

1ST QUARTER

FINANCIAL STATEMENTS

AS AT 31 MARCH, 2020 (UN-AUDITED)



UNITED FINANCE LIMITED

As per SEC Notification No. SEC/CMRRCD/2008-183/Admin/03-34 dated September 27, 2009, United Finance Limited is pleased to publish its First Quarter Financial Statements (un-audited).

- Deposit Opportunities
- Working Capital Solutions
- Asset Financing Options

BALANCE SHEET (UN-AUDITED)

AS AT 31 MARCH 2020

	31-Mar-20 Taka	31-Dec-19 Taka
PROPERTY AND ASSETS		
Cash		
In hand	1,290,000	1,290,000
Balance with Bangladesh Bank and its agent bank(s)	336,360,325	299,485,200
	<u>337,650,324</u>	<u>300,775,200</u>
Balance with banks and other financial institutions		
In Bangladesh	2,776,123,973	3,520,942,167
Outside Bangladesh	-	-
	<u>2,776,123,973</u>	<u>3,520,942,167</u>
Money at call and short notice	-	-
Investments		
Government	-	-
Others	789,365,245	719,063,714
	<u>789,365,245</u>	<u>719,063,714</u>
Lease, loans and advances		
Lease receivable	8,109,311,909	7,807,923,700
Loans, cash credits, overdrafts, etc.	7,315,620,223	7,181,422,947
	<u>15,424,932,133</u>	<u>14,989,346,647</u>
Fixed assets including land, building, furniture and fixtures	433,200,326	434,383,031
Other assets	1,802,145,514	1,765,316,317
Non-financial institutional assets	-	-
Total assets	<u>21,563,417,515</u>	<u>21,729,827,076</u>
LIABILITIES AND CAPITAL		
Liabilities		
Borrowing from banks, other financial institutions and agents	1,726,601,607	2,757,850,898
Deposits and other accounts		
Current deposits & other accounts, etc.	-	-
Bills payable	-	-
Savings bank deposits	-	-
Term deposits	12,701,944,056	11,822,377,508
Bearer certificates of deposit	-	-
Other deposits	528,616,624	515,699,110
	<u>13,230,560,680</u>	<u>12,338,076,618</u>
Other liabilities	3,399,090,964	3,456,875,912
Total liabilities	<u>18,356,253,251</u>	<u>18,552,803,428</u>
Capital/Shareholders' equity		
Paid-up capital	1,871,146,140	1,871,146,140
Share premium	3,750,000	3,750,000
Statutory reserve	879,400,000	879,400,000
General reserve	225,000,000	225,000,000
Retained earnings	227,868,124	197,727,508
Total Shareholders' equity	<u>3,207,164,264</u>	<u>3,177,023,648</u>
Total Liabilities and Shareholders' equity	<u>21,563,417,515</u>	<u>21,729,827,076</u>
Net asset value per share (NAV)	<u>17.14</u>	<u>16.98</u>
Restatement of NAV:		
Net asset	3,207,164,264	3,177,023,648
Number of outstanding shares (current year's)	187,114,614	187,114,614
NAV per share	<u>17.14</u>	<u>16.98</u>

OFF-BALANCE SHEET ITEMS

Contingent liabilities

Acceptances and endorsements	-	-
Letters of guarantee	73,597,915	61,037,915
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
	<u>73,597,915</u>	<u>61,037,915</u>

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	<u>73,597,915</u>	<u>61,037,915</u>

PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE FIRST QUARTER ENDED 31 MARCH, 2020

	Jan-Mar '20 Taka	Jan-Mar '19 Taka
OPERATING INCOME		
Interest income	526,128,598	598,250,000
Interest paid on deposits, borrowings, etc.	(341,949,021)	(365,614,246)
Net interest income	<u>184,179,577</u>	<u>232,635,754</u>
Investment income	20,978,380	21,392,063
Commission, exchange and brokerage	-	-
Other operating income	40,653,228	26,777,198
Total operating income (A)	<u>245,811,185</u>	<u>280,805,014</u>
OPERATING EXPENSES		
Salaries and allowances	110,076,452	97,121,592
Rent, taxes, insurance, electricity, etc.	5,299,719	5,451,264
Legal expenses	1,685,764	2,118,501
Postage, stamp, telecommunication, etc.	3,054,176	2,644,951
Stationery, printing, advertisements, etc.	1,146,950	1,940,131
Managing Director's salary and benefits	2,486,250	2,581,000
Directors' fees	73,333	108,611
Auditors' fees	143,751	115,000
Charges on loan losses	-	-
Depreciation and repair of assets	18,462,467	15,171,829
Other expenses	13,681,330	14,097,802
Total operating expenses (B)	<u>156,110,191</u>	<u>141,350,681</u>
Profit before provision against lease, loans and advances (C=A-B)	<u>89,700,994</u>	<u>139,454,333</u>
Provision for lease, loans and advances	26,704,911	13,517,449
Provision for diminution in value of investments	125,467	-
Other provisions	-	-
Total provision (D)	<u>26,830,378</u>	<u>13,517,449</u>
Operating profit before taxes (E=C-D)	<u>62,870,616</u>	<u>125,936,884</u>
Provision for taxation	-	-
Current tax	31,795,190	51,824,332
Deferred tax	934,810	2,740,142
Total provision for taxation (F)	<u>32,730,000</u>	<u>54,564,474</u>
Net profit after tax (E-F)	<u>30,140,616</u>	<u>71,372,410</u>
Appropriations		
Statutory reserve	-	-
General reserve	-	-
	<u>30,140,616</u>	<u>71,372,410</u>
Retained surplus	<u>30,140,616</u>	<u>71,372,410</u>
Earnings per share	<u>0.16</u>	<u>0.38</u>

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE FIRST QUARTER ENDED 31 MARCH 2020

Particulars	Share Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at 31 December 2019	1,871,146,140	3,750,000	879,400,000	225,000,000	197,727,508	3,177,023,648
Cash dividend for the year 2019	-	-	-	-	-	-
Net profit for the first quarter ended 31 March, 2020	-	-	-	-	30,140,616	30,140,616
Balance as at 31 March, 2020	<u>1,871,146,140</u>	<u>3,750,000</u>	<u>879,400,000</u>	<u>225,000,000</u>	<u>227,868,124</u>	<u>3,207,164,264</u>
Balance as at 31 March, 2019	<u>1,871,146,140</u>	<u>3,750,000</u>	<u>829,400,000</u>	<u>225,000,000</u>	<u>261,542,181</u>	<u>3,190,838,321</u>

CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE FIRST QUARTER ENDED 31 MARCH, 2020

	Jan-Mar '20 Taka	Jan-Mar '19 Taka
A) Cash flows from operating activities		
Interest receipts	520,995,444	661,956,624
Interest payments	(333,780,730)	(413,537,608)
Dividend receipts	2,555,245	7,241,289
Amount realised from written off clients	3,513,089	7,662,551
Payments to employees and suppliers	(194,225,119)	(172,794,211)
Income tax paid	(23,837,107)	(34,685,464)
Receipts from other operating activities	40,527,621	26,633,592
Payments for other operating activities	(25,177,078)	(15,004,510)
Cash generated from operating activities before changes in operating assets and liabilities	<u>(9,428,635)</u>	<u>67,472,262</u>
Change in operating assets and liabilities		
(Increase)/decrease in lease, loans and advances	(407,341,163)	93,129,327
Increase in other assets	(10,494,630)	(24,209,807)
Right-of-use assets	-	(188,442,592)
Increase/(decrease) in term and other deposits	892,484,062	(134,833,576)
Decrease in accrued expenses and payables	(96,253,102)	(38,887,853)
(Decrease)/Increase in short term loan	(1,149,588,761)	251,008,294
(Decrease)/Increase in interest suspense	(1,154,557)	32,060,867
(Decrease)/Increase in deferred liability-employees' gratuity	(1,755,813)	981,291
Increase in other liabilities	75,535,329	254,861,354
	<u>(698,568,636)</u>	<u>245,667,304</u>
Net cash from operating activities	<u>(707,997,271)</u>	<u>313,139,566</u>
B) Cash flows from investing activities		
Investment in shares	(100,000,000)	(68,070)
Redemption of shares	9,698,469	9,698,469
Redemption of commercial bond	20,000,000	-
Purchase of fixed assets	(15,889,305)	(5,044,379)
Proceeds from sale of fixed assets	1,555,447	1,172,750
Net cash from investing activities	<u>(84,635,389)</u>	<u>5,758,770</u>
C) Cash flows from financing activities		
Receipts of long term loan	249,743,671	-
Repayment of long term loan	(131,402,202)	(127,846,177)
Dividend paid	(33,651,879)	(32,154,668)
Net cash from financing activities	<u>84,689,590</u>	<u>(160,000,845)</u>
D) Net increase in cash and cash equivalents (A+ B + C)	(707,943,070)	158,897,492
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	3,821,717,367	3,379,976,615
G) Cash and cash equivalents at end of the period (D+E+F)	<u>3,113,774,297</u>	<u>3,538,874,107</u>
Cash and cash equivalents at end of the period		
Cash in hand	1,290,000	1,145,000
Balance with Bangladesh Bank and its agent bank(s)	336,360,325	275,295,163
Balance with banks and other financial institutions	2,776,123,973	3,262,433,944
Money at call and short notice	-	-
	<u>3,113,774,297</u>	<u>3,538,874,107</u>
Net operating cash flows per share	<u>(3.78)</u>	<u>1.67</u>

Chief Financial Officer

Company Secretary

Managing Director

Director

Chairman

United Finance Limited
Notes to the financial statements (Unaudited)
For the first quarter ended 31 March, 2020

1.0 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 shares of the Company are quoted on the Dhaka Stock Exchange Limited since 1994 and are transacted in dematerialised form through Central Depository Bangladesh Limited since 14 October 2004. The Company has its registered office at Camellia House, 22 Kazi Nazrul Islam Avenue, Dhaka.

1.2 Nature of operations and principal activities

The Company provides financial services which includes lease finance for acquiring assets for industrial and commercial use, term loans for meeting long term funding requirement, short-term working capital solutions and home loans to cater the needs of its diverse client base. The Company offers various deposit investment opportunities of predefined tenure ranging from 3 months to 11 years 3 months.

2.0 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.

3.0 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. Movement of Right of Use (ROU) Assets, Depreciation and Rent have been included due to implementation of IFRS-16 Leases (office rent).

4.0 Reporting currency and level of exactitude

The figures in the financial statements have been stated in Bangladeshi Taka which is the Company's functional currency and have been rounded off to the nearest integer.

5.0 Authorisation for issue of the financial statements

The Board of Directors of the Company has authorised these financial statements for issue on June 18, 2020.

	<u>31-Mar-20</u>	<u>31-Dec-19</u>
6.0 Cash		
Cash in hand	1,290,000	1,290,000
Balance with Bangladesh Bank and its agent bank(s)	336,360,325	299,485,200
	<u>337,650,324</u>	<u>300,775,200</u>
7.0 Balance with banks and other financial institutions		
In Bangladesh	2,776,123,973	3,520,942,167
Outside Bangladesh	-	-
	<u>2,776,123,973</u>	<u>3,520,942,167</u>
8.0 Money at call and short notice		
	-	-
	<u>-</u>	<u>-</u>



9.0 Investments

Investment classified as per nature

31-Mar-20**31-Dec-19****a) Government securities:**

National investment bonds
 Bangladesh Bank bills
 Government bonds
 Prize bonds

-	-
-	-
-	-
-	-
-	-

b) Other investment:

Investment in ordinary shares
 Investment in preference shares
 Investment in bonds

15,520,880	15,520,880
311,844,365	221,542,834
462,000,000	482,000,000
789,365,245	719,063,714
789,365,245	719,063,714

9.1 Investment in ordinary shares

Business Segment	No. of shares	Cost price	Market price
Insurance	4,450,000	15,000,000	154,415,000
Pharmaceuticals	3,744	34,040	83,866
Metallic Industries	4,979	47,420	103,065
Hotel & Resorts	3,916	37,300	309,756
Textile Industries	43,227	402,120	276,653
	4,505,866	15,520,880	155,188,339

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 31 March, 2020 there was a unrealized gain of Taka 139,792,927 except investment in textile industries on investment in marketable securities. Provision for diminution in value of investments in textile industries of Taka 125,467 is considered in profit & loss account due to decrease in market value than cost as on the balance sheet date.

10.0 Lease, loans and advances

Lease receivable (note-10.1)
 Loans (note-10.2)

8,109,311,909	7,807,923,700
7,315,620,223	7,181,422,947
15,424,932,133	14,989,346,647

10.1 Lease receivable

Net lease receivable
 Advances for leases
 Interest receivable

8,004,304,800	7,736,432,262
6,302,238	500,000
98,704,871	70,991,438
8,109,311,909	7,807,923,700

10.2 Loans

Term loan
 Home loan
 Short term loan
 Interest receivable

3,454,588,397	3,081,579,305
1,077,522,000	1,015,915,650
2,609,542,813	2,910,491,867
173,967,013	173,436,124
7,315,620,223	7,181,422,947

11.0 Fixed assets including land, building, furniture and fixtures**Cost**

Furniture and fixtures
 Office equipment
 Electrical equipment
 Motor vehicles
 Office space
 Right-of-use assets

122,699,909	122,460,397
585,229	585,229
113,817,599	106,987,330
72,902,514	70,772,474
177,890,411	177,890,411
188,442,592	188,442,592
676,338,254	667,138,433
(243,137,928)	(232,755,401)
433,200,326	434,383,031

Less: Accumulated depreciation



	<u>31-Mar-20</u>	<u>31-Dec-19</u>
12.0 Other assets		
Income generating:		
Income receivable	68,204,367	65,706,907
Non-income generating:		
Deferred tax assets (note-12.1)	4,368,793	5,303,604
Advance, deposit and prepaid expenses	44,510,494	33,178,209
Other receivables	1,726,967	1,629,812
Advance corporate tax	1,683,334,892	1,659,497,785
	<u>1,802,145,514</u>	<u>1,765,316,317</u>

12.1 Deferred tax asset

Deferred tax has been calculated 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	280,007,430	289,053,111	9,045,680
Liability to employees gratuity	2,604,435	-	2,604,435
	<u>282,611,865</u>	<u>289,053,111</u>	<u>11,650,115</u>

Applicable tax rate	37.50%
Deferred tax asset as on 31 March, 2020	4,368,793
Deferred tax asset as on 31 December, 2019	5,303,604
Deferred tax expense for the first quarter ended 31 March, 2020	<u>(934,810)</u>

13.0 Borrowing from banks, other financial institutions and agents

In Bangladesh	1,726,601,607	2,757,850,898
Outside Bangladesh	-	-
	<u>1,726,601,607</u>	<u>2,757,850,898</u>

14.0 Deposits and other accounts

Current deposits	-	-
Bills payable	-	-
Savings bank deposits	-	-
Term deposits	12,701,944,056	11,822,377,508
Bearer certificates of deposit	-	-
Other deposits	528,616,624	515,699,110
	<u>13,230,560,680</u>	<u>12,338,076,618</u>

15.0 Other liabilities

Provision for gratuity	2,604,435	4,360,248
Dividend payable	15,187,730	48,839,609
KFW interest differential fund	9,760,958	9,760,958
Interest suspense account	111,198,860	112,353,417
Accrued expenses and payables	604,814,532	682,961,500
Lease liabilities	162,975,309	168,191,695
Provision for lease, loans and advances	482,635,760	452,415,760
Provision on investment	20,125,467	20,000,000
Provision for income tax	1,989,787,914	1,957,992,724
	<u>3,399,090,964</u>	<u>3,456,875,912</u>



31-Mar-20

31-Dec-19

16.0 Share capital**16.1 Authorized capital**

300,000,000 ordinary shares of Taka 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 Taka 10 each issued for cash 70,000,000 70,000,000
 180,114,614 ordinary shares of Taka 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

<u>Particulars</u>	<u>No. of shares in '000</u>	<u>Face value</u>	<u>Taka '000</u>
Paid-up capital	187,114,614	10	1,871,146,140
Share premium			3,750,000
Preference share capital			NIL
Statutory reserve			879,400,000
General reserve			225,000,000
Retained earnings			227,868,124
Total shareholders' equity			<u>3,207,164,264</u>

Date of issue & other information:

<u>Date</u>	<u>Types of paid-up capital</u>	<u>No. of shares in '000</u>	<u>Face value per share</u>	<u>Taka '000</u>
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



31-Mar-20**31-Dec-19****17.0 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.

18.0 Statutory reserve

Balance as at January 01	879,400,000	829,400,000
Addition during the year	-	50,000,000
	879,400,000	879,400,000

19.0 General reserve

Balance at January 01	225,000,000	225,000,000
Transfer to retained earnings	-	-
Transfer from retained earnings	-	-
	225,000,000	225,000,000

20.0 Retained earnings

Balance at January 01	197,727,508	190,169,771
Less: Cash dividend for last year	-	(187,114,614)
Less: Issue of bonus shares for last year	-	-
Add: Transfer from general reserve	-	-
	197,727,508	3,055,157
Addition made during the year		
Net profit after tax	30,140,616	244,672,351
Transfer to general reserve	-	-
Transfer to statutory reserve	-	(50,000,000)
	30,140,616	194,672,351
	227,868,124	197,727,508

21.0 Net Asset Value Per Share (NAV)

Total Shareholders' equity	3,207,164,263	3,177,023,648
Number of shares outstanding	187,114,614	187,114,614
NAV per share	17.14	16.98
NAV per share (Restated)	17.14	16.98

22.0 Contingent liabilities**Off-Balance sheet items**

Off-Balance Sheet items represent guarantees issued to banks for opening letter of credit for equipment and machinery.

Letters of guarantee (Local)	73,597,915	61,037,915
Letters of guarantee (Foreign)	-	-
Foreign counter guarantees	-	-
	73,597,915	61,037,915



	<u>Jan-Mar'20</u>	<u>Jan-Mar'19</u>
23.0 Interest income		
Lease	244,150,174	281,112,281
Term loan and home loan	134,841,060	138,482,729
Short term financing	89,910,459	123,419,634
	468,901,693	543,014,644
Interest on balance with banks and other financial institutions	57,226,905	55,235,356
	526,128,598	598,250,000
24.0 Interest paid on deposits, borrowings etc.		
a) Interest paid on deposits		
Deposits from other than banks and financial institutions	276,028,591	227,784,351
Deposits from banks and financial institutions	22,198,864	88,412,730
Direct deposit expenses	6,207,567	4,441,147
Interest bearing security deposits	417,106	390,821
	304,852,128	321,029,049
b) Interest paid for borrowing		
Bank loans	10,208,334	13,244,583
Bangladesh Bank refinance	16,002,576	15,395,346
Call loan	499,583	4,687,500
Overdraft	6,849,102	8,709,909
	33,559,595	42,037,338
c) Interest expenses-lease liabilities		
	3,537,298	2,547,859
	3,537,298	2,547,859
	341,949,021	365,614,246
25.0 Investment income		
Interest on bonds	13,535,004	15,626,189
Dividend on shares	7,443,376	5,765,874
	20,978,380	21,392,063



	<u>Jan-Mar'20</u>	<u>Jan-Mar'19</u>
26.0 Other operating income		
Reimbursement - invoice processing and collection costs	3,775,752	4,530,434
Early repayment premium	3,289,499	2,200,703
Reimbursement-documentation costs	12,110,943	14,819,166
Late payment charges	18,439,026	4,402,670
Profit on sale of fixed assets	383,489	238,250
Miscellaneous earnings	2,654,519	585,975
	<u>40,653,228</u>	<u>26,777,198</u>
27.0 Salaries and allowances		
Basic salary, provident fund contribution and all other allowances	98,188,840	88,116,683
Festival and incentive bonus	11,887,612	9,004,909
	<u>110,076,452</u>	<u>97,121,592</u>
28.0 Rent, taxes, insurance, electricity etc.		
Rent, rate and taxes	75,492	159,961
Insurance	3,455,618	3,754,808
Electricity, gas and water	1,768,609	1,536,495
	<u>5,299,719</u>	<u>5,451,264</u>
Movement of Rent, rate and taxes have been included due to implementation of IFRS-16 Leases (office rent).		
29.0 Legal expenses		
Legal fees	1,478,126	1,946,001
Professional fees	207,638	172,500
	<u>1,685,764</u>	<u>2,118,501</u>
30.0 Postage, stamp, telecommunication etc.		
Stamp expenses	968,566	474,066
Postage and courier	123,288	144,995
Telephone, Mobile and internet	1,962,322	2,025,890
	<u>3,054,176</u>	<u>2,644,951</u>
31.0 Stationery, printing and advertisements etc.		
Printing and stationeries	1,015,256	1,672,668
Publicity and advertisements	131,694	267,463
	<u>1,146,950</u>	<u>1,940,131</u>
32.0 Managing Director's salary and benefits		
Remuneration	1,706,250	1,545,150
Other benefits	780,000	1,035,850
	<u>2,486,250</u>	<u>2,581,000</u>



	<u>Jan-Mar'20</u>	<u>Jan-Mar'19</u>
33.0 Directors' fees		
Directors' fees	73,333	108,611
	<u>73,333</u>	<u>108,611</u>
34.0 Auditors' fees		
Statutory audit fees	143,751	115,000
	<u>143,751</u>	<u>115,000</u>
35.0 Depreciation and repair of assets		
Depreciation:		
Furniture and fixture	2,154,060	1,787,841
Office equipment	13,224	7,403
Electrical equipment	2,886,192	2,398,651
Motor vehicles	2,684,822	2,430,993
Office space	1,111,815	1,111,815
Right-of-use assets	7,049,939	6,911,979
	<u>15,900,052</u>	<u>14,648,682</u>
Repairs of assets:		
Maintenance of electrical equipment, office equipment and other assets	2,562,415	523,147
	<u>2,562,415</u>	<u>523,147</u>
	<u>18,462,467</u>	<u>15,171,829</u>
Movement of depreciation and repair of assets (Right-of-use assets) have been included due to implementation of IFRS-16 Leases (office rent).		
36.0 Other expenses		
Training expenses	1,306,591	812,500
Books, magazines and newspapers etc.	22,527	22,393
Staffs' uniforms	1,000,575	503,723
Medical expenses	249,717	222,894
Fees and subscriptions	1,123,605	881,731
Bank charges	728,001	1,021,568
Excise duty expenses	476,650	461,500
Car expenses	397,541	3,053,692
Entertainment	1,012,292	741,609
Office expenses	1,143,546	447,739
Security services	2,175,119	2,180,292
Business promotion expenses	829,868	1,240,035
Annual General Meeting/Shareholder expenses	134,550	184,046
Travelling and conveyance expenses	3,080,748	2,324,080
	<u>13,681,330</u>	<u>14,097,802</u>



	<u>Jan-Mar'20</u>	<u>Jan-Mar'19</u>
37.0 Earnings Per Share (EPS):		
Net profit after tax	30,140,616	71,372,410
Number of shares outstanding	187,114,614	187,114,614
EPS	0.16	0.38
EPS (Restated)	0.16	0.38

38.0 Net Operating Cash Flow Per Share (NOCFPS):

Net cash from operating activities	(707,997,271)	313,139,566
Number of shares outstanding	187,114,614	187,114,614
NOCFPS	(3.78)	1.67
NOCFPS (Restated)	(3.78)	1.67

Net operating cash flows per share decreased on 31 March, 2020 due to payment of short term loan and decreased accrued expenses and payable compared to the same period of last year.

39.0 Reconciliation of cash flows from operating activities:

Particulars

Net profit after tax	30,140,616	71,372,410
Depreciation	15,900,052	14,648,682
Provision for lease, loans and advances	30,345,467	21,180,001
Provision for taxation	31,795,190	51,824,332
Profit on sale of fixed assets	(383,489)	(238,250)
(Decrease)/increase in short term loans	(1,149,590,761)	251,008,294
(Increase)/decrease in lease, loans and advances	(435,585,486)	123,564,707
Income tax paid	(23,837,107)	(34,685,464)
Increase/(decrease) in term deposit and other accounts	892,484,062	(134,833,576)
(Decrease)/increase in other liabilities	(86,273,726)	142,007,411
Increase in other assets	(12,992,090)	(4,266,392)
Increase in right-of-use assets	-	(188,442,592)
Cash flows from operating activities	(707,997,271)	313,139,566

40.0 Events after the reporting period

The World Health Organization (WHO) declared the COVID-19 as Pandemic on March 11, 2020. Bangladesh Government took a series of measures from March 26, 2020 to May 31, 2020. These measures have had an overall impact on the Company's business activities.

The Company shall continue to closely assess the impact of COVID-19 on its activities keep its stakeholders informed accordingly.




Chief Financial
Officer



Company
Secretary



Managing
Director



Director



Chairman

