

## CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS (UN-AUDITED)

For the period ended 31 March 2018 (1st Quarter)

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

As at 31 March 2018	Amou	nt in Taka
PROPERTY AND ASSETS	31 March 2018	31 December 2017
Cash	981,696,697	1,155,230,423
Cash in hand	1,245,141	476,721
Balance with Bangladesh Bank	980,451,556	1,154,753,702
Balance with other banks and financial institutions	8,663,526,575	8,874,982,033
Inside Bangladesh	8,663,526,575	8,874,982,033
Outside Bangladesh	-	-
Money at Call and Short Notice	-	-
Investments	5,485,835,417	5,469,169,711
Government securities	-	-
Other investments	5,485,835,417	5,469,169,713
Leases, loans & advances	67,133,463,823	66,544,357,447
Lease portfolio, term finance, short term loan, etc.		
Fixed Assets including Land, Building, Furniture & Fixtures	1,802,805,102	1,761,772,474
Other assets	1,736,962,197	1,637,203,086
Non-Banking assets	-	-
TOTAL PROPERTY AND ASSETS	85,804,289,812	85,442,715,174
LIABILITY AND SHAREHOLDERS' EQUITY		
Borrowings from Bangladesh Bank, other banks	17,497,455,271	18,563,686,21
financial institutions	,,,,	,,
Term deposits and other deposits	50,834,513,984	51,675,158,138
Term deposits	50,709,011,704	51,552,816,766
Other deposits	125,502,280	122,341,372
Other liabilities	7,903,659,862	6,775,350,993
TOTAL LIABILITIES	76,235,629,117	77,014,195,34
Shareholders' Equity	9,465,846,528	8,327,000,468
Paid up capital	5,131,796,410	3,182,509,410
Share money deposit	-	160,307,660
Share premium	1,090,888,800	1,090,888,800
Statutory reserve	1,500,143,564	1,472,602,021
General reserve	48,431,020	50,867,438
Retained earnings	1,694,586,734	2,369,825,140
Non controlling interest	102,814,166	101,519,363
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	85,804,289,812	85,442,715,174
Net asset value per share- (NAV)	18.45	16.23

For the period ended 31 March 2018	Amount in Taka			
Operating Income	31 March 2018 YTD 31 March 2017 YTD			
Net interest income	548,900,715	432,822,114		
Interest income	1,992,759,852	1,499,890,022		
Less: Interest expenses on deposits and borrowings	1,443,859,137	1,067,067,908		
Income from investment	44,342,259	118,569,732		
Commission, Exchange and Brokerage Income	138,452,866	362,627,211		
Other operational income	189,140,410	206,192,911		
Total Operating Income	920,836,250	1,120,211,967		
Operating Expenses				
Salary and allowances	349,429,877	302,592,034		
Rent, taxes, insurance, electricity etc.	60,820,997	47,216,260		
Legal and professional fees	1,203,266	3,502,540		
Postage, stamp, telecommunication etc.	5,205,804	5,066,518		
Stationery, printing, advertisement	9,168,248	12,764,638		
Managing director's salary and allowance	3,868,603	2,600,500		
Director fees and expenses	299,750	436,500		
Audit fees	182,541	165,971		
Changes on loan losses	102,311	100,071		
-	48,094,012	39,155,866		
Repairs, maintenance and depreciation				
Other expenses	159,682,112	172,217,515		
Total Operating Expenses	637,955,210	585,718,341		
Net Operating Income	282,881,040	534,493,626		
Provision for loans and advances/investments	165,517,429	124,765,326		
Provision for loans and advances	142,742,474	112,997,986		
Provision for diminution in value of investments	10,274,955	-		
Provision for margin loan	12,500,000	11,767,339		
General provision for other assets	-			
Profit before tax and reserve	117,363,612	409,728,301		
	36,302,726	103,691,992		
Provision for tax made during the period	36,302,726	103,691,992		
Deferred tax (expense)/ Income	-	-		
Net profit after tax	81,060,886	306,036,309		
Attributed to				
Shareholders of the Company	79,766,082	299,461,417		
Non controlling interest	1,294,804	6,574,892		
	81,060,886	306,036,309		
Earning per share (2017 restated)	0.16	0.60		

Consolidated Statement of Cash	ı Flows (U <u>n-</u> a	audited)
For the period ended 31 March 2018		
	Amount	in Taka
	31 March 2018 YTD	31 March 2017 YTD
Cash flows from operating activities		
Interest received	1,983,280,755	1,482,616,794
Interest paid	(1,242,182,069)	(889,995,067)
Dividend received	32,410,868	18,912,105
Fees and commission received	230,188,612	492,811,556
Income from investment	27,742,501	125,618,989
Cash paid to employees (including directors)	(384,395,295)	(291,181,488)
Cash paid to suppliers Income taxes paid	(27,629,776) (45,743,559)	(25,544,518) (67,549,747)
Received from other operating activities	95,952,665	78,132,956
Paid for other operating activities	(215,138,649)	(224,918,328)
Cash generated from operating activities before changes	454,486,053	698,903,252
in operating assets and liabilities		555,555,252
Increase/ (decrease) in operating assets & liabilities		
	/474 077 777	(F. 000 0 = = = : : :
Loans and advances to customers	(471,031,205)	(5,028,208,510)
Other assets	(62,760,550)	521,584,962
Deposits from customers and others Other liabilities	(840,644,155) 282,641,473	1,948,733,738 (322,061,837)
Total increase/ (decrease) in operating assets & liabilities	(1,091,794,437)	(2,879,951,647)
iotal increase, (accrease, in operating assets a nasintes	(1,031,734,437)	(2,075,551,047)
Net Cash used in Operating Activities (Total of "A"):	(637,308,384)	(2,181,048,395)
) Cash flows from investing activities		
Changes in investment in securities	(466,665,706)	(296,502,313)
Purchase of property, plant and equipment	(82,621,183)	(244,952,185)
Investment in commercial paper	450,000,000	250,000,000
Sales proceeds of fixed assets	1,452,000	2,048,700
Net Cash used in Investing Activities (Total of "B"):	(97,834,889)	(289,405,797)
) Cash flows from financing activities		
Drawdown of Term Loan, OD and REPO	(1,066,230,941)	3,255,152,957
Proceeds from right issue	1,430,947,040	J,2JJ,1J2,9J/
Transaction cost against right issue	(13,834,745)	
Dividend paid	(727,265)	(152,176)
Net Cash flow from Financing Activities (Total of "C"):	350,154,089	3,255,000,781
Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	(384,989,184)	784,546,589
Opening cash and cash-equivalents	10,030,212,456	5,043,583,829
Closing cash and cash equivalents (D+E)*	9,645,223,273	5,828,130,419
* Closing cash and cash-equivalents		
Cash in hand (including foreign currencies)	1,245,141	1,072,776
Balance with Bangladesh Bank and its agent bank (s)	980,451,556	718,388,322
Balance with other Banks and Financial Institutions	8,663,526,575	5,108,669,321
Total:	9,645,223,273	5,828,130,419
	.,	,
sd/- sd/- sd/-	sd/-	sd/-

Consolidated Statement of Changes in Shareholders' Equity (Un-audited)									
For the period ended 31 March 2018								Amount in Taka	
Particulars	Share Capital	Right share money deposit received	Share premium	Statutory Reserve	General Reserve	Retained Earnings	Total	Non-Controlling interest	Total
Balance as at 01 January 2018	3,182,509,410	160,307,660	1,090,888,800	1,472,602,021	50,867,438	2,369,825,140	8,327,000,468	101,519,363	8,428,519,831
Items Involved in Changes in Equity									
Right share money deposit received	160,307,660	(160,307,660)	-	-	-	-	-	-	-
Right Share Subscription	1,430,947,040						1,430,947,040	-	1,430,947,040
Net profit for the period	-		-	-	-	79,766,082	79,766,082	1,294,804	81,060,886
Transaction cost against right issue	-	-	-	-	-	(13,834,745)	(13,834,745)	-	(13,834,745)
Appropriation to statutory reserve	-		-	27,541,544	-	(27,541,544)	-	-	-
Appropriation to General reserve	-			-	(2,436,418)	2,436,418	-	-	-
Dividend									-
Stock dividend (7.5%)	358,032,300		-	-	-	(358,032,300)	-	-	-
Cash dividend (7.5%)	-		-	-	-	(358,032,317)	(358,032,317)	-	(358,032,317)
Balance as at 31 March 2018	5,131,796,410	-	1,090,888,800	1,500,143,564	48,431,020	1,694,586,734	9,465,846,528	102,814,166	9,568,660,695

Separate Balance Sheet	(Un-audited)	
As at 31 March 2018	Amou	nt in Taka
PROPERTY AND ASSETS	31 March 2018	31 December 2017
Cash Cash in hand (including foreign currencies) Balance with Bangladesh Bank and its agent Bank (including foreign currencies)	981,460,249 1,008,693 980,451,556	<b>1,155,072,909</b> 319,207 1,154,753,702
Balance with other Banks and Financial Institutions Inside Bangladesh Outside Bangladesh	6,878,283,866 6,878,283,866 -	6,867,656,341 6,867,656,341 -
Money at Call and Short Notice	-	-
Investment Government securities Others investment	1,628,877,018 - 1,628,877,018	<b>2,127,660,042</b>
Loans and advances Loans, cash credit and overdraft etc. Bills discounted and purchased	<b>62,797,762,981</b> 62,797,762,981	<b>61,913,587,489</b> 61,913,587,489
Fixed Assets including Land, Building, Furniture & Fixtures	1,111,062,456	1,072,694,198
Other assets	5,203,824,616	5,110,935,231
Non-Banking assets	-	-
TOTAL PROPERTY AND ASSETS	78,601,271,187	78,247,606,210
LIABILITIES & SHAREHOLDERS' EQUITY		
<b>Liabilities</b> Borrowings from Bangladesh Bank, Other Banks and Financial Institutions	13,923,666,646	15,061,790,454
Deposits and other accounts Current deposits and other accounts Bills payable Saving bank deposit Term deposits Bearer certificate of deposit Other deposits	50,854,513,984 	51,675,158,138 - - - 51,552,816,766 - 122,341,372
Other liabilities	5,358,496,469	4,242,851,226
TOTAL LIABILITIES	70,136,677,098	70,979,799,818
Shareholders' Equity Paid up capital Share money deposit Statutory reserve Retained earnings	8,464,594,089 5,131,796,410 - 1,500,143,565 1,832,654,114	7,267,806,392 3,182,509,410 160,307,660 1,472,602,021 2,452,387,301
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY  Net asset value per share- (NAV)	78,601,271,187 16.49	78,247,606,210
sd/- sd/- sd/- Chairman Director Managing Director Chi	sd/- ef Financial Officer	sd/- Company Secretary

Separate Profit and Loss Account (Un-audited)					
For the period ended 31 March 2018					
,	Amount in Taka 31 March 2018 YTD 31 March 2017 YTD				
Oneveting Income	31 March 2018 YTD	31 March 2017 YTD			
Operating Income	F22 171 C11	402,690,812			
Net interest Interest income	522,171,611 1,870,583,488	1,405,657,813			
	1,348,411,877				
Less :Interest expenses on deposits and borrowings Income from investment	35,294,798	1,002,967,001 36,133,497			
Commission, exchange and brokerage income	33,234,736	50,155,457			
Other operational income	120,643,167	125,772,553			
Other operational income	120,043,107	123,772,333			
Total :	678,109,576	564,596,861			
Operating Expenses					
Salary and allowances	221,072,166	194,750,394			
Rent, taxes, insurance, electricity etc.	41,643,920	32,480,565			
Legal and professional fees	855,438	3,199,340			
Postage, stamp, telecommunication etc.	3,472,462	3,553,328			
Stationery, printing, advertisement	4,536,596	8,003,384			
Managing director's salary and allowance	3,868,603	2,600,500			
Director fees and expenses	64,000	80,000			
Audit fees	143,751	130,031			
Charges on loan losses	-				
Repairs, maintenance and depreciation	31,850,923	27,950,243			
Other expenses	77,806,252	70,012,328			
Total Operating Expenses	385,314,109	342,760,112			
Net Operating Income	292,795,467	221,836,749			
Provisions for loans / investments	142,742,474	112,997,986			
General provision	53,191,623	49,288,575			
Specific provision	89,550,851	63,709,411			
Provision for diminution in value of investments	-	-			
Provision for other assets	-				
Profit before tax and reserve:	150,052,993	108,838,763			
Provision for tax	12,345,274	9,484,183			
Deferred tax expenses/(income)	-	-			
Provision during the period	12,345,274	9,484,183			
Net profit after tax:	137,707,719	99,354,580			
Earning per share (EPS) (2017 restated)	0.28	0.20			
sd/- sd/- sd/- Chairman Director Managing Director Cl	sd/- nief Financial Officer	sd/- Company Secretary			

or the period ended 31	March 2018				
or the period ended 51	Watch 2010		Amount in Taka		
			31 March 2018 YTD	31 March 2017 YTD	
) Cash flows from operat	ing activities				
Interest received			1,886,435,525	1,408,215,376	
Interest paid			(1,145,922,144)	(829,306,680)	
Dividend received			11,695,100	6,646,548	
Fees and commission re	ceived		81,566,039	93,723,781	
Income from investmen			27,694,905	57,554,901	
Cash paid to employees			(192,695,284)	(191,794,140)	
Cash paid to suppliers 8	others		8,336,035	(2,391,351)	
Income taxes paid			(17,878,377)	(9,307,968)	
Received from other op Paid for other operating			39,077,128 _(120,275,842)_	32,224,184 (108,474,496)	
	perating activities before		578,033,086	457,090,154	
changes in operating as				437,030,134	
Increase/ (decrease) in	operating assets & liabil	ities			
Loans and advances to			(766,100,320)	(4,775,638,646)	
Other assets			(117,103,699)	(57,609,265)	
Deposits from custome	rs and others		(820,644,155)	1,948,733,738	
Other liabilities			252,190,479	237,861,486	
			(1,451,657,695)	(2,646,652,687)	
Net Cash used in Opera	ting Activities		(873,624,609)	(2,189,562,533)	
) Cash flows from investi	ng activities				
Changes in investment			48,783,024	(49,235,996)	
Purchase of property, p			(67,005,330)	(7,145,750)	
Sales proceeds of fixed			450,000,000	119,500	
Investment in commerce Investment in subsidiar			450,000,000	250,000,000 (50,000,000)	
Net Cash Generated fro	m Investing Activities		431,777,694	143,737,754	
Cash flows from financ	ng activities				
Drawdown of Term Loa	n, OD and REPO		(1,138,123,808)	2,925,817,321	
Proceeds from right issu	ie		1,430,947,040	-	
Transaction cost against			(13,834,745)	-	
Dividend paid (cash divi			(126,706)	(152,176)	
Net Cash Generated fro	m Financing Activities		278,861,780	2,925,665,145	
) Net Increase/ (Decrease) in		+B+C)	(162,985,135)	879,840,366	
Opening cash and cash-			8,022,729,250	2,929,885,697	
Closing cash and cash-	equivalents (D+E)*		7,859,744,115	3,809,726,063	
* Closing cash and cash Cash in hand	-equivalents		1 000 603	761 300	
	h Bank and its agent banl	k(s)	1,008,693 980,451,556	761,308 718,388,322	
	ks and Financial Institutio		6,878,283,866	3,090,576,433	
During		tal:	7,859,744,115	3,809,726,063	
				,,.	

For the period ended 31 March 2018						Amount in Taka
Particulars	Share Capital	Right share money deposit received	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at 01 January 2018	3,182,509,410	160,307,660	1,472,602,021	-	2,452,387,301	7,267,806,392
Items involved in changes in equity						
Right share money deposit received	160,307,660	(160,307,660)	-	-	-	-
Right share subscription	1,430,947,040	-	-	-	-	1,430,947,040
Net profit for the period	-		-	-	137,707,719	137,707,719
Appropriation to statutory reserve	-		27,541,544	-	(27,541,544)	-
Transaction cost against right issue	-	-	-	-	(13,834,745)	(13,834,745
Stock dividend (7.50%) for 2017	358,032,300		-	-	(358,032,300)	-
Cash dividend (7.50%) for 2017	-		-	-	(358,032,317)	(358,032,317
Balance as at 31 March 2018	5,131,796,410	-	1,500,143,565	-	1,832,654,114	8,464,594,089