

Bangladesh Finance Limited
Consolidated Balance Sheet
As at 30 June 2022

	30-Jun-22 BDT	31-Dec-21 BDT
PROPERTY AND ASSETS		
Cash		
Cash in hand	119,389	65,671
Balance with Bangladesh Bank	112,334,326	99,339,362
	112,453,715	99,405,032
Balance with other Banks and Financial Institutions		
Inside Bangladesh	1,456,581,269	1,461,962,742
Outside Bangladesh	-	-
	1,456,581,269	1,461,962,742
Money at call and short notice	-	-
Investment in Securities		
Government	-	-
Others	1,167,267,199	986,924,968
	1,167,267,199	986,924,968
Lease, Loans and Advances		
In Bangladesh	14,109,807,755	13,692,260,576
Outside Bangladesh	-	-
	14,109,807,755	13,692,260,576
Fixed Assets including Premises, Furniture and Fixtures	560,934,202	544,164,726
Other Assets	1,447,321,554	1,476,309,585
Non Banking Assets	212,121,062	212,121,062
Total Assets	19,066,486,756	18,473,148,693
LIABILITIES AND CAPITAL		
Liabilities		
Financing (Borrowings) from other Banks, Financial Institutions and Agents	2,791,056,704	2,847,469,634
Deposits and other Accounts	10,274,596,456	9,568,977,690
Other Liabilities	2,272,770,178	2,404,165,328
Total Liabilities	15,338,423,338	14,820,612,652
Capital/ Shareholders' Equity		
Share Capital	1,882,362,670	1,775,813,840
Statutory Reserve	476,568,871	462,463,192
General Reserve	-	-
Capital Reserve	33,744,750	33,744,750
Revaluation Surplus on Land & Building	409,798,172	410,500,364
Retained Earnings	385,314,745	465,217,517
Total Shareholders' Equity	3,187,789,208	3,147,739,663
Non Controlling Interest	540,274,211	504,796,379
Total Liabilities & Shareholders' Equity	19,066,486,756	18,473,148,693

Bangladesh Finance Limited
Consolidated Balance Sheet
As at 30 June 2022

	Provisional & un-Audited	
	30-Jun-22	31-Dec-21
	BDT	BDT
OFF BALANCE SHEET EXPOSURES		
CONTINGENT LIABILITIES		
Acceptances and Endorsements	-	-
Letters of Guarantee	150,000,000	350,000,000
Irrevocable Letters of Credit	-	-
Bills for Collection	-	-
Total	150,000,000	350,000,000
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	150,000,000	350,000,000
Net Asset Value per share (NAV)	16.94	16.72

Sd/	Sd/	Sd/	Sd/	Sd/
CFO	Company Secretary	Managing Director	Director	Chairman

Bangladesh Finance Limited
Consolidated Profit and Loss Account
For the period ended 30 June 2022

	Jan-Jun-22 BDT	Jan-Jun-21 BDT	Apr-Jun-22 BDT	Apr-Jun-21 BDT
Interest Income	780,018,281	793,385,351	392,195,480	396,150,609
Less: Interest paid on Deposits & Borrowings etc.	499,336,951	513,283,200	256,893,572	258,130,826
Net Interest Income	280,681,330	280,102,151	135,301,908	138,019,783
Income from Investment in securities	122,403,137	130,704,430	73,443,727	97,858,194
Commission, Exchange and Brokerage	58,409,800	44,051,723	22,512,530	29,749,526
Other Operating Income	10,714,756	20,244,729	6,658,233	5,855,832
	191,527,693	195,000,883	102,614,490	133,463,552
Total Operating Income	472,209,023	475,103,034	237,916,398	271,483,335
Salaries and Allowances	93,758,431	73,415,682	52,306,199	39,781,277
Rent, Taxes, Insurances, Electricity etc.	4,175,445	3,381,296	2,133,974	2,188,573
Legal Expenses	3,327,655	1,020,407	2,200,307	602,121
Postage, Stamps, Telecommunication etc.	2,136,453	1,934,318	1,188,614	1,051,505
Stationery, Printings, Advertisements etc.	8,524,665	4,782,835	5,749,710	2,383,123
Managing Director's Salary and Allowances	3,575,000	3,575,000	1,925,000	1,925,000
Directors' Fees and Conveyance	1,073,600	953,600	492,800	672,000
Auditors' Fees	333,749	294,375	166,875	294,375
Depreciation & Repairs of Assets	28,800,611	26,779,858	14,931,297	13,123,091
Other Expenses	14,793,478	11,874,257	7,152,934	5,183,477
Total Operating Expenses	160,499,086	128,011,629	88,247,709	67,204,542
Profit before Provision	311,709,936	347,091,405	149,668,689	204,278,793
Specific provisions for Classified Investment	(500,000)	(121,500)	-	-
General Provisions for Unclassified Investment	67,000,000	22,500,000	33,500,000	22,500,000
Provisions for Other Receivables	10,000,000	10,000,000	5,000,000	10,000,000
Provisions for Off-Balance Sheet exposures	(500,000)	-	1,500,000	-
Provisions for Investment in Securities and Margin Loan	(8,700,000)	2,657,675	3,308,823	(5,546,885)
Total Provision	67,300,000	35,036,175	43,308,823	26,953,115
Total Profit before Provisions for Taxation	244,409,936	312,055,230	106,359,866	177,325,678
Current Tax Expenses-Bangladesh Finance	53,274,392	67,068,788	23,472,925	31,827,806
Deferred Tax Expenses/(Benefit)-Bangladesh Finance	(18,923,169)	(16,321,166)	(15,347,723)	(13,441,868)
Current Tax Expenses-BD Securities Ltd.	21,782,469	17,051,310	8,444,470	9,878,330
Deferred Tax Expenses/(Benefit)-BD Securities	515,759	(503,746)	(266,786)	(503,746)
Current Tax Expenses-BD Capital	4,488,793	9,271,181	2,139,033	6,511,840
Deferred Tax Expenses/(benefit)-BD Capital	1,195,486	-	(530,522)	-
	62,333,730	76,566,367	17,911,398	34,272,363
Net Profit after Taxation	182,076,207	235,488,863	88,448,468	143,053,315
Attributable to	182,076,207	235,488,863	88,448,468	143,053,315
Shareholder of the Company	146,598,374	208,148,148	71,526,155	124,072,686
Non-controlling Interest	35,477,832	27,340,715	16,922,312	18,980,629
Net Profit available for distribution	146,598,374	208,148,148	71,526,155	124,072,686
Appropriations				
Statutory Reserve	14,105,678	20,125,392	7,326,986	10,177,686
General Reserve	-	-	-	-
Retained Earnings	132,492,696	188,022,756	64,199,170	113,895,001
	146,598,374	208,148,148	71,526,155	124,072,686
Earnings Per Share	0.78	1.11	0.38	0.66

Sd/ CFO	Sd/ Company Secretary	Sd/ Managing Director	Sd/ Director	Sd/ Chairman
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Bangladesh Finance Limited
Consolidated Cash Flow Statement
For the period ended 30 June 2022

	30-Jun-22	30-Jun-21
	BDT	BDT
Cash Flow from Operating Activities		
Interest received	839,002,831	742,643,626
Interest paid	(505,641,500)	(510,731,040)
Dividend received	7,377,267	8,325,179
Fees & Commission received	81,885,840	42,548,531
Cash Payments to Employees	(97,102,319)	(76,990,682)
Cash Payments to Suppliers	(8,843,144)	(5,173,510)
Income Tax Paid	(61,345,744)	(25,799,108)
Received from other Operating activities	102,348,140	140,767,574
Payments for other Operating activities	(32,876,792)	(24,329,295)
Cash generated from operating activities before changes in Operating Assets & Liabilities	324,804,581	291,261,277
Changes in Operating Assets and Liabilities		
Purchases/Sale of Trading Securities	(180,342,230)	59,160,537
Loans and Lease Finance to Customers	(417,547,178)	(73,435,683)
Other Assets	60,866,875	19,728,385
Deposits	705,618,766	(325,062,908)
Other Liabilities	(276,027,169)	298,249,198
Sub Total	(107,430,937)	(21,360,472)
A) Net Cash flows from Operating Activities	217,373,644	269,900,806
Cash flows from Investing Activities		
Purchase/sale of non trading securities	-	-
Proceeds from Sale of fixed assets	215,000	3,191,598
(Purchase)/disposal of fixed assets including right-of-use assets	(34,086,032)	(3,879,968)
B) Net Cash flows from Investing Activities	(33,871,032)	(688,370)
Cash flows from Financing Activities		
Increase/(decrease) of borrowings	(56,412,930)	(11,011,198)
Payment for lease liabilities	(12,873,643)	(13,303,583)
Dividend Paid	(106,548,830)	(268,047,373)
C) Net Cash flows from Financing Activities	(175,835,403)	(292,362,153)
D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	7,667,209	(23,149,718)
E) Cash & Cash Equivalents at the beginning of the period	1,561,367,775	1,004,221,597
F) Cash & Cash Equivalents at the end of the period(D+E)	1,569,034,984	981,071,879
Net Operating Cash Flows per share (NOCFPS)	1.15	1.43

Sd/ CFO	Sd/ Company Secretary	Sd/ Managing Director	Sd/ Director	Sd/ Chairman
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Bangladesh Finance Limited
Consolidated Statement of Changes in Shareholders' Equity
For the period ended 30 June 2022

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 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 period 2022									
6% Stock Dividend - 2021	106,548,830	-	-	-	-	(106,548,830)	-	-	-
6% Cash Dividend - 2021	-	-	-	-	-	(106,548,830)	(106,548,830)	-	(106,548,830)
Profit/(Loss) for the period	-	-	-	-	-	146,598,374	146,598,374	35,477,832	182,076,207
Revaluation Surplus	-	-	-	-	(702,192)	702,192	-	-	-
Transfer to statutory reserve	-	14,105,678	-	-	-	(14,105,678)	-	-	-
	106,548,830	14,105,678	-	-	(702,192)	(79,902,772)	40,049,544	35,477,832	75,527,376
Balance as at 30 June 2022	1,882,362,670	476,568,871	-	33,744,750	409,798,172	385,314,744	3,187,789,208	540,274,211	3,728,063,419
Balance as at 01 January 2021	1,675,296,080	408,824,581	-	33,744,750	411,904,748	462,642,825	2,992,412,984	505,476,702	3,497,889,686
Changes during the period 2021									
6% Stock Dividend - 2020	100,517,760	-	-	-	-	(100,517,760)	-	-	-
6% Cash Dividend - 2020	-	-	-	-	-	(100,517,765)	(100,517,765)	-	(100,517,765)
Profit/(Loss) for the period	-	-	-	-	-	208,148,153	208,148,153	27,340,715	235,488,868
Revaluation Surplus	-	-	-	-	(702,192)	702,192	-	-	-
Transfer to statutory reserve	-	20,125,392	-	-	-	(20,125,392)	-	-	-
	100,517,760	20,125,392	-	-	(702,192)	(12,310,572)	107,630,388	27,340,715	134,971,103
Balance as at 30 June 2021	1,775,813,840	428,949,973	-	33,744,750	411,202,556	450,332,253	3,100,043,372	532,817,417	3,632,860,789

Sd/ CFO Sd/ Company Secretary Sd/ Managing Director Sd/ Director Sd/ Chairman

Bangladesh Finance Limited

Selected explanatory notes to the accounts
As at and for the period ended 30 June 2022

Principal activities and nature of operation

The Company provides 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 base finance, home loan, loan against deposit and personal loan to the enterprises, professionals and others.

Basis of preparation of the financial statements

The consolidated financial statements and separate financial statements of the Company have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement and investment in marketable securities which are stated at market value in accordance with International Accounting Standards(IAS) and International Financial Reporting Standards (IFRS) 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 & Chittagong Stock Exchanges and other applicable laws and regulations.

Basis of measurement

This financial statements have been prepared based on International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) 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, 2021, as they provide and update to previously reported information.

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 minority shareholders being deducted as 'non-controlling interest'

	30-Jun-22	31-Dec-21
	BDT	BDT
Consolidated Net Asset Value Per Share (NAV):		
Total Shareholders' equity	3,187,789,208	3,147,739,663
No. of shares outstanding	188,236,267	177,581,384
NAV per Share	16.94	17.73
NAV per Share (Restated)	16.94	16.72
	30-Jun-22	30-Jun-21
	BDT	BDT
Consolidated Earnings Per Share (EPS)		
Net profit after tax	146,598,374	208,148,148
No. of shares outstanding	188,236,267	177,581,384
EPS	0.78	1.17
EPS (Restated)	0.78	1.11

To address the credit risk following the impact of Covid-19, the Group's financial performance declined compared to the same period of previous year as a result of keeping additional interest suspense and providing extra provisions against Loan, Lease, and Investment as a conservative strategy.

	30-Jun-22 BDT	30-Jun-21 BDT
Consolidated Net Operating Cash Flow Per Share (NOCFPS):		
Net cash from operating activities	217,373,644	269,900,806
No. of shares outstanding	188,236,267	177,581,384
NOCPs	1.15	1.52
NOCPs (Restated)	1.15	1.43

The consolidated Net Operating Cash Flows Per Share decreased due to disbursement of loan/lease and investment in securities compared to the same period of previous year.

Reconciliation of cash flows from operating activities:

Net profit after tax	182,076,207	235,488,863
Items not involved in cash movement:		
Add: Depreciation/amortization	21,676,832	21,408,138
Add: Provision for loans and investments	67,300,000	35,036,175
Add: Provision for taxation	62,333,730	76,566,367
Add/(Less): Accrued expenses	(118,192,673)	2,319,302
Add/(Less): Accrued income	(71,130,288)	(101,979,321)
Increase/(Decrease) in Employee gratuity	(715,522)	(745,469)
Increase/(Decrease) in Deferred tax (Liability)	(326,434)	7,555,159
Adjustments to reconcile net profit after tax to net cash provided by operating activities	143,021,852	275,649,214

Changes in Operating Assets and Liabilities

(Increase)/Decrease in Trading Securities	(180,342,230)	59,160,537
(Increase)/Decrease in Loans & advances	(417,547,178)	(73,435,683)
(Increase)/Decrease in Other assets	243,553,258	21,770,945
Increase/(Decrease) in Other Liabilities	(262,757,258)	284,929,318
Increase/(Decrease) in Term & other deposits	705,618,766	(325,062,908)
Increase/(Decrease) in Payable and accrued expenses	(13,032,024)	1,450,894
(Increase)/Decrease in Income tax	(61,345,744)	(25,799,108)
Increase/(Decrease) in Interest suspense	60,204,204	51,237,596

Sub Total	74,351,792	(5,748,409)
Net cash flows from/(used in) operating activities	217,373,644	269,900,805

Subsequent events:

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of this financial statement to make proper evaluation and decision.

The details of the published half-yearly financial statements are also available in the website of the company www.bd.finance