23</u>	<u>30-Sep-22</u>
<b>39 Earnings Per Share (EPS)</b>		
Net profit after tax	20,444,857	47,202,138
Number of shares outstanding	187,114,614	187,114,614
<b>EPS</b>	<b>0.11</b>	<b>0.25</b>
<b>EPS (Restated)</b>	<b>0.11</b>	<b>0.25</b>

EPS for the period ended 30 September 2023 is BDT 0.11, which was BDT 0.25 in the same period of the previous year. Principal reason behind this decrease is the reduction of operating income by BDT 102.10 million compared to same period last year. On the other hand operating expense, lease/loan provision and tax expense decreased by BDT 27.88 million, BDT 20.98 million and BDT 26.48 million respectively. In aggregate these resulted in the reduction of net profit after tax by BDT 26.76 million in comparison to same period last year causing the decrease in EPS.

**40 Net Operating Cash Flow Per Share (NOCFPS)**

Net cash from operating activities	(110,312,464)	(1,909,023,059)
Number of shares outstanding	187,114,614	187,114,614
<b>NOCFPS</b>	<b>(0.59)</b>	<b>(10.20)</b>
<b>NOCFPS (Restated)</b>	<b>(0.59)</b>	<b>(10.20)</b>

NOCFPS for the period ended 30 September 2023 is BDT (0.59) which was BDT (10.20) in the same period of previous year. Principal reason behind this variance is decrease in cash utilisation for disbursement of loans and advances by BDT 3,209.22 million and increase in receipt of short term loan by BDT 714.47 million. Moreover utilisation of cash in operating activities increased by BDT 58.68 million. On the other hand cash generation from term and other deposits decreased by BDT 1,939.00 million while cash utilisation in various other assets and liabilities in aggregate increased by BDT 127.29 million. As a result cash utilisation in aggregate decreased by BDT 1,798.71 million.

**41 Reconciliation of net cash flows from operating activities:**

**Particulars**

Net profit after tax	20,444,857	47,202,138
Depreciation	62,984,601	61,294,091
Provision for lease, loans and advances	112,364,348	133,349,247
Amount realised from written off clients	29,378,782	17,772,027
Provision for taxation	44,134,814	61,594,874
Profit on sale of fixed assets	(683,264)	(639,610)
Increase/(Decrease) in short term loan	648,174,276	(66,291,083)
Increase in lease, loans and advances	(889,840,966)	(4,157,331,115)
Income tax paid	(69,180,425)	(90,823,360)
(Decrease)/increase in term and other deposits	(46,918,236)	1,892,084,405
Increase in other liabilities	52,894,043	190,046,824
(Increase)/decrease in other assets	(74,065,294)	8,691,212
Addition of right-of-use assets	-	(5,972,709)
<b>Cash flows from operating activities</b>	<b>(110,312,464)</b>	<b>(1,909,023,059)</b>



42 Transactions with Directors and their related entities

Name of the Party	Name of Directors	Related by	Nature of transaction	Amount	Status of loan and advances
The Lungla (Sylhet) Tea Co. Ltd.	Imran Ahmed	Common Director	Term Deposit	6,045,688	
	Susan Ann Walker	-Do-	Office rent	3,014,334	
Duncan Properties Ltd.	Imran Ahmed	-Do-	Term deposit	36,463,138	
	A. Rouf	-Do-	Office rent	92,736	
Macalms Bangladesh Trust	Imran Ahmed	Trustee			
	A. Rouf	-Do-	Term Deposit	34,764,089	
	A.F.M.M. Samad Choudhury	-Do-			
National Brokers Limited	L. H. Khan	Common Director	Term Deposit	99,488,104	
	Ormaan Rafay Nizam	-Do-			
Duncan Brothers (BD) Ltd.	Imran Ahmed	-Do-	Term Deposit	46,881,000	
	A. Rouf	-Do-	Office rent	2,156,091	
United Insurance Co. Ltd.	A. Rouf	Nominated Director	Lease	3,854,835	Regular
	L. H. Khan	-Do-	Term Deposit	28,053,000	
	A.F.M.M. Samad Choudhury	-Do-	Insurance premium	371,966	
Duncan Products Ltd.	A. Rouf	Common Director	Term Deposit	8,000,000	
	Imran Ahmed	-Do-	Drinking Water Bill	25,056	
Amo Tea Co. Ltd.	Imran Ahmed	-Do-	Office rent	2,156,091	
	Susan Ann Walker	-Do-			
The Chandpore Tea Co. Ltd.	Imran Ahmed	-Do-	Office rent	523,328	
	Susan Ann Walker	-Do-			
The Mazdehee Tea Co. Ltd	Imran Ahmed	-Do-	Office rent	523,328	
	Susan Ann Walker	-Do-			
Camellia Duncan Foundation	Imran Ahmed	Trustee	Term Deposit	53,038,296	
	A. Rouf	-Do-			
Octavius Steel & Company of Bangladesh Limited	Imran Ahmed	Common Director	Term Deposit	13,506,706	
	A. Rouf	-Do-			



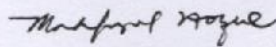
Chief Financial Officer



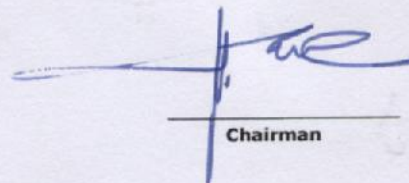
Company Secretary



Managing Director (Acting)



Director



Chairman