

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

PROPERTY AND ASSETS	Notes	30-Jun-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)		258,259,866	236,982,959
		259,549,866	238,272,959
Balance with banks and other financial institutions	7		
In Bangladesh		3,254,793,333	2,537,140,764
Outside Bangladesh		-	-
		3,254,793,333	2,537,140,764
Money at call and short notice	8	310,000,000	670,000,000
Investments	9		
Government		-	-
Others		662,931,727	623,768,086
		662,931,727	623,768,086
Lease, loans and advances	10		
Lease receivable		7,198,652,474	7,217,410,923
Loans, cash credits, overdrafts etc.		10,528,033,697	7,918,800,390
		17,726,686,171	15,136,211,313
Fixed assets including land, building, furniture and fixtures	11	454,680,049	447,550,957
Other assets	12	1,947,750,119	1,906,710,805
Non - financial institutional assets		-	-
Total assets		24,616,391,266	21,559,654,884
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from banks, other financial institutions and agents	13	4,479,269,068	2,347,393,668
Deposits and other accounts	14		
Current deposits & other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		12,800,751,610	11,876,673,281
Bearer certificates of deposit		-	-
Other deposits		386,884,917	423,211,691
		13,187,636,527	12,299,884,972
Other liabilities	15	3,842,063,768	3,711,235,118
Total liabilities		21,508,969,363	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	120,575,763	179,294,986
Total Shareholders' equity		3,107,421,903	3,201,141,126
Total liabilities and Shareholders' equity		24,616,391,266	21,559,654,884
Net asset value per share (NAV)	21	16.61	17.11
Restatement of NAV:			
Net asset		3,107,421,903	3,201,141,126
Number of outstanding shares (current year's)		187,114,614	187,114,614
NAV per share		16.61	17.11

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

	<u>Notes</u>	<u>30-Jun-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		5,791,692	56,291,692
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		5,791,692	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		5,791,692	56,291,692



Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman



UNITED FINANCE LIMITED
Profit and Loss Account (Un-audited)
For the half year ended 30 June, 2021

	<u>Jan-Jun '21</u>	<u>Jan-Jun '20</u>	<u>Apr-Jun '21</u>	<u>Apr-Jun '20</u>
<u>Notes</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
OPERATING INCOME				
Interest income	23 910,630,028	995,166,418	432,342,706	469,037,820
Interest paid on deposits, borrowings etc.	24 (573,474,533)	(672,900,211)	(261,655,202)	(330,951,190)
Net interest income	337,155,494	322,266,207	170,687,504	138,086,629
Investment income	25 29,760,731	39,654,608	15,170,434	18,676,228
Commission, exchange and brokerage	-	-	-	-
Other operating income	26 83,129,733	52,070,718	37,472,788	11,417,490
Total operating income (A)	450,045,958	413,991,533	223,330,725	168,180,347
OPERATING EXPENSES				
Salaries and allowances	27 227,005,338	218,972,023	116,969,605	108,895,571
Rent, taxes, insurance, electricity etc.	28 8,398,370	8,429,619	4,385,287	3,129,901
Legal expenses	29 5,709,429	2,944,062	2,322,688	1,258,298
Postage, stamp, telecommunication etc.	30 11,236,666	5,209,970	4,885,917	2,155,795
Stationery, printing, advertisements etc.	31 2,856,672	1,627,562	1,166,394	480,612
Managing Director's salary and benefits	32 5,297,500	5,297,500	2,811,250	2,811,250
Directors' fees	33 232,221	73,333	140,555	-
Auditors' fees	34 402,500	287,502	201,250	143,751
Charges on loan losses	-	-	-	-
Depreciation and repair of assets	35 40,622,161	35,699,867	20,358,683	17,237,400
Other expenses	36 17,756,625	19,522,038	8,829,109	5,840,707
Total operating expenses (B)	319,517,481	298,063,475	162,070,737	141,953,284
Profit before provision against lease, loans and advances (C=A-B)	130,528,477	115,928,057	61,259,988	26,227,064
Provision for lease, loans and advances	37 19,767,694	21,019,519	(42,073,425)	(5,685,392)
Provision for diminution in value of investments	37 (103,208)	106,359	(103,208)	(19,108)
Other provisions	-	-	-	-
Total provision (D)	19,664,486	21,125,878	(42,176,633)	(5,704,500)
Operating profit before taxes E=(C-D)	110,863,991	94,802,179	103,436,621	31,931,564
Provision for taxation	-	-	-	-
Current Tax	38 18,180,000	42,685,836	30,992,807	10,890,646
Deferred Tax	38 (711,400)	1,784,164	907,318	849,354
Total provision for taxation (F)	17,468,600	44,470,000	31,900,125	11,740,000
Net profit after tax (E-F)	93,395,391	50,332,179	71,536,495	20,191,564
Appropriations				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Retained surplus	93,395,391	50,332,179	71,536,495	20,191,564

Earnings Per Share in Taka 39 0.50 0.27 0.38 0.11


Chief Financial Officer


Company Secretary

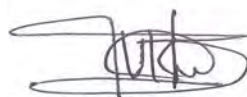

Managing Director


Director


Chairman

UNITED FINANCE LIMITED
Cash Flows Statement (Un-audited)
For the half year ended 30 June, 2021

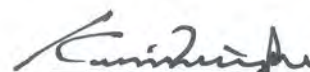
	<u>Notes</u>	30-Jun-2021 Taka	30-Jun-2020 Taka
A) Cash flows from operating activities			
Interest receipts		876,318,130	859,090,156
Interest payments		(542,945,314)	(669,881,674)
Dividend receipts		12,720,496	4,852,321
Amount realised from written off clients		10,335,514	4,989,589
Payments to employees		(226,062,273)	(215,451,492)
Payments to suppliers		(56,258,326)	(69,738,380)
Income tax paid		(41,066,423)	(36,205,289)
Receipts from other operating activities		83,651,658	49,464,558
Payments for other operating activities		(42,480,032)	(39,688,736)
Cash generated from operating activities before changes in operating assets and liabilities		74,213,431	(112,568,946)
Changes in operating assets and liabilities			
(Increase)/decrease in lease, loans and advances		(2,526,473,688)	400,688,267
Increase in other assets		(13,750,339)	(8,630,325)
Increase in Right-of-use assets		(6,578,848)	-
Increase in term and other deposits		887,751,555	332,001,904
Decrease in accrued expenses and payables		(12,583,777)	(12,449,964)
Increase/(decrease) in short term loan		1,003,802,186	(1,603,124,374)
Increase in interest suspense		48,105,803	81,186,025
Increase/(Decrease) in provision for gratuity		3,198,773	(4,134,867)
Increase in other liabilities		46,786,780	63,232,045
		(569,741,554)	(751,231,289)
Net cash from operating activities		(495,528,124)	(863,800,235)
B) Cash flows from investing activities			
Investment in Shares		(125,000,000)	(100,000,000)
Redemption of Shares		19,836,359	19,396,939
Redemption of Commercial Bond		66,000,000	66,000,000
Purchase of fixed assets		(36,250,397)	(21,133,469)
Proceeds from sale of fixed assets		951,577	5,980,946
Net cash from investing activities		(74,462,461)	(29,755,583)
C) Cash flows from financing activities			
Receipts of long term loan		1,646,733,427	401,043,671
Repayment of long term loan		(518,660,212)	(292,349,750)
Dividend paid		(179,153,153)	(33,651,879)
Net Cash from financing activities		948,920,061	75,042,042
D) Net increase in cash and cash equivalents (A+ B + C)		378,929,477	(818,513,776)
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)		3,824,343,200	3,003,203,591
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)		258,259,866	183,370,885
Balance with banks and other financial institutions		3,254,793,333	2,818,542,706
Money at call and short notice		310,000,000	-
		3,824,343,200	3,003,203,591
Net operating cash flows per share	40	(2.65)	(4.62)



Chief Financial
Officer



Company
Secretary



Managing
Director



Director



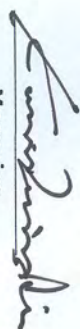
Chairman

UNITED FINANCE LIMITED
Statement of Changes in Equity (Un-audited)
For the half year ended 30 June, 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 half year ended 30 June, 2021	-	-	-	-	93,395,391	93,395,391
Balance as at 30 June, 2021	1,871,146,140	3,750,000	921,950,000	190,000,000	120,575,763	3,107,421,903
Balance as at 30 June, 2020	1,871,146,140	3,750,000	879,400,000	225,000,000	248,059,688	3,227,355,828


Chief Financial Officer


Company Secretary


Managing Director


Director


Chairman

United Finance Limited
Notes to the financial statements (Unaudited)
For the half year ended 30 June, 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 Ca'mellia 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 July 29, 2021.

	<u>30-Jun-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)	258,259,866	236,982,959
	<u>259,549,866</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.		
7 Balance with banks and other financial institutions		
In Bangladesh (Note-7.1)	3,254,793,333	2,537,140,764
Outside Bangladesh	-	-
	<u>3,254,793,333</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	432,527,665	128,619,447
Foreign Commercial Bank	41,234,375	9,852,196
	<u>474,141,567</u>	<u>138,846,170</u>
<u>Short-term deposit (STD)</u>		
Private Commercial Bank	29,368,346	10,286,772
Foreign Commercial Bank	57,766,146	27,007,822
	<u>87,134,492</u>	<u>37,294,594</u>
<u>Fixed deposits</u>		
Private Commercial Bank	2,182,697,274	2,020,000,000
Foreign Commercial Bank	100,000,000	100,000,000
Financial Institutions	410,820,000	241,000,000
	<u>2,693,517,274</u>	<u>2,361,000,000</u>
	<u>3,254,793,333</u>	<u>2,537,140,764</u>
8 Money at call and short notice		
IDLC Finance Limited	100,000,000	250,000,000
DBH Finance Corporation Ltd	100,000,000	200,000,000
IPDC Finance Limited	110,000,000	220,000,000
	<u>310,000,000</u>	<u>670,000,000</u>

	<u>30-Jun-21</u>	<u>31-Dec-20</u>
9 Investments		
Investment classified as per nature		
a) Government securities:		
National investment bonds	-	-
Bangladesh Bank bills	-	-
Government bonds	-	-
Prize bonds	-	-
	<u>-</u>	<u>-</u>
b) Other investment:		
Investment in ordinary shares (Note-9.1)	15,343,830	15,783,250
Investment in preference shares	387,587,897	281,984,836
Investment in bonds	260,000,000	326,000,000
	<u>662,931,727</u>	<u>623,768,086</u>
	<u>662,931,727</u>	<u>623,768,086</u>

9.1 Investment in ordinary shares

Business Segment	No. of shares	Cost price	Market price
Insurance	4,450,000	15,000,000	284,800,000
Pharmaceuticals	3,744	34,040	97,718
Metallic Industries	4,979	47,420	170,780
Telecommunication	26,237	262,370	1,154,428
Textile Industries	462	-	4,943
	<u>4,485,422</u>	<u>15,343,830</u>	<u>286,227,870</u>

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 June, 2021 the market value (closing market price) of the above shares was Taka 286,227,870 against cost price of Taka 15,343,830.

10 Lease, loans and advances		
Lease receivable (Note-10.1)	7,198,652,474	7,217,410,923
Loans (Note-10.2)	10,528,033,697	7,918,800,390
	<u>17,726,686,171</u>	<u>15,136,211,313</u>
10.1 Lease receivable		
Net lease receivable	7,119,158,526	7,162,898,874
Interest receivable	79,493,949	54,512,049
	<u>7,198,652,474</u>	<u>7,217,410,923</u>
10.2 Loans		
Term loan	7,157,451,200	4,772,425,921
Home loan	1,785,382,286	1,307,270,135
Short term loan and CSF advances	1,384,222,451	1,677,145,845
Interest receivable	200,977,759	161,958,489
	<u>10,528,033,697</u>	<u>7,918,800,390</u>
11 Fixed assets including land, building, furniture and fixtures		
Cost		
Furniture and fixtures	124,594,425	125,245,787
Office equipment	575,729	585,229
Electrical equipment	138,219,474	144,775,864
Software	23,500,000	-
Motor vehicles	65,585,486	60,804,986
Office space	177,890,411	177,890,411
Right-of-use assets	206,754,161	200,175,313
	<u>737,119,686</u>	<u>709,477,590</u>
Less: Accumulated depreciation	(282,439,637)	(261,926,632)
	<u>454,680,049</u>	<u>447,550,957</u>

	<u>30-Jun-21</u>	<u>31-Dec-20</u>
12 Other assets		
Income generating:		
Income receivable	78,150,983	91,928,431
Non-income generating:		
Deferred tax asset (Note-12.1)	3,320,473	2,609,073
Advance, deposit and prepaid expenses	55,334,403	42,098,734
Other receivables	257,346	454,074
Receivable from provident fund account	8,030,711	8,030,711
Advance corporate tax	1,802,656,204	1,761,589,781
	<u>1,947,750,119</u>	<u>1,906,710,805</u>

12.1 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	299,605,527	302,195,903	2,590,376
Liability to employees gratuity	6,264,219	-	6,264,219
	<u>305,869,746</u>	<u>302,195,903</u>	<u>8,854,595</u>
Applicable tax rate			37.50%
Deferred tax asset as on 30 June, 2021			3,320,473
Deferred tax asset as on 31 December, 2020			2,609,073
Deferred tax income/(expense) for the period ended 30 June, 2021			<u>711,400</u>

13 Borrowing from banks, other financial institutions and agents

In Bangladesh	4,479,269,068	2,347,393,668
Outside Bangladesh	-	-
	<u>4,479,269,068</u>	<u>2,347,393,668</u>

14 Deposits and other accounts

Current deposits & other accounts etc.	-	-
Bills payable	-	-
Savings bank deposits	-	-
Term deposits	12,800,751,610	11,876,673,281
Bearer certificates of deposit	-	-
Other deposits	386,884,917	423,211,691
	<u>13,187,636,527</u>	<u>12,299,884,972</u>

15 Other liabilities

Provision for gratuity	6,264,219	3,065,446
KFW interest differential fund	4,826,739	4,826,739
Interest suspense account	185,277,219	137,171,416
Accrued expenses and payables	880,393,634	855,527,217
Lease liabilities	172,592,909	174,076,712
Provision for lease, loans and advances	506,866,495	476,763,287
Provision on investment	-	103,208
Provision on others	20,000,000	20,000,000
Provision for income tax	2,033,755,278	2,015,575,278
Provision on receivable from provident fund account	6,508,175	6,508,175
Dividend payable	25,579,100	17,617,639
	<u>3,842,063,768</u>	<u>3,711,235,118</u>

	<u>30-Jun-21</u>	<u>31-Dec-20</u>
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 June 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			120,575,763
Total shareholders' equity			3,107,421,903

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-Jun-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	93,395,391	211,232,093
Transfer to general reserve during the year	-	-
Transfer to statutory reserve during the year	-	(42,550,000)
	<u>93,395,391</u>	<u>168,682,093</u>
	<u>120,575,763</u>	<u>179,294,986</u>
21 Net Asset Value Per Share (NAV)		
Total Shareholders' equity	3,107,421,903	3,201,141,126
Number of shares outstanding	187,114,614	187,114,614
NAV per share	16.61	17.11
NAV per share (Restated)	16.61	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)	5,791,692	56,291,692
Letters of guarantee (Foreign)	-	-
Foreign counter guarantees	-	-
	<u>5,791,692</u>	<u>56,291,692</u>

	<u>30-Jun-21</u>	<u>30-Jun-20</u>
23 Interest income		
Lease	358,390,656	462,659,737
Term loan and home loan	417,768,485	273,338,336
Short term financing	72,369,739	158,986,793
	848,528,880	894,984,866
Interest on balance with banks and other financial institutions	62,101,148	100,181,552
	910,630,028	995,166,418
24 Interest paid on deposits, borrowings etc.		
a) Interest paid on deposits		
Deposits from other than banks and financial institutions	497,972,042	551,978,371
Deposits from banks and financial institutions	3,011,111	48,087,555
Direct deposit expenses	8,476,076	10,658,192
Interest bearing security deposits	933,170	827,820
	510,392,399	611,551,938
b) Interest paid for borrowing		
Bank loans	307,500	10,505,834
Bangladesh Bank refinance	42,707,899	31,975,541
Call loan	-	499,583
Overdraft	742,150	11,374,278
Zero Coupon Bond	13,183,770	-
	56,941,319	54,355,236
c) Interest expenses-lease liabilities	6,140,815	6,993,037
	6,140,815	6,993,037
	573,474,533	672,900,211
25 Investment income		
Interest on bonds	13,844,401	23,659,430
Dividend on shares	15,916,331	15,995,178
	29,760,731	39,654,608
26 Other operating income		
Reimbursement - invoice processing and collection costs	16,454,011	5,575,437
Early repayment premium	16,220,892	5,279,491
Reimbursement-documentation costs	42,436,344	15,100,489
Late payment charges	6,048,969	20,340,759
Profit on sale of fixed assets	606,486	2,885,249
Profit on sale of share	205,885	-
Miscellaneous earnings	1,157,146	2,889,293
	83,129,733	52,070,718
27 Salaries and allowances		
Basic salary, provident fund contribution and all other allowances	206,412,493	195,767,343
Festival and incentive bonus	20,592,845	23,204,680
	227,005,338	218,972,023
28 Rent, taxes, insurance, electricity etc.		
Rent, rate and taxes (Note-28.1)	236,174	106,137
Insurance	4,488,014	4,794,229
Electricity, gas and water	3,674,183	3,529,253
	8,398,370	8,429,619
28.1 Movement of Rent, rate and taxes:		
Rent expenses charged	16,868,110	17,613,505
Less: Reclassification of rent (as per IFRS 16 Leases)	16,631,936	17,507,368
	236,174	106,137
Movement of Rent, rate and taxes have been included due to implementation of IFRS-16 Leases (office rent).		
29 Legal expenses		
Legal fees	3,746,025	2,001,424
Professional fees	1,963,404	942,638
	5,709,429	2,944,062

	<u>30-Jun-21</u>	<u>30-Jun-20</u>
30 Postage, stamp, telecommunication etc.		
Stamp expenses	4,202,762	1,646,167
Postage and courier	501,871	167,299
Telephone, mobile and internet	6,532,033	3,396,504
	<u>11,236,666</u>	<u>5,209,970</u>
31 Stationery, printing and advertisements etc.		
Printing and stationeries	2,336,361	1,495,868
Publicity and advertisements	520,311	131,694
	<u>2,856,672</u>	<u>1,627,562</u>
32 Managing Director's salary and benefits		
Remuneration	3,737,500	3,737,500
Other benefits	1,560,000	1,560,000
	<u>5,297,500</u>	<u>5,297,500</u>
33 Directors' fees		
Directors' fees	232,221	73,333
	<u>232,221</u>	<u>73,333</u>
34 Auditors' fees		
Statutory audit fees	402,500	287,502
	<u>402,500</u>	<u>287,502</u>
35 Depreciation and repair of assets		
Depreciation:		
Furniture and fixture	4,309,802	4,337,235
Office equipment	20,816	26,447
Electrical equipment	8,934,473	6,247,648
Software	2,616,600	-
Motor vehicles	4,785,151	5,282,715
Office space	2,223,630	2,223,630
Right-of-use assets	14,893,058	14,357,203
	<u>37,783,531</u>	<u>32,474,878</u>
Repairs of assets:		
Maintenance of electrical equipment, office equipment and other assets	2,838,631	3,224,989
	<u>2,838,631</u>	<u>3,224,989</u>
	<u>40,622,161</u>	<u>35,699,867</u>
Movement of right-of-use assets have been included due to implementation of IFRS-16 Leases (office rent).		
36 Other expenses		
Training expenses	453,900	1,672,365
Books, magazines and newspapers etc.	22,469	27,926
Staffs' uniforms	607,289	1,011,011
Medical expenses	377,893	348,341
Fees and subscriptions	1,683,525	1,130,219
Bank charges	1,618,481	1,000,675
Excise duty expenses	622,950	718,800
Car expenses	444,112	599,166
Entertainment	2,161,965	1,072,707
Office expenses	762,662	1,649,462
Security services	4,277,494	4,350,237
Business promotion expenses	319,234	2,123,785
Annual General Meeting expenses	257,500	169,050
Travelling and conveyance expenses	4,147,152	3,648,294
	<u>17,756,625</u>	<u>19,522,038</u>

	<u>30-Jun-21</u>	<u>30-Jun-20</u>
37 Provision for lease, loans and advances		
General provision on lease, loans and advances	(7,181,102)	12,817,055
Specific Provision on unclassified lease, loans and advances	16,000,174	(13,850,633)
Specific Provision on classified lease, loans and advances	11,453,622	22,004,238
Provision on others	(505,000)	48,860
	<u>19,767,694</u>	<u>21,019,519</u>
Provision for investment	(103,208)	106,359
	<u>19,664,486</u>	<u>21,125,878</u>
38 Provision for taxation		
<u>Current tax</u>		
Corporate tax for the year on operating profit	51,467,322	42,685,836
Settlement of previous year's tax liability	(33,287,322)	-
	<u>18,180,000</u>	<u>42,685,836</u>
<u>Deferred tax</u>		
Deferred tax	(711,400)	1,784,164
	<u>17,468,600</u>	<u>44,470,000</u>
39 Earnings Per Share (EPS)		
Net profit after tax	93,395,391	50,332,179
Number of shares outstanding	187,114,614	187,114,614
EPS	0.50	0.27
EPS (Restated)	0.50	0.27
40 Net Operating Cash Flow Per Share (NOCFPS)		
Net cash from operating activities	(495,528,124)	(863,800,235)
Number of shares outstanding	187,114,614	187,114,614
NOCFPS	(2.65)	(4.62)
NOCFPS (Restated)	(2.65)	(4.62)
41 Reconciliation of net cash flows from operating activities		
Particulars		
Net profit after tax	93,395,391	50,332,179
Depreciation	37,783,531	32,474,878
Provision for lease, loans and advances	30,000,000	26,115,467
Provision for taxation	18,180,000	42,685,836
Profit on sale of fixed assets	(606,486)	(2,885,249)
Increase/(decrease) in short term loan	1,003,802,186	(1,603,124,374)
(Increase)/decrease in lease, loans and advances	(2,590,474,859)	242,649,704
Income tax paid	(41,066,423)	(36,205,289)
Increase in term and other deposits	887,751,555	332,001,904
Increase in other liabilities	74,687,190	73,345,929
(Increase)/decrease in other assets	27,109	(21,191,222)
Addition of right-of-use assets	(9,007,317)	-
Cash flows from operating activities	<u>(495,528,124)</u>	<u>(863,800,235)</u>

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 A. Rouf	Common Director -Do- -Do-	Lease Term Deposit Office rent	1,278,399 94,024,597 2,009,556	Regular
Duncan Properties Ltd.	Imran Ahmed A. Rouf	-Do- -Do-	Term deposit Office rent	32,620,500 61,824	
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	84,088,091	
Duncan Brothers (BD) Ltd.	Imran Ahmed A. Rouf	-Do- -Do-	Term Deposit Office rent	44,102,596 1,437,394	
Eastland Camellia Ltd.	Imran Ahmed A. Rouf	-Do- -Do-	Term Deposit	96,000,211	
United Insurance Co. Ltd.	A. Rouf L. H. Khan A.F.M.M. Samad Choudhury	Nominated Director -Do- -Do-	Lease Insurance premium Term Deposit	1,840,031 1,531,311 47,000,000	Regular
Duncan Products Ltd.	A. Rouf Imran Ahmed	Common Director -Do-	Term Deposit Drinking Water Bill	12,654,500 26,676	
Amo Tea Co. Ltd.	Imran Ahmed Susan Ann Walker A. Rouf	-Do- -Do- -Do-	Term Deposit Office rent	384,387,500 1,437,394	
The Chandpore Tea Co. Ltd.	Imran Ahmed Susan Ann Walker A. Rouf	-Do- -Do- -Do-	Office rent	348,885	
The Mazdehee Tea Co. Ltd	Imran Ahmed Susan Ann Walker A. Rouf	-Do- -Do- -Do-	Office rent	348,885	
Camellia Duncan Foundation	Imran Ahmed A. Rouf	Trustee -Do-	Term Deposit	35,202,005	
Octavius Steel & Company of Bangladesh Limited	Imran Ahmed A. Rouf	Common Director -Do-	Term Deposit	9,719,520	

43 Events after the reporting period

Due to the second surge of the COVID-19 virus the Bangladesh Government declared a national lockdown of all activity from 1 July, 2021 to 7 July, 2021 which has been subsequently extended to 5 August, 2021.

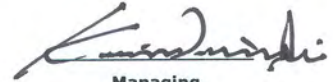
The Company continues to assess the impact of the pandemic on its business activities in order to make appropriate changes in its operational strategy.



Chief Financial
Officer



Company
Secretary



Managing
Director



Director



Chairman