

Bangladesh Finance Limited
Consolidated Balance Sheet
As at 31 March 2023

	31-Mar-23	31-Dec-22
	BDT	BDT
PROPERTY AND ASSETS		
Cash		
Cash in hand	116,059	86,910
Balance with Bangladesh Bank	131,920,427	117,732,419
	132,036,486	117,819,328
Balance with other Banks and Financial Institutions		
Inside Bangladesh	1,335,612,344	1,575,248,414
Outside Bangladesh	-	-
	1,335,612,344	1,575,248,414
Money at call and short notice	-	-
Investment in Securities		
Government	-	-
Others	1,105,592,316	1,135,630,606
	1,105,592,316	1,135,630,606
Lease, Loans and Advances		
In Bangladesh	13,875,844,551	14,006,177,275
Outside Bangladesh	-	-
	13,875,844,551	14,006,177,275
Fixed Assets including Premises, Furniture and Fixtures	617,637,034	624,786,962
Other Assets	1,659,165,679	1,458,874,259
Non Banking Assets	213,121,062	213,121,062
Total Assets	18,939,009,470	19,131,657,906
LIABILITIES AND CAPITAL		
Liabilities		
Financing (Borrowings) from other Banks, Financial Institutions and Agents	3,277,865,603	3,145,399,810
Deposits and other Accounts	9,521,228,326	9,797,346,225
Other Liabilities	2,332,548,033	2,406,773,783
Total Liabilities	15,131,641,962	15,349,519,818
Capital/ Shareholders' Equity		
Share Capital	1,882,362,670	1,882,362,670
Statutory Reserve	503,704,779	501,151,365
General Reserve	-	-
Capital Reserve	33,744,750	33,744,750
Revaluation Surplus on Land and Building	408,744,884	409,095,980
Retained Earnings	468,320,036	450,851,610
Total Shareholders' Equity	3,296,877,119	3,277,206,374
Non Controlling Interest	510,490,390	504,931,713
Total Liabilities and Shareholders' Equity	18,939,009,470	19,131,657,906

Bangladesh Finance Limited
Consolidated Balance Sheet
As at 31 March 2023

	31-Mar-23 BDT	31-Dec-22 BDT
OFF BALANCE SHEET EXPOSURES		
CONTINGENT LIABILITIES		
Acceptances and Endorsements	-	-
Letters of Guarantee	200,000,000	200,000,000
Irrevocable Letters of Credit	-	-
Bills for Collection	-	-
Total	200,000,000	200,000,000
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	-	-
Claims against the Bank not acknowledged as debts	-	-
Total	-	-
Total Off-Balance Sheet items including contingent liabilities	200,000,000	200,000,000
Net Asset Value (NAV) per share	17.51	17.41



CFO



Company Secretary



Managing Director



Director



Chairman

Bangladesh Finance Limited
Consolidated Profit and Loss Account
For the period ended 31 March 2023

	31-Mar-23	31-Mar-22
	BDT	BDT
Interest Income	328,571,517	387,822,800
Less: Interest paid on Deposits and Borrowings etc.	252,924,083	242,443,379
Net Interest Income	75,647,434	145,379,421
Income from Investment	8,291,643	48,959,410
Commission, Exchange and Brokerage	17,253,858	35,897,270
Other Operating Income	22,860,851	4,056,523
	48,406,352	88,913,203
Total Operating Income	124,053,786	234,292,625
Salaries and Allowances	54,683,935	41,221,119
Rent, Taxes, Insurances, Electricity etc.	2,244,036	2,272,583
Legal and Professional Fees	634,787	1,127,348
Postage, Stamps, Telecommunication etc.	1,050,855	947,839
Stationery, Printings, Advertisements etc.	3,265,470	2,774,955
Managing Director's Salary and Allowances	1,650,000	1,650,000
Directors' Fees	140,800	580,800
Audit Fees	158,125	166,875
Depreciation and Repairs of Assets	16,432,368	13,869,314
Other Expenses	7,094,205	7,640,545
	87,354,580	72,251,377
Total Operating Expenses	87,354,580	72,251,377
Profit before Provision	36,699,206	162,041,248
Specific Provisions for Classified Investment	(1,180,000)	(500,000)
General Provisions for Unclassified Investment	-	33,500,000
Special Provisions for Unclassified Investment	-	-
Provisions for Other Receivables	-	5,000,000
Provisions for Off-Balance Sheet exposures	-	(2,000,000)
Provisions for Investment in Securities and Margin Loan	650,000	(12,008,823)
	(530,000)	23,991,177
Total Provision	(530,000)	23,991,177
Total Profit before Provisions for Taxation	37,229,206	138,050,071
Current Tax Expenses	13,816,905	45,489,226
Deferred Tax Expenses/(benefit)	(1,817,119)	(1,066,894)
	11,999,786	44,422,332
Net Profit after Taxation	25,229,420	93,627,738
Attributable to	25,229,420	93,627,738
Shareholder of the Company	19,670,744	75,072,219
Non-controlling Interest	5,558,676	18,555,520
	19,670,744	75,072,219
Net Profit available for distribution	19,670,744	75,072,219
Appropriations		
Statutory Reserve	2,553,414	6,778,692
General Reserve	-	-
Retained Earnings	17,117,330	68,293,526
	19,670,744	75,072,219
Basic Earnings Per Share	0.10	0.40



CFO



Company Secretary



Managing Director



Director



Chairman

Bangladesh Finance Limited
Consolidated Cash Flow Statement
For the period ended 31 March 2023

	31-Mar-23	31-Mar-22
	BDT	BDT
Cash Flows from Operating Activities		
Interest received	337,880,311	417,183,789
Interest paid	(272,873,541)	(233,981,226)
Dividend received	8,859,063	5,066,188
Fees and Commission received	24,657,316	50,459,564
Cash Payments to Employees	(56,933,935)	(42,871,119)
Cash Payments to Suppliers	(3,488,817)	(2,988,739)
Income Tax Paid	(141,874,093)	(42,899,469)
Received from other Operating activities	22,230,210	33,212,451
Payments for other Operating activities	(21,604,408)	(16,098,643)
Cash generated from operating activities before changes in Operating Assets and Liabilities	(103,147,895)	167,082,795
Changes in Operating Assets and Liabilities		
Purchases/Sale of Trading Securities	30,038,290	(68,914,713)
Loans and Lease Finance to Customers	130,332,724	(141,006,433)
Other Assets	(204,311,237)	(274,604,439)
Deposits	(276,117,899)	888,564,563
Other Liabilities	78,890,276	(144,071,966)
Sub Total	(241,167,845)	259,967,013
A) Net Cash flows from Operating Activities	(344,315,741)	427,049,808
Cash flows from Investing Activities		
Purchase/sale of non trading securities	-	-
Proceeds from Sale of fixed assets	2,000	175,000
(Purchase)/disposal of fixed assets including right-of-use assets	(6,073,131)	(19,895,726)
B) Net Cash flows from Investing Activities	(6,071,131)	(19,720,726)
Cash flows from Financing Activities		
Increase/(decrease) of borrowings	132,465,793	(210,300,001)
Payment for lease liabilities	(7,497,834)	(7,667,524)
Dividend Paid	-	-
C) Net Cash flows from Financing Activities	124,967,959	(217,967,525)
D) Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	(225,418,913)	189,361,556
E) Cash and Cash Equivalents at the beginning of the period	1,693,067,742	1,561,367,775
F) Cash and Cash Equivalents at the end of the period(D+E)	1,467,648,829	1,750,729,331
Net Operating Cash Flows per share (NOCFPS)	(1.83)	2.27



CFO



Company Secretary



Managing Director



Director



Chairman

Bangladesh Finance Limited
Consolidated Statement of Changes in Shareholders' Equity
For the period ended 31 March 2023

Particulars	Share capital BDT	Statutory reserve BDT	General reserve BDT	Capital reserve BDT	Revaluation Surplus BDT	Retained earnings BDT	Total BDT	Non Controlling Interest BDT	Total Equity BDT
Balance as at 01 January 2023	1,882,362,670	501,151,365	-	33,744,750	409,095,980	450,851,610	3,277,206,374	504,931,713	3,782,138,088
Changes during the year 2023									
6% Stock Dividend - 2021	-	-	-	-	-	-	-	-	-
6% Cash Dividend - 2021	-	-	-	-	-	-	-	-	-
Interim Cash Dividend - 2022	-	-	-	-	-	-	-	-	-
Profit/(Loss) for the year	-	-	-	-	-	19,670,744	19,670,744	5,558,676	25,229,420
Revaluation Surplus	-	-	-	-	(351,096)	351,096	-	-	-
Transfer to statutory reserve	-	2,553,414	-	-	-	(2,553,414)	-	-	-
	-	2,553,414	-	-	(351,096)	17,468,426	19,670,744	5,558,676	25,229,420
Balance as at 31 March 2023	1,882,362,670	503,704,779	-	33,744,750	408,744,884	468,320,036	3,296,877,118	510,490,389	3,807,367,507
Balance as at 01 January 2022	1,775,813,840	462,463,192	-	33,744,750	410,500,364	465,217,517	3,147,739,664	504,796,379	3,652,536,042
Changes during the year 2022									
6% Stock Dividend - 2020	-	-	-	-	-	-	-	-	-
6% Cash Dividend - 2020	-	-	-	-	-	-	-	-	-
Interim Cash Dividend - 2021	-	-	-	-	-	-	-	-	-
Profit/(Loss) for the year	-	-	-	-	-	75,072,219	75,072,219	18,555,520	93,627,739
Revaluation Surplus	-	-	-	-	(351,096)	351,096	-	-	-
Transfer to statutory reserve	-	6,778,692	-	-	-	(6,778,692)	-	-	-
	-	6,778,692	-	-	(351,096)	68,644,623	75,072,219	18,555,520	93,627,739
Balance as at 31 March 2022	1,775,813,840	469,241,885	-	33,744,750	410,149,268	533,862,139	3,222,811,883	523,351,899	3,746,163,781


CFO


Company Secretary


Managing Director


Director


Chairman

Bangladesh Finance Limited
Selected explanatory notes to the accounts
As at and for the period ended 31 March 2023

Principal activities and nature of operation

The Company provides both Conventional and Islamic financial services to customers which includes lease finance for capital machinery to various industries including construction equipment, energy generating equipment, office equipment, medical equipment, transport etc. The Company also provides term finance, short-term finance, syndication finance, working capital finance, SME loan, women entrepreneur loan, factoring of accounts receivables, bill discounting, distributor finance, work order finance, assignment-based finance, home loan, loan against deposit and personal loan to the enterprises, professionals and others.

Islamic Wing

The Company obtained permission from Bangladesh Bank (the country's central bank) to operate the Islamic Wing vide Bangladesh Bank's letter no. DFIM(L)1053/56/2022-60 dated 04 January 2022. The company commenced operation of this wing from 04 January 2022. The Islamic Wing is governed under the rules and regulations of Bangladesh Bank.

Basis of preparation of the financial statements

The financial statements of the Company are prepared up to 31 December each year and are prepared under the historical cost convention and in accordance with the Financial Institutions Act, 1993 and Bangladesh Bank DFIM circular No. 11 dated 23 December, 2009. International Accounting Standard (IASs) and International Financial Reporting Standards (IFRSs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act. 1994, the Securities and Exchange Rules 1987 and other laws and regulations applicable in Bangladesh.

All figures appeared in the Financial Statements are rounded off to the nearest Taka.

Basis of measurement

These financial statements have been prepared based on International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) and no adjustment has been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

Reporting

The 1st quarter financial report has been prepared based on International Accounting Standard (IAS) - 34: "Interim Financial Reporting". These interim financial statements should be read in conjunction with published financial statements for the year ended December 31, 2022, as they provide and update to previously reported information.

Basis of consolidation of operations of subsidiaries

The total profits of the Company and its subsidiaries are shown in the consolidated profit and loss account with the proportion of profit after taxation pertaining to non-controlling shareholders being deducted as 'Non-controlling Interest'. NCI is measured at subsidiaries' proportionate share of identifiable net assets.

	31-Mar-23	31-Mar-22
	BDT	BDT
Consolidated Earnings Per Share (EPS)		
Net Profit after Tax	19,670,744	75,072,219
Number of Ordinary Shares outstanding	188,236,267	188,236,267
Basic Earnings Per Share	0.10	0.40

Reason for changes in Consolidated Earnings Per Share (EPS):

The Group's financial performance declined as a result of the decrease in net interest income and lower income from investment in securities compared to the same period of the previous year.

	31-Mar-23	31-Dec-22
	BDT	BDT
Consolidated Net Asset Value (NAV) Per Share		
Total Shareholders' equity	3,296,877,119	3,277,206,374
Number of Ordinary Shares outstanding	188,236,267	188,236,267
Net asset value (NAV) per share	17.51	17.41

	31-Mar-23	31-Mar-22
	BDT	BDT
Consolidated Net Operating Cash Flows (NOCPs) Per Share		
Net operating cash flows	(344,315,741)	427,049,808
Number of Ordinary Shares outstanding	188,236,267	188,236,267
Net operating cash flows (NOCPs) per share	(1.83)	2.27

Reason for changes in Consolidated Net Operating Cash Flows (NOCFPS) Per Share:

The consolidated Net Operating Cash Flows Per Share decreased due to the net outflow of Deposits, decrease in interest income, and payment of income tax liabilities compared to the same period of the previous year.

Reconciliation of cash flows from operating activities:

Net profit after tax	25,229,420	93,627,738
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Items not involved in cash movement:

Add: Depreciation/amortization	13,223,059.68	10,292,875.66
Add: Provision for loans and investments	(530,000.00)	23,991,177.00
Add: Provision for taxation	11,999,785.89	44,422,331.89
Add/(Less): Accrued expenses	3,483,178.65	(15,175,803.65)
Add/(Less): Accrued income	5,580,239.21	(37,701,554.85)
Less: Gain on Disposal of Fixed assets		
Less: Gain on Investment in Securities		
Increase/(Decrease) in Employee gratuity	1,079,783.00	200,000.00
Increase/(Decrease) in Deferred tax (Liability)	242,297.13	(263,949.72)

Adjustments to reconcile net profit after tax to net cash provided by operating activities

60,307,763	119,392,815
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Increase/(decrease) in operating assets and liabilities

(Increase)/Decrease in Trading Securities	30,038,290	(68,914,713)
(Increase)/Decrease in Loans & advances	130,332,724	(141,006,433)
(Increase)/Decrease in Other assets	(203,899,479)	(93,698,774)
Increase/(Decrease) in Other Liabilities	54,727,367	(271,748,249)
Increase/(Decrease) in Term & other deposits	(276,117,899)	888,564,563
Increase/(Decrease) in Payable and accrued expenses	(12,682,104)	7,994,483
(Increase)/Decrease in Income tax	(127,022,403)	(43,635,987)
Increase/(Decrease) in Interest suspense	-	30,102,102

(404,623,504)	307,656,993
(344,315,741)	427,049,807

Net cash flows from/(used in) operating activities