

Bangladesh Finance And Investment Company Limited
Consolidated Balance Sheet
As at 30 June 2020

| | <u>Provisional & un-Audited</u> | |
|-----------------------------------------------------------------------------------|-------------------------------------|------------------------------|
| | <u>30-Jun-20</u> | <u>31-Dec-19</u> |
| | <u>BDT</u> | <u>BDT</u> |
| PROPERTY AND ASSETS | | |
| Cash | | |
| Cash in hand | 115,715 | 108,565 |
| Balance with Bangladesh Bank | 65,188,148 | 116,081,415 |
| | 65,303,863 | 116,189,980 |
| Balance with other Banks and Financial Institutions | | |
| Inside Bangladesh | 890,889,429 | 702,169,072 |
| Outside Bangladesh | - | - |
| | 890,889,429 | 702,169,072 |
| Money at call and short notice | | |
| | - | - |
| Investment in Securities | | |
| Government | - | - |
| Others | 743,691,411 | 806,269,974 |
| | 743,691,411 | 806,269,974 |
| Lease, Loans and Advances | | |
| In Bangladesh | 12,644,783,714 | 13,366,885,299 |
| Outside Bangladesh | - | - |
| | 12,644,783,714 | 13,366,885,299 |
| Fixed Assets including Premises, Furniture and Fixtures | | |
| | 400,327,633 | 415,767,051 |
| Other Assets | | |
| | 1,589,952,815 | 1,542,986,738 |
| Non Banking Assets | | |
| | 212,121,062 | 212,121,062 |
| Total Assets | <u>16,547,069,926</u> | <u>17,162,389,173</u> |
| LIABILITIES AND CAPITAL | | |
| Liabilities | | |
| Financing (Borrowings) from other Banks, Financial Institutions and Agents | 3,112,841,297 | 3,329,630,807 |
| Deposits and other Accounts | 8,181,914,560 | 8,837,068,361 |
| Other Liabilities | 1,944,049,356 | 1,761,518,851 |
| Total Liabilities | <u>13,238,805,213</u> | <u>13,928,218,020</u> |
| Capital/ Shareholders' Equity | | |
| Share Capital | 1,675,296,080 | 1,675,296,080 |
| Statutory Reserve | 379,653,131 | 363,659,793 |
| General Reserve | - | - |
| Capital Reserve | 33,744,750 | 33,744,750 |
| Revaluation Surplus on Land & Building | 295,243,020 | 295,243,020 |
| Retained Earnings | 436,133,234 | 374,423,402 |
| Total Shareholders' Equity | 2,820,070,215 | 2,742,367,044 |
| Non Controlling Interest | 488,194,497 | 491,804,108 |
| Total Liabilities & Shareholders' Equity | <u>16,547,069,926</u> | <u>17,162,389,173</u> |

Bangladesh Finance And Investment Company Limited
Consolidated Balance Sheet
As at 30 June 2020

| | Provisional & un-Audited | |
|-----------------------------------------------------------------------|-------------------------------------|--------------------|
| | 30-Jun-20 | 31-Dec-19 |
| | BDT | BDT |
| OFF BALANCE SHEET EXPOSURES | | |
| CONTINGENT LIABILITIES | | |
| Acceptances and Endorsements | - | - |
| Letters of Guarantee | 100,000,000 | 100,000,000 |
| Irrevocable Letters of Credit | - | - |
| Bills for Collection | - | - |
| Total | 100,000,000 | 100,000,000 |
| 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 | 100,000,000 | 100,000,000 |
| Net Asset Value per share (NAV) | 16.83 | 16.37 |

Sd/
CFO

Sd/
Company Secretary

Sd/
Managing Director

Sd/
Director

Sd/
Chairman

Bangladesh Finance And Investment Company Limited
Consolidated Profit and Loss Account
For the period ended 30 June 2020

| | <u>Provisional & Un-audited</u> | | | |
|----------------------------------------------------|-------------------------------------|---------------------|--------------------|--------------------|
| | Jan-Jun-20 BDT | Jan-Jun-19 BDT | Apr-Jun-20 BDT | Apr-Jun-19 BDT |
| Interest Income | 866,804,166 | 948,121,185 | 394,907,999 | 468,960,883 |
| Less: Interest paid on Deposits & Borrowings | 661,524,563 | 687,849,790 | 296,308,854 | 348,886,536 |
| Net Interest Income | 205,279,603 | 260,271,395 | 98,599,145 | 120,074,348 |
| Income from Investment in securities | 25,696,537 | (179,463,351) | 3,100,690 | 23,786,918 |
| Commission, Exchange and Brokerage | 14,588,448 | 41,517,443 | 837,296 | 15,499,302 |
| Other Operating Income | 14,093,941 | 64,556,089 | 2,393,552 | 8,378,246 |
| | 54,378,926 | (73,389,819) | 6,331,538 | 47,664,466 |
| Total Operating Income | 259,658,529 | 186,881,576 | 104,930,683 | 167,738,813 |
| Salaries and Allowances | 66,414,828 | 71,623,207 | 34,255,039 | 39,700,337 |
| Rent, Taxes, Insurances, Electricity etc. | 3,037,697 | 14,592,246 | (3,857,643) | 7,845,494 |
| Legal Expenses | 485,729 | 1,035,459 | 55,850 | 460,254 |
| Postage, Stamps, Telecommunication etc. | 1,637,872 | 1,959,836 | 709,870 | 1,001,047 |
| Stationery, Printings, Advertisements etc. | 911,296 | 3,087,380 | 125,965 | 1,089,757 |
| Managing Director's Salary and Allowances | 1,500,000 | 3,750,000 | - | 2,250,000 |
| Directors' Fees and Conveyance | 80,000 | 499,750 | 80,000 | 435,750 |
| Auditors' Fees | - | - | - | - |
| Depreciation & Repairs of Assets | 22,649,212 | 18,071,457 | 15,647,988 | 10,320,303 |
| Other Expenses | 13,047,558 | 28,209,403 | 3,105,147 | 11,732,501 |
| Total Operating Expenses | 109,764,193 | 142,828,737 | 50,122,216 | 74,835,443 |
| Profit before Provision | 149,894,336 | 44,052,839 | 54,808,466 | 92,903,370 |
| Specific provisions for Classified Investment | 50,000,000 | 27,817,976 | 10,000,000 | 33,923,827 |
| General Provisions for Unclassified Investor | - | 24,178,499 | - | 364 |
| Provisions for Other Receivables | - | - | - | - |
| Provisions for Investment in Securities | (28,293,689) | (87,726,360) | 5,619,810 | 13,626,477 |
| Total Provision | 21,706,311 | (35,729,885) | 15,619,810 | 47,550,668 |
| Total Profit before Provisions for Taxation | 128,188,025 | 79,782,724 | 39,188,656 | 45,352,703 |
| Deferred Tax Expenses/(Benefit) | (2,722,088) | - | (4,531,199) | - |
| Current Tax Expenses-BD Finance | 53,004,101 | 35,997,127 | 27,317,848 | 14,101,552 |
| Current Tax Expenses-BD Securities Ltd. | 3,354,096 | 6,789,382 | 898,032 | 2,248,737 |
| Current Tax Expenses-BD Capital Holding Ltd. | 458,355 | 144,541 | (20,618) | 17,825 |
| | 54,094,465 | 42,931,049 | 23,664,063 | 16,368,114 |
| Net Profit after Taxation | 74,093,560 | 36,851,675 | 15,524,594 | 28,984,588 |
| Attributable to | 74,093,560 | 36,851,675 | 15,524,594 | 28,984,588 |
| Shareholder of the Company | 77,703,171 | 38,528,641 | 19,741,575 | 30,069,192 |
| Non-controlling Interest | (3,609,611) | (1,676,966) | (4,216,981) | (1,084,604) |
| Net Profit available for distribution | 77,703,171 | 38,528,641 | 19,741,575 | 30,069,192 |
| Appropriations | | | | |
| Statutory Reserve | 15,993,338 | 11,999,042 | 5,692,605 | 4,700,517 |
| General Reserve | - | - | - | - |
| Retained Earnings | 61,709,833 | 26,529,598 | 14,048,970 | 25,368,675 |
| | 77,703,171 | 38,528,641 | 19,741,575 | 30,069,192 |
| Earnings Per Share | 0.46 | 0.23 | 0.12 | 0.18 |

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

Bangladesh Finance And Investment Company Limited

Consolidated Cash Flow Statement

For the period ended 30 June 2020

| | <u>Provisional & un-Audited</u> | |
|------------------------------------------------------------------------------------------------------|-------------------------------------|----------------------|
| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
| | <u>BDT</u> | <u>BDT</u> |
| Cash Flow from Operating Activities | | |
| Interest received | 815,249,875 | 937,100,249 |
| Interest paid | (609,386,683) | (690,340,064) |
| Dividend received | 4,487,248 | 6,301,389 |
| Fees & Commission received | 14,746,884 | 38,887,019 |
| Cash Payments to Employees | (67,914,828) | (75,373,207) |
| Cash Payments to Suppliers | (1,277,401) | (3,514,740) |
| Income Tax Paid | (7,633,087) | (9,000,033) |
| Received from other Operating activities | 35,084,794 | (118,578,227) |
| Payments for other Operating activities | (32,277,748) | (53,447,247) |
| Cash generated from operating activities before changes in Operating Assets & Liabilities | 151,079,053 | 32,035,140 |
| Changes in Operating Assets and Liabilities | | |
| Purchases/Sale of Trading Securities | 62,578,563 | 230,798,598 |
| Loans and Lease Finance to Customers | 722,101,585 | 311,760,881 |
| Other Assets | 3,662,488 | (22,581,988) |
| Deposits | (655,153,801) | (614,606,419) |
| Other Liabilities | 72,259,113 | (26,057,405) |
| Sub Total | 205,447,948 | (120,686,333) |
| A) Net Cash flows from Operating Activities | 356,527,001 | (88,651,193) |
| Cash flows from Investing Activities | | |
| Purchase/sale of non trading securities | - | - |
| Proceeds from Sale of fixed assets | - | - |
| Purchases/sale of Property, Plant & Equipment | (1,903,250) | (6,216,534) |
| B) Net Cash flows from Investing Activities | (1,903,250) | (6,216,534) |
| Cash flows from Financing Activities | | |
| Increase/(decrease) of borrowings | (216,789,511) | (32,084,810) |
| Share Capital - Right Issue | - | - |
| Dividend Paid | - | - |
| C) Net Cash flows from Financing Activities | (216,789,511) | (32,084,810) |
| D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C) | 137,834,241 | (126,952,538) |
| E) Cash & Cash Equivalents at the beginning of the period | 818,359,052 | 874,738,299 |
| F) Cash & Cash Equivalents at the end of the period(D+E) | 956,193,292 | 747,785,761 |
| Net Operating Cash Flows per share (NOCFPS) | 2.13 | (0.53) |

Sd/
CFO

Sd/
Company Secretary

Sd/
Managing Director

Sd/
Director

Sd/
Chairman

Bangladesh Finance And Investment Company Limited
Consolidated Statement of Changes in Shareholders' Equity
For the period ended 30 June 2020

Provisional & un-Audited

| 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 2020 | 1,675,296,082 | 363,659,793 | - | 33,744,750 | 295,243,020 | 374,423,401 | 2,742,367,046 | 491,804,108 | 3,234,171,152 |
| Changes during the period 2020 | | | | | | | | | |
| Issue of Bonus Share | - | - | - | - | - | - | - | - | - |
| Cash Dividend | - | - | - | - | - | - | - | - | - |
| Profit/(Loss) for the period | - | - | - | - | - | 77,703,171 | 77,703,171 | (3,609,611) | 74,093,560 |
| Capital Reserve | - | - | - | - | - | - | - | - | - |
| Revaluation Surplus | - | - | - | - | - | - | - | - | - |
| Transfer to statutory reserve | - | 15,993,338 | - | - | - | (15,993,338) | - | - | - |
| | - | 15,993,338 | - | - | - | 61,709,833 | 77,703,171 | (3,609,611) | 74,093,560 |
| Balance as at 30 June 2020 | 1,675,296,082 | 379,653,131 | - | 33,744,750 | 295,243,020 | 436,133,234 | 2,820,070,217 | 488,194,498 | 3,308,264,712 |
| Balance as at 30 June 2019 | 1,675,296,082 | 332,006,284 | - | 33,744,750 | 295,243,020 | 256,476,747 | 2,592,766,883 | 487,630,457 | 3,080,397,337 |

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

Bangladesh Finance And Investment Company Limited
Balance Sheet
As at 30 June 2020

| | Provisional & un-Audited | |
|----------------------------------------------------------------------------------|-------------------------------------|-----------------------|
| | 30-Jun-20 | 31-Dec-19 |
| | BDT | BDT |
| PROPERTY AND ASSETS | | |
| Cash | | |
| Cash in hand | 68,547 | 48,063 |
| Balance with Bangladesh Bank | 65,188,148 | 116,081,415 |
| | 65,256,695 | 116,129,478 |
| Balance with other Banks and Financial Institutions | | |
| Inside Bangladesh | 824,996,435 | 608,745,088 |
| Outside Bangladesh | - | - |
| | 824,996,435 | 608,745,088 |
| Money at call and short notice | | |
| | - | - |
| Investment in Securities | | |
| Government | - | - |
| Others | 228,002,027 | 283,611,618 |
| | 228,002,027 | 283,611,618 |
| Lease, Loans and Advances | | |
| In Bangladesh | 12,407,367,501 | 13,143,708,954 |
| Outside Bangladesh | - | - |
| | 12,407,367,501 | 13,143,708,954 |
| Fixed Assets including Premises, Furniture and Fixtures | | |
| | 390,820,810 | 404,671,431 |
| Other Assets | | |
| | 1,328,547,519 | 1,262,957,914 |
| Non Banking Assets | | |
| | 212,121,062 | 212,121,062 |
| Total Assets | | |
| | 15,457,112,047 | 16,031,945,543 |
| LIABILITIES AND CAPITAL | | |
| Liabilities | | |
| Financing (Borrowings) from other Banks financial Institutions and Agents | | |
| | 2,913,845,684 | 3,097,255,534 |
| Deposits and other Accounts | | |
| Term Deposits | 7,748,086,954 | 8,273,982,765 |
| Other Deposits | 319,367,731 | 428,936,445 |
| Advance Rent & Installments | 114,459,876 | 134,149,152 |
| Bills Payable | - | - |
| Other Liabilities | | |
| | 1,669,958,929 | 1,486,195,465 |
| Total Liabilities | | |
| | 12,765,719,174 | 13,420,519,360 |
| Capital/Shareholders' Equity | | |
| Share Capital | 1,675,296,080 | 1,675,296,080 |
| Statutory Reserve | 379,653,131 | 363,659,793 |
| General Reserve | - | - |
| Revaluation Surplus on Land & Building | 295,243,020 | 295,243,020 |
| Retained earnings | 341,200,641 | 277,227,289 |
| Total Shareholders' Equity | 2,691,392,872 | 2,611,426,182 |
| Total Liabilities & Shareholders' Equity | 15,457,112,047 | 16,031,945,543 |

Bangladesh Finance And Investment Company Limited
Balance Sheet
As at 30 June 2020

| | Provisional & un-Audited | |
|-----------------------------------------------------------------------|-------------------------------------|--------------------|
| | 30-Jun-20 | 31-Dec-19 |
| | BDT | BDT |
| OFF BALANCE SHEET EXPOSURES | | |
| CONTINGENT LIABILITIES | | |
| Acceptances and Endorsements | - | - |
| Letters of Guarantee | 100,000,000 | 100,000,000 |
| Irrevocable Letters of Credit | - | - |
| Bills for Collection | - | - |
| Total | 100,000,000 | 100,000,000 |
| 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 | 100,000,000 | 100,000,000 |
| Net Asset Value per share (NAV) | 16.07 | 15.59 |

Sd/
CFO

Sd/
Company Secretary

Sd/
Managing Director

Sd/
Director

Sd/
Chairman

Bangladesh Finance And Investment Company Limited
Baitul Hossain Building (2nd Floor), 27, Dilkusha C/A, Dhaka-1000
Profit and Loss Account
For the period ended 30 June 2020

| | Provisional & Un-audited | | | |
|----------------------------------------------------|-------------------------------------|----------------------|--------------------|--------------------|
| | Jan-Jun 20 | Jan-Jun 19 | Apr-Jun-20 | Apr-Jun-19 |
| | Taka | Taka | Taka | Taka |
| Interest Income | 852,912,596 | 922,161,848 | 388,861,393 | 454,163,669 |
| Less: Interest paid on Deposits & Borrowings et | 648,378,642 | 664,441,762 | 289,926,682 | 335,389,792 |
| Net Interest Income | 204,533,953 | 257,720,086 | 98,934,711 | 118,773,878 |
| Income from Investment in securities | 15,169,791 | (182,267,619) | - | 1,006,196 |
| Commission, Exchange and Brokerage | 460,000 | 26,355 | - | 16,905 |
| Other Operating Income | 16,551,221 | 67,371,109 | 3,621,632 | 10,089,781 |
| | 32,181,012 | (114,870,155) | 3,621,632 | 11,112,882 |
| Total Operating Income | 236,714,965 | 142,849,931 | 102,556,343 | 129,886,760 |
| Salaries and Allowances | 54,890,196 | 57,766,039 | 29,365,952 | 32,274,126 |
| Rent, Taxes, Insurances, Electricity etc. | 382,121 | 11,383,888 | (5,201,099) | 5,910,472 |
| Legal Expenses | 414,229 | 959,145 | - | 409,290 |
| Postage, Stamps, Telecommunication etc. | 1,144,601 | 1,396,696 | 478,339 | 629,513 |
| Stationery, Printings, Advertisements etc. | 774,825 | 2,815,635 | 51,600 | 1,036,279 |
| Managing Director's Salary and Allowances | 1,500,000 | 3,750,000 | - | 2,250,000 |
| Directors' Fees and Conveyance | 80,000 | 312,000 | 80,000 | 280,000 |
| Auditors' Fees | - | - | - | - |
| Depreciation & Repairs of NBFIs' Assets | 21,060,415 | 16,241,923 | 14,871,216 | 9,462,395 |
| Other Expenses | 5,465,760 | 10,235,791 | 1,160,664 | 6,106,356 |
| Total Operating Expenses | 85,712,148 | 104,861,117 | 40,806,672 | 58,358,430 |
| Profit before Provision | 151,002,817 | 37,988,814 | 61,749,671 | 71,528,329 |
| Specific provisions for Classified Investment | 50,000,000 | 27,817,976 | 10,000,000 | 33,923,827 |
| General Provisions for Unclassified Investment | - | 24,178,499 | - | 364 |
| Provisions for Other Receivables | - | - | - | - |
| Provisions for Investment in Securities | (29,245,887) | (110,000,000) | 500,000.00 | - |
| Total Provision | 20,754,113 | (58,003,525) | 10,500,000 | 33,924,191 |
| Total Profit before Provisions for Taxation | 130,248,704 | 95,992,339 | 51,249,671 | 37,604,139 |
| Deferred Tax Expenses/(benefit) | (2,722,088) | - | (4,531,199) | - |
| Current Tax Expenses | 53,004,101 | 35,997,127 | 27,317,848 | 14,101,552 |
| | 50,282,013 | 35,997,127 | 22,786,649 | 14,101,552 |
| Net Profit after Taxation | 79,966,691 | 59,995,212 | 28,463,023 | 23,502,587 |
| Appropriations | | | | |
| Statutory Reserve | 15,993,338 | 11,999,042 | 5,692,605 | 4,700,517 |
| General Reserve | - | - | - | - |
| Retained Earnings | 63,973,353 | 47,996,169 | 22,770,418 | 18,802,069 |
| | 79,966,691 | 59,995,212 | 28,463,023 | 23,502,587 |
| Earnings Per Share | 0.48 | 0.36 | 0.17 | 0.14 |

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

Bangladesh Finance And Investment Company Limited
Cash Flow Statement
For the period ended 30 June 2020

| | Provisional & un-Audited | |
|------------------------------------------------------------------------------------------------------|-------------------------------------|----------------------|
| | 30-Jun-20 | 30-Jun-19 |
| | BDT | BDT |
| Cash Flow from Operating Activities | | |
| Interest received | 801,358,305 | 911,140,912 |
| Interest paid | (597,242,557) | (666,932,036) |
| Dividend received | 588,393 | 1,677,508 |
| Fees & Commission received | 460,000 | 26,355 |
| Cash Payments to Employees | (56,390,196) | (61,516,039) |
| Cash Payments to Suppliers | (774,825) | (2,815,635) |
| Income Tax Paid | (4,668,429) | (2,335,514) |
| Received from other Operating activities | 31,132,619 | (116,574,018) |
| Payments for other Operating activities | (12,793,256) | (31,865,433) |
| Cash generated from operating activities before changes in Operating Assets & Liabilities | 161,670,054 | 30,806,099 |
| Changes in Operating Assets and Liabilities | | |
| Purchases/Sale of Trading Securities | 55,609,591 | 175,865,334 |
| Loans and Lease Finance to Customers | 736,341,452 | 341,925,885 |
| Other Assets | (14,893,470) | (35,530,427) |
| Deposits | (655,153,801) | (614,606,419) |
| Other Liabilities | 67,117,836 | (3,229,336) |
| Sub Total | 189,021,610 | (135,574,963) |
| A) Net Cash from Operating Activities | 350,691,663 | (104,768,864) |
| Cash flows from Investing Activities | | |
| Purchase/sale of non trading securities | - | - |
| Proceeds from Sale of fixed assets | - | - |
| Purchases/sale of Property, Plant & Equipments | (1,903,250) | (2,215,859) |
| B) Net Cash from Investing Activities | (1,903,250) | (2,215,859) |
| Cash flows from Financing Activities | | |
| Increase/(decrease) of borrowings | (183,409,850) | 35,175,555 |
| Dividend Paid | - | - |
| C) Net Cash from Financing Activities | (183,409,850) | 35,175,555 |
| D) Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C) | 165,378,564 | (71,809,168) |
| E) Cash and cash equivalents at the beginning of the period | 724,874,566 | 792,125,441 |
| F) Cash and cash equivalents at the end of the period (D+E) | 890,253,130 | 720,316,273 |
| Net Operating Cash Flow per share | 2.09 | (0.63) |

Sd/
CFO

Sd/
Company Secretary

Sd/
Managing Director

Sd/
Director

Sd/
Chairman

Bangladesh Finance And Investment Company Limited
Statement of Changes in Shareholders' Equity
For the period ended 30 June 2020

Provisional & un-Audited

| Particular | Share capital BDT | Statutory reserve BDT | General reserve BDT | Revaluation Surplus BDT | Retained earnings BDT | Total BDT |
|---------------------------------------|-------------------------|-----------------------------|---------------------------|-------------------------------|-----------------------------|----------------------|
| Balance as at 01 January 2020 | 1,675,296,080 | 363,659,793 | - | 295,243,020 | 277,227,289 | 2,611,426,181 |
| Changes during the period 2020 | | | | | | |
| Issue of Bonus Share | - | - | - | - | - | - |
| Profit/(Loss) for the period | - | - | - | - | 79,966,691 | 79,966,691 |
| Transfer to statutory reserve | - | 15,993,338 | - | - | (15,993,338) | - |
| Revaluation of Land | - | - | - | - | - | - |
| | - | 15,993,338 | - | - | 63,973,353 | 79,966,691 |
| Balance as at 30 June 2020 | 1,675,296,080 | 379,653,131 | - | 295,243,020 | 341,200,641 | 2,691,392,872 |
| Balance as at 30 June 2019 | 1,675,296,080 | 332,006,284 | - | 295,243,020 | 150,613,253 | 2,453,158,637 |

Sd/
CFO

Sd/
Company Secretary

Sd/
Managing Director

Sd/
Director

Sd/
Chairman

Bangladesh Finance And Investment Company Limited

Selected explanatory notes to the accounts

For the period ended 30 June 2020

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 half-yearly 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, 2019, 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-20 | 31-Dec-19 |
|------------------------------------------------------|------------------|------------------|
| | BDT | BDT |
| Consolidated Net Asset Value Per Share (NAV): | | |
| Total Shareholders' equity | 2,820,070,215 | 2,742,367,044 |
| No. of shares outstanding | 167,529,608 | 167,529,608 |
| NAV per Share | 16.83 | 16.37 |
| NAV per Share (Restated) | 16.83 | 16.37 |

| | 30-Jun-20 BDT | 30-Jun-19 BDT |
|----------------------------------------------|--------------------------------|--------------------------------|
| Consolidated Earnings Per Share (EPS) | | |
| Net profit after tax | 77,703,171 | 38,528,641 |
| No. of shares outstanding | 167,529,608 | 167,529,608 |
| EPS | 0.46 | 0.23 |
| EPS (Restated) | 0.46 | 0.23 |

Earnings per share increased on 30 June, 2020 due to realization of capital gain from investment in shares as against capital loss compared to the same period of previous year.

Consolidated Net Operating Cash Flow Per Share (NOCFPS):

| | | |
|------------------------------------|-------------|--------------|
| Net cash from operating activities | 356,527,001 | (88,651,193) |
| No. of shares outstanding | 167,529,608 | 167,529,608 |
| NOCPS | 2.13 | (0.53) |
| NOCPS (Restated) | 2.13 | (0.53) |

Net operating cash flows per share increased on 30 June, 2020 due to conservative disbursement and realized gain from sale of marketable securities compared to the same period of previous year.

Reconciliation of cash flows from operating activities:

| | | |
|------------------------------------------------------------------|--------------------|----------------------|
| Net profit after tax | 74,093,560 | 36,851,675 |
| Items not involved in cash movement: | | |
| Add: Depreciation/amortization | 17,342,668 | 10,493,544 |
| Add: Provision for loans and investments | 21,706,311 | (35,729,885) |
| Add: Provision for taxation | 54,094,465 | 42,931,049 |
| Add/(Less): Accrued expenses | 59,024,673 | 596,011 |
| Add/(Less): Accrued income | (66,696,632) | (27,176,912) |
| Increase/(Decrease) in Employee gratuity | (73,790) | - |
| Increase/(Decrease) in Deferred tax (Liability) | (3,560,659) | - |
| Adjustments to reconcile net profit after tax to net cash | 155,930,597 | 27,965,482 |
| Changes in Operating Assets and Liabilities | | |
| (Increase)/Decrease in Trading Securities | 62,578,563 | 230,798,598 |
| (Increase)/Decrease in Loans & advances | 722,101,585 | 311,760,881 |
| (Increase)/Decrease in Other assets | 21,784,587 | (23,599,452) |
| Increase/(Decrease) in Other Liabilities | (9,979,627) | (624,376,516) |
| Increase/(Decrease) in Term & other deposits | (655,153,801) | (11,779,415) |
| Increase/(Decrease) in Payable and accrued expenses | 52,164,143 | (4,001,271) |
| (Increase)/Decrease in Income tax | (8,041,388) | (9,190,868) |
| Increase/(Decrease) in Interest suspense | 15,142,341 | 13,771,368 |
| Sub Total | 200,596,404 | (116,616,675) |
| Net cash flows from/(used in) operating activities | 356,527,001 | (88,651,194) |

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.bdfinance.com.bd

Reconciliation of Net Profit with Cash Flows
from Operating Activities

| | BD Finance | |
|---------------------------------------------------------------------------------------------------|--------------------|----------------------|
| | 30-Jun-20 | 30-Jun-19 |
| | Taka | Taka |
| Net profit after tax | 79,966,691 | 59,995,212 |
| Items not involved in cash movement: | | |
| Add: Depreciation/amortization | 15,753,871 | 8,664,010 |
| Add: Provision for loans and investments | 20,754,113 | (58,003,525) |
| Add: Provision for taxation | 50,282,013 | 35,997,127 |
| Add/(Less): Accrued expenses | 54,788,751 | (137,639) |
| Add/(Less): Accrued income | (66,696,632) | (24,792,304) |
| Increase/(Decrease) in Employee gratuity | (73,790) | - |
| Increase/(Decrease) in Deferred tax (Liability) | (3,560,659) | - |
| Adjustments to reconcile net profit after tax to net cash provided by operating activities | 151,214,358 | 21,722,881 |
| Increase/(decrease) in operating assets and liabilities | | |
| (Increase)/Decrease in Trading Securities | 55,609,591 | 175,865,334 |
| (Increase)/Decrease in Loans & advances | 736,341,452 | 341,925,885 |
| (Increase)/Decrease in Other assets | 268,456 | (35,530,426) |
| Increase/(Decrease) in Other Liabilities | 801,608 | (625,887,513) |
| Increase/(Decrease) in Term & other deposits | (655,153,801) | 8,189,396 |
| Increase/(Decrease) in Payable and accrued expenses | 51,136,086 | (2,490,274) |
| (Increase)/Decrease in Income tax | (4,668,429) | (2,335,514) |
| Increase/(Decrease) in Interest suspense | 15,142,341 | 13,771,368 |
| | 199,477,305 | (126,491,745) |
| Net cash flows from/(used in) operating activities | 350,691,663 | (104,768,864) |

Reconciliation of Net Profit with Cash Flows
from Operating Activities

| | BD Finance Group | |
|---------------------------------------------------------------------------------------------------|-------------------------|----------------------|
| | 30-Jun-20 | 30-Jun-19 |
| | Taka | Taka |
| Net profit after tax | 74,093,560 | 36,851,675 |
| Items not involved in cash movement: | | |
| Add: Depreciation/amortization | 17,342,668 | 10,493,544 |
| Add: Provision for loans and investments | 21,706,311 | (35,729,885) |
| Add: Provision for taxation | 54,094,465 | 42,931,049 |
| Add/(Less): Accrued expenses | 59,024,673 | 596,011 |
| Add/(Less): Accrued income | (66,696,632) | (27,176,912) |
| Increase/(Decrease) in Employee gratuity | (73,790) | - |
| Increase/(Decrease) in Deferred tax (Liability) | (3,560,659) | - |
| Adjustments to reconcile net profit after tax to net cash provided by operating activities | 155,930,597 | 27,965,482 |
| Increase/(decrease) in operating assets and liabilities | | |
| (Increase)/Decrease in Trading Securities | 62,578,563 | 230,798,598 |
| (Increase)/Decrease in Loans & advances | 722,101,585 | 311,760,881 |
| (Increase)/Decrease in Other assets | 21,784,587 | (23,599,452) |
| Increase/(Decrease) in Other Liabilities | (9,979,627) | (624,376,516) |
| Increase/(Decrease) in Term & other deposits | (655,153,801) | (11,779,415) |
| Increase/(Decrease) in Payable and accrued expenses | 52,164,143 | (4,001,271) |
| (Increase)/Decrease in Income tax | (8,041,388) | (9,190,868) |
| Increase/(Decrease) in Interest suspense | 15,142,341 | 13,771,368 |
| | 200,596,404 | (116,616,675) |
| Net cash flows from/(used in) operating activities | 356,527,001 | (88,651,194) |