

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS (UN-AUDITED)

AS AT AND FOR THE HALF-YEAR ENDED 30 JUNE 2020

LANKABANGLA FINANCE LIMITED Safura Tower (Level-11) 20 Kemal Ataturk Avenue, Banani Dhaka-1213, Bangladesh. Phone: +88 02 988 3701-10 Fax: (88 02) 88 10998 www.lankabangla.com

Separate Balance She	et	
·		
As at 30 June 2020		nt in Taka
PROPERTY AND ASSETS	30.06.2020	31.12.2019
Cash Cash in hand (including foreign currencies) Balance with Bangladesh Bank and its agent banks (including foreign currencies)	719,728 461,537,705	877,497,557 539,748 876,957,809
Balance with other banks and financial institutions Inside Bangladesh Outside Bangladesh	5,438,654,539 5,438,654,539	7,011,942,991 7,011,942,991
Money at call and short notice		-
Investment	2,992,662,245	2,393,868,418
Government securities Other investments	685,415,729 2,307,246,516	2,393,868,418
Leases, loans and advances Loans, cash credit and overdraft etc. Bills discounted and purchased	57,429,015,000 57,429,015,000	60,662,461,499 60,662,461,499
Fixed assets including land, building, furniture and fixtures	1,671,129,028	1,762,461,900
Other assets	6,379,239,556	6,473,187,859
Non-Banking assets		-
TOTAL PROPERTY AND ASSETS	74,372,957,800	79,181,420,224
LIABILITY AND SHAREHOLDERS' EQUITY		
Liabilities		
Borrowings from Bangladesh Bank, other banks and financial institutions	13,819,189,885	15,613,095,652
Deposits and other accounts Current deposits and other accounts	43,174,714,026	46,894,962,510
Bills payable Savings bank deposits	-	
Term deposits Bearer certificate of deposits	43,034,599,300	46,750,813,434
Other deposits	140,114,726	144,149,076
Other liabilities	7,279,100,848	6,655,430,108
TOTAL LIABILITIES	64,273,004,759	69,163,488,270
Shareholders' Equity Paid up capital Statutory reserve Retained earnings Revaluation reserve for investment in subsidiaries	10,099,953,041 5,131,796,410 1,799,133,657 2,262,509,404 906,513,570	10,017,931,954 5,131,796,410 1,762,635,872 2,116,518,264 1,006,981,408
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	74,372,957,800	79,181,420,224
Net asset value per share-(NAV)	19.68	19.52
OFF-BALANCE SHEET ITEMS		
CONTINGENT LIBILITIES Acceptances and endorsements Letter of guarantee Irrevocable letters of credit Bill for collection Other contingent liabilities TOTAL CONTINGENT LIBILITIES	· · · · · · · · · · · · · · · · · · ·	-
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 OTHER COMMITMENTS	1,208,950,000 1,208,950,000	1,694,989,350 1,694,989,350
TOTAL OFF BALANCE SHEET ITEMS	1,208,950,000	1,694,989,350
	d/- y Secretary Chi	sd/- ief Financial Officer
27 JULY 2020		

Fourthe mented and ad 20 June 2020				
For the period ended 30 June 2020		Amount	in Taka	
Operating Income	YTD June 2020	YTD June 2019	Apr-Jun 2020	Apr-Jun 2019
Interest income	3,979,693,281	4,640,964,176		
Less: Interest expenses on deposits & borrowings	3,075,924,357	3,426,868,151		
Net interest income	903,768,924		443,688,630	625,060,473
Income from investment	60,375,936	201,920,539	27,770,458	34,054,235
Commission, exchange and brokerage income				
Other operational income	217,564,298	291,385,653	83,833,513	148,650,336
Total operating income	1,181,709,158	1,707,402,217	555,292,601	807,765,045
Operating Expenses				
Salary and allowances	458,911,204	503.020.027	219,146,107	253,678,736
Rent, taxes, insurance, electricity etc.	15,767,383	20,701,449	8,866,697	9,495,073
Legal and professional fees	9,480,785	7,240,020	5,498,487	5,599,938
Postage, stamp, telecommunication etc.	8,719,260	9,941,923	4,100,046	5,501,498
Stationery, printing, advertisement	11,271,587	16,727,654	7,057,535	10,485,628
Managing director's salary and allowance	7,738,123	7,738,123	3,869,521	3,869,521
Director fees and expenses	7,730,123	312,800	3,003,321	193,200
Audit fees	316,250	316,250	158,125	158,125
Repairs, maintenance and depreciation	143,022,714	155,316,642	69,602,481	72,079,758
Other expenses	142,775,332	182,497,920	58,535,501	109,041,714
Total operating expenses	798,002,638	903,812,807	376,834,500	470,103,192
Net Operating Income	383,706,521	803,589,410	178,458,101	337,661,853
Descriptions for least investments and above seets	154 522 044	240 100 020	CO 010 001	126 222 175
Provisions for loans, investments and other assets Provisions for leases and loans	154,522,044 (103,020,850)	349,186,030 300,162,431	68,018,891 (25,034,840)	126,322,175 118,068,486
Provision for diminution in value of investments	257,542,894	49,023,599	93,053,731	110,000,400
General provision for other assets	237,342,034	49,023,339	33,033,731	8,253,689
General provision for other assets			-	0,233,003
Profit before tax and reserve	229,184,476	454,403,380	110,439,210	211,339,677
Provision for tax	46,695,552	61,823,182	27,545,814	29,774,625
Current tax	46,695,552	61,823,182	27,545,814	29,774,625
Deferred tax	-	-	-	-
Net profit after tax	182,488,925	392,580,198	82,893,396	181,565,052
•				
Appropriations	36,497,785	78,516,040	16,578,679	36,313,010
Statutory reserve	36,497,785	78,516,040	16,578,679	36,313,010
General reserve	-		-	-
Retained surplus	145,991,140	314,064,159	66,314,717	145,252,042
Earnings Per Share- (EPS) (Resated 2019)	0.36	0.76	0.16	0.35
Earnings Per Share- (EPS) (Resated 2019) sd/- Director Director Managing Director 27 JULY 2020		sd/-	s	d/- ncial Officer

	Separate Stateme	ent of Cash Flows				
For the	period ended 30 June 2020	Amou	Amount in Taka			
		YTD June 2020	YTD June 2019			
Inte Inte Divi Fee: Inco Casl Casl Inco	h flows from operating activities erest received erest paid idend received s and commission received ome from investment h paid to employees (including directors) h paid to suppliers ome taxes paid eived from other operating activities	3,979,956,196 (3,202,168,711) 13,147,518 136,870,907 40,033,266 (431,204,530) (45,817,167) (27,400,480) 80,318,138	4,697,001,956 (3,320,494,168) 43,162,800 197,100,772 41,680,143 (457,330,845) (38,622,751) (42,979,325) 94,219,150			
Paid Casl	d for other operating activities h generated from operating activities before changes operating assets and liabilities	(152,797,421) —	94,219,130 (251,925,118) 961,812,615			
Incr	rease/(decrease) in operating assets & liabilities:					
Oth Dep Oth Tot a	ns and advances to customers her assets posits from customers her liabilities al Increase/(decrease) in operating assets & liabilities cash flows from /(used in) operating activities	3,378,049,314 18,850,121 (3,720,248,484) 372,069,701 48,720,652 439,658,367	(1,911,677,945) (40,671,146) (1,910,557,128) (287,217,844) (4,150,124,064) (3,188,311,449)			
B) Casl	h flows from investing activities					
Net Puro Sale Inve Inve	estment in securities proceeds/(payments) for sale/ purchase of Treasury bil chase of fixed assets se proceeds of fixed assets estment in discretionary corporate fund estment in subordinated bond c cash flows from /(used in) investing activities	78,373,672 (674,005,600) (43,036,015) 3,172,459 8,248,230	77,948,028 (112,115,874) 83,400 (204,272,515) (800,000,000) (1,038,356,961)			
C) Casl	h flows from financing activities					
Payı Payı Divi	eipt of term loan, overdraft and REPO ment of lease liabilities-Vehicles ment of lease liabilities-Office premises idend paid c cash flows from/(used in) financing activities	(1,736,995,256) (2,201,464) (61,663,382) (77,849) (1,800,937,951)	3,613,128,752 (1,959,971) (53,352,718) (682,679,793) 2,875,136,271			
E) Effe F) Casl	increase/(decrease) in cash & cash equivalents ct of exchange rates on cash and cash equivalents h and cash equivalents at the beginning of the period h and cash equivalents at the end of the period	(1,988,526,838) (1,739) 7,889,440,548 5,900,911,971	(1,351,532,139) 702 <u>7,708,339,668</u> 6,356,808,230			
Casl Bala	osing cash and cash-equivalents h in hand (including foreign currencies) ance with Bangladesh Bank and its agent bank (s) ance with other banks and financial institutions	719,728 461,537,705 5,438,654,539 5,900,911,971	454,695 1,002,759,207 5,353,594,328 6,356,808,230			
Net	Operating Cash Flows Per Share - (NOCFPS) (Resated 2019)	0.86	(6.21)			
sd/- Direct	or Director Managing Director	sd/- Company Secretary	sd/- Chief Financial Officer			

27 JULY 2020 27 JULY 2020									
Separate Statement of Changes in Equity									
For the period ended 30 June 2020									
Particulars Share Capital		Share money deposit for right issue	Statutory Reserve	Revaluation Reserve	Retained Earnings	Total Equity			
Balance as at 01 January 2020	5,131,796,410	-	1,762,635,872	1,006,981,408	2,116,518,264	10,017,931,954			
Items involved in changes in equity									
Net profit for the year	-	-	-	-	182,488,925	182,488,925			
Appropriation to statutory reserve		-	36,497,785	-	(36,497,785)				
Increase/(decrease) in revaluation reserve	-	-	-	(100,467,838)	-	(100,467,838			
Balance as at 30 June 2020	5,131,796,410	-	1,799,133,657	906,513,570	2,262,509,404	10,099,953,041			
Balance as at 01 January 2019	5,131,796,410	-	1,615,433,348	1,292,216,603	2,297,477,627	10,336,923,987			
Items involved in changes in equity									
Net profit for the year	-	-	-	-	392,580,198	392,580,198			
Appropriation to statutory reserve	-	-	78,516,040	-	(78,516,040)	-			
Increase/(decrease) in revaluation reserve	-	-	-	(135,899,836)	-	(135,899,836			
Cash dividend (15%)	-	-	-	-	(769,769,462)	(769,769,462			
Balance as at 30 June 2019	5,131,796,410	-	1,693,949,387	1,156,316,768	1,841,772,324	9,823,834,888			

Consolidated Balance She	et	
As at 30 June 2020	Amou	ınt in Taka
PROPERTY AND ASSETS	30.06.2020	31.12.2019
Cash	462,597,754	877,735,689
Cash in hand (including foreign currencies) Balance with Bangladesh Bank and its agent banks (including foreign currencies)	1,060,050 461,537,705	777,880 876,957,809
Balance with other banks and financial institutions Inside Bangladesh Outside Bangladesh	6,900,517,567 6,900,517,567	8,332,124,31 4 8,332,124,314
Money at call and short notice	-	-
Investment	5,969,432,008	5,392,515,912
Government securities Other investments	685,415,729 5,284,016,279	5,392,515,912
Losses Joans and advances	61 166 661 460	6E 117 092 0E0
Leases, loans and advances Loans, cash credit and overdraft etc. Bills discounted and purchased	61,166,661,460 61,166,661,460	65,117,083,059 65,117,083,059
Fixed assets including land, building, furniture and fixtures	2,739,525,744	2,861,198,566
Other assets	1,837,483,281	1,782,294,566
Non-Banking assets	-	-
TOTAL PROPERTY AND ASSETS	79,076,217,814	84,362,952,106
LIABILITY AND SHAREHOLDERS' EQUITY		
Liabilities Borrowings from Bangladesh Bank, other banks and financial institutions	16,418,616,145	18,672,238,771
Deposits and other accounts	43,073,724,026	46,894,962,510
Current deposits and other accounts etc. Bills payable		-
Saving bank deposit	-	-
Term deposits Bearer certificate of deposits	42,933,609,300	46,750,813,434
Other deposits	140,114,726	144,149,076
Other liabilities	9,855,908,479	9,140,721,458
TOTAL LIABILITIES	69,348,248,650	74,707,922,739
Shareholders' Equity	9,558,807,344	9,482,329,484
Paid up capital	5,131,796,410	5,131,796,410
Share premium Statutory reserve	1,090,888,800 1,799,133,657	1,090,888,800 1,762,635,872
General reserve	45,359,669	49,919,671
Retained earnings	1,491,628,808	1,447,088,731
Non controlling interest	169,161,820	172,699,883
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	79,076,217,814	84,362,952,106
Net asset value per share- (NAV)	18.63	18.48
OFF-BALANCE SHEET ITEMS		
CONTINGENT LIBILITIES		
Acceptances and endorsements	-	-
Letter of guarantee	-	-
Irrevocable letters of credit Bill for collection	-	_
Other contingent liabilities		
TOTAL CONTINGENT LIBILITIES		
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 OTHER COMMITMENTS	1,208,950,000 1,208,950,000	1,694,989,350 1,694,989,350
TOTAL OFF BALANCE SHEET ITEMS	1,208,950,000	1,694,989,350

Consolidate	d Profit and Lo	ss Account					
For the period ended 30 June 2020							
		Amount in Taka					
Operating Income	YTD June 2020	YTD June 2019	Apr-Jun 2020	Apr-Jun 2019			
Interest income	4,217,099,745	5,026,524,690	2,037,995,882	2,598,090,100			
Less: Interest expenses on deposits & borrowing	s 3,235,360,748	3,636,881,712	1,551,339,966	1,837,179,105			
Net interest income		1,389,642,978	486,655,916				
Income from investment	80,685,485	125,296,133	27,699,157	47,244,764			
Commission, exchange and brokerage incom	e 109,436,593	280,378,585	7,811,714	82,845,382			
Other operational income	304,026,545	402,289,292	109,607,906	205,985,855			
Total operating income	1,475,887,621	2,197,606,988	631,774,693	1,096,986,996			
Operating Expenses							
Salary and allowances	646,105,795	776,829,605	289,191,755	361,354,867			
Rent, taxes, insurance, electricity etc.	21,563,154	36,161,026	11,060,353				
Legal and professional fees	9,944,910	9,105,420	5,596,237				
Postage, stamp, telecommunication etc.	10.609.675	13.340.138					
			5,017,583				
Stationery, printing, advertisement	13,972,418	24,266,637	7,871,941				
Managing director's salary and allowance		7,738,123	3,869,521				
Director fees and expenses	551,100	1,095,950	524,700				
Audit fees	399,636	399,624	205,568				
Repairs, maintenance and depreciation	186,369,750	207,063,040	89,195,637				
Other expenses	244,442,447	331,314,950	94,588,138				
Total operating expenses	1,141,697,008	1,407,314,512	507,121,433	703,535,300			
Net Operating Income	334,190,613	790,292,476	124,653,260	393,451,697			
Provisions for loans, investments and other asset	195,301,566	397,771,996	90,384,796	126,706,758			
Provisions for leases and loans	(103,020,850)		(25,034,840)				
Provision for margin loan	(100,020,000)	53,859,565					
Provision for diminution in value of investment	298.322.416	43,750,000					
General provision for other assets	-	- 45,750,000	-	-			
Profit before tax and reserve	138,889,047	392,520,479	34,268,464	266,744,938			
Provision for tax	65,949,250	129,609,733	30,039,273	59,000,123			
Current tax	65,364,577	127,451,750					
Deferred tax							
Deletted tax	584,673	2,157,983	584,673	2,157,983			
Net profit after tax	72,939,797	262,910,746	4,229,192	207,744,816			
Attributed to							
Shareholders of the Company	76,477,861	258,100,528	6,403,561	205,306,043			
Non-controlling interest	(3,538,064)		(2,174,369)				
	72,939,797		4,229,192				
Appropriations	31,937,783	78,516,040	16,578,679	36,313,010			
Statutory reserve	36,497,785	78,516,040					
General reserve	(4,560,002)		-				
Retained surplus	44,540,078	179,584,488	(10,175,119)	168,993,033			
Earnings Per Share- (EPS) (Resated 2019	0.15	0.50	0.01	0.40			
sd/- sd/- sd/-		sd/-	sd	/-			
		•	Chief Finan	,			
Director Director Managing Di	rector Com	pany Secretary	Ciliei Fillan	ciai Officei			
27 JULY 2020							

	Consolidat	ed Statement	of Ca	sh Flows		
	For the period ended 30 June 2020					
		Amoun	t in Taka			
19	A) Cash flaves from anarating activities			YTD June 2020	YTD June 2019	
100	A) Cash flows from operating activities Interest received			4,220,870,464	5,083,134,454	
105	Interest paid			(3,360,690,902)	(3,558,706,947)	
995	Dividend received			49,490,598	95,341,516	
764 382	Fees and commission received			252,892,391	489,440,792	
855	Income from investment Cash paid to employees (including direc	ctors)		35,758,973 (624,148,873)	50,703,297 (748,924,113)	
	Cash paid to suppliers	,		(58,584,882)	(64,767,069)	
996	Income taxes paid			(57,548,587)	(106,238,413)	
	Received from other operating activitie	S		158,419,143	191,293,018	
	Paid for other operating activities Cash generated from operating activities be	fore changes		(245,144,144)	(402,845,393)	
867 112	in operating assets and liabilities	iore changes		371,314,181	1,028,431,140	
988	operaning access and manning				_,	
133	Increase/(decrease) in operating asset	s & liabilities:				
475	Loans and advances to customers			4 004 453 005	(1 006 221 025)	
521	Other assets			4,094,453,005 (15,096,321)	(1,886,221,025) (3,766,436)	
400	Deposits from customers			(3,821,238,484)	(1,911,099,974)	
562	Other liabilities			405,853,192	(622,070,851)	
947 295	Total increase/(decrease) in operating	assets & liabiliti	es	663,971,392	(4,423,158,286)	
300	Net cash flows from /(used in) operati	ng activities		1,035,285,573	(3,394,727,146)	
697	B) Cash flows from investing activities					
758	Investment in securities			130,251,403	134,995,816	
486	Net proceeds/(payments) for sale/ pure	chase of Treasury	/ bills	(674,005,600)	·	
294)	Purchase of fixed assets Sales proceeds of fixed assets			(45,918,823)	(146,195,334)	
566	Investment in Subordinated bond			3,234,655 (21,751,769)	3,379,375 (204,272,515)	
-	Investment in Discretionary corporate f	und			(800,000,000)	
938	Net cash flows from /(used in) investin	g activities		(608,190,135)	(1,012,092,658)	
123	C) Cash flows from financing activities					
140	Descipt of town loan available and DES	20		(2.400.605.407)	2 507 005 477	
983	Receipt of term loan, overdraft and REF Payment of lease liabilities-Vehicles	<i>,</i> 0		(2,180,685,487) (7,795,404)	3,597,995,477 (4,648,274)	
	Payment of lease liabilities-Office prem	ises		(85,279,640)	(77,471,234)	
816	Dividend paid			(77,850)	(686,540,926)	
	Net cash flows from/(used in) financin	g activities		(2,273,838,381)	2,829,335,043	
043	D) Net increase/(decrease) in cash & cash	equivalents		(1,846,742,942)	(1,577,484,761)	
773	E) Effect of exchange rates on cash and ca			(1,739)	702	
816	E) Cash and cash equivalents at the begin		od	9,209,860,003	9,433,305,313	
-	F) Cash and cash equivalents at the end of	of the period		7,363,115,322	7,855,821,253	
010	* Closing cash and cash-equivalents					
010	Cash in hand (including foreign currenc	ies)		1,060,050	979,978	
	Balance with Bangladesh Bank and its a			461,537,705	1,002,759,207	
033	Balance with other banks and financial	institutions		6,900,517,567	6,852,082,068	
0.40		osno) (n	040)	7,363,115,322	7,855,821,253	
,.40	Net Operating Cash Flows Per Share - (NC	CFPS) (Resated 2	019)	2.02	(6.62)	
	sd/- sd/- sd,			sd/-	sd/-	
	Director Director Managing	Director (Compan	y Secretary C	hief Financial Officer	
	27 JULY 2020					

Consolidated Casternate of Change in Facility										
Consolidated Statement of Changes in Equity For the period ended 30 June 2020 Amount in Taka										
Tot the period single so suits	For the period chieca 50 June 2020 Equity attributable to the shareholders of the Company									
Particulars	Share Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Total	Non Controlling Interest	Total Equity		
Balance as at 01 January 2020	5,131,796,410	1,090,888,800	1,762,635,872	49,919,671	1,447,088,731	9,482,329,484	172,699,883	9,655,029,367		
Items Involved in Changes in Equity										
Net profit for the period	-	-		-	76,477,861	76,477,861	(3,538,064)	72,939,79		
Appropriation to statutory reserve	-	-	36,497,785	-	(36,497,785)	-	- !	-		
Appropriation to general reserve	-	-		(4,560,002)	4,560,002	-	- !	-		
Balance as at 30 June 2020	5,131,796,410	1,090,888,800	1,799,133,657	45,359,669	1,491,628,808	9,558,807,344	169,161,820	9,727,969,16		
Balance as at 01 January 2019	5,131,796,410	1,090,888,800	1,615,433,347	53,048,686	1,932,047,440	9,823,214,683	111,243,608	9,934,458,291		
Items Involved in Changes in Equity	ı [,				, ,	I		
Changes in non-controlling interest	-	-		-	(46,219,601)	(46,219,601)	46,219,601	-		
Net profit for the period	-	-		-	258,100,528	258,100,528	4,810,218	262,910,74		
Appropriation to statutory reserve	-	-	78,516,040	-	(78,516,040)	-		-		
Appropriation to general reserve	-	-		-		-	- !	-		
Dividend	ı		,		.		, ,	I		
Cash dividend (15%)	-	-		-	(769,769,462)	(769,769,462)	(4,637,745)	(774,407,20		
Balance as at 30 June 2019	5,131,796,410	1,090,888,800	1,693,949,387	53,048,686	1,295,642,866	9,265,326,148	157,635,682	9,422,961,83		