

(PROVISIONAL & UN-AUDITED)

CONSOLIDATED FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED MARCH 31, 2011

LankaBangla Finance Limited

Consolidated Statement of Financial Position (Provisional & Un-audited)
As at 31 March 2011

	Amount in Taka	
	31 March 2011	31 December 2010
I. PROPERTY & ASSETS		
1 Cash	178,590,092	92,634,585
a) Cash in hand	237,242	202,122
b) Balance with Bangladesh Bank	178,352,850	92,432,463
2 Balance with other banks and financial institutions	2,484,682,947	1,765,749,856
Local Currency:	2,484,553,320	1,765,620,232
Foreign Currency:	129,627	129,624
3 Investment	3,198,235,076	2,299,844,449
a) Government securities	2,106,294,683	1,345,693,012
b) Others investment	1,091,940,393	954,151,437
4 Lease, loans & advance	12,786,168,210	9,472,165,117
5 Fixed assets	192,689,275	195,003,546
a) At cost	335,526,883	331,922,323
b) Less: Accumulated depreciation	142,837,608	136,918,777
6 Other assets	1,573,056,774	5,496,845,259
TOTAL ASSETS:	20,413,422,374	19,322,242,812
II. LIABILITY & CAPITAL		
1 Liabilities	11,856,118,328	10,911,453,955
Borrowings from Bangladesh Bank, Other Banks & Financial Institutions	7,240,443,962	6,351,455,722
Term deposits	4,615,674,366	4,559,998,233
2 Other liabilities	3,152,237,580	3,277,591,656
3 Capital/Shareholder's Equity	5,043,081,999	4,790,041,221
Paid up Capital	823,515,000	531,300,000
Share premium	1,090,888,800	1,090,888,800
Retained earnings	2,413,899,144	2,459,287,496
Statutory reserve	228,909,707	221,201,348
General reserve	33,306,707	34,800,936
Fair value measurement reserve	448,531,657	448,531,657
Payable to LB Foundation	4,030,984	4,030,984
Non-controlling interest	361,984,467	343,155,979
TOTAL LIABILITIES:	20,413,422,374	19,322,242,812

LankaBangla Finance Limited

Consolidated Statement of Comprehensive Income (Provisional & Un-audited)
For the quarter ended 31 March 2011

	Amount in Taka	
	31 March 2011	31 March 2010
Operating Income		
Net interest	124,039,113	88,655,592
Interest income	397,246,978	296,343,313
Less : Interest paid on deposits & borrowings	273,207,865	207,687,721
Income from investment	27,314,205	44,643,068
Commission, Exchange and Brokerage Income	259,156,252	366,103,008
Other operational income	124,993,128	57,583,151
Total Operating Income:	535,502,698	556,984,819
Operating Expenses		
Salary and allowances	38,661,627	28,287,947
Rent, taxes, insurance, electricity etc.	9,247,655	4,841,713
Legal & professional fees	1,856,010	1,484,425
Postage, stamp, telecommunication etc.	797,416	652,629
Stationery, printing, advertisement	3,074,699	3,060,518
Managing director's salary & allowance	1,365,000	1,365,000
Director fees and expenses	14,000	60,000
Audit fees	47,688	36,200
Repairs, maintenance and depreciation	7,255,643	8,089,339
Other expenses	42,310,545	47,656,366
Total Operating Expenses:	104,630,283	95,534,137
Net Operating Income	430,872,415	461,450,682
Provision for loans & advance	54,602,314	23,894,256
Specific provision	23,400,000	13,629,774
General provision	31,202,314	10,264,482
Profit before tax and reserve:	376,270,101	437,556,426
Provision for tax	104,251,381	64,928,428
Provision for the period	104,251,381	64,928,428
Net profit after tax:	272,018,720	372,627,998
Non-controlling interest	18,977,942	6,142
Profit attributable to parent company	253,040,778	372,621,856
Earning per share (Restated :March-2010)	3.07	4.52

LankaBanglaFinance Limited and Its Subsidiaries

Consolidated Statement of Cash Flows (Provisional & Un-audited)
For the period ended 31 March 2011

	Amount in Taka	
	31 March 2011	31 March 2010
A) Cash flows from operating activities		
Interest received	627,267,383	660,393,163
Interest paid	(301,005,786)	(230,955,047)
Direct Charges	(16,638,468)	(30,729,261)
Dividend received	281,424	873,445
Fees and commission received	1,339,000	36,017,920
Income from investment	29,295,880	39,086,336
Cash paid to employees (including directors)	(19,387,995)	(15,786,114)
Cash paid to suppliers	(5,774,859)	(1,106,130)
Income taxes paid	(38,606,976)	(29,138,783)
Received from other operating activities	161,637,038	68,385,857
Paid for other operating activities	(99,490,780)	(68,765,280)
Other Expenses	(109,347,149)	(36,553,073)
Cash generated from operating activities before changes in operating assets and liabilities	229,568,712	391,723,033
Increase/ (decrease) in operating assets & liabilities		
Changes in trading securities	(142,249,452)	(201,841,569)
Loans and advances to customers	(282,222,231)	(271,604,905)
Other assets	261,634,310	(92,461,959)
Deposits from customers	(874,840,615)	400,264,731
Other liabilities	301,232,650	120,501,214
Total increase/ (decrease) in operating assets & liabilities	(736,445,338)	(45,142,488)
Net Cash used by Operating Activities (Total of "A"):	(506,876,626)	346,580,545
B) Cash flows from investing activities		
Changes in non-trading securities	-	34,889,056
Capital gain from investment in share	(2,263,099)	4,683,287
Net proceeds/(payments) for sale/ purchase of Treasury bills	(760,601,671)	157,232,439
Purchase of property, plant and equipment	(8,970,193)	(9,867,840)
Investment in FDR	-	-
Sales proceeds of fixed assets	12,043,965	-
Investment in subsidiary-LankaBangla Investments Ltd.	-	(10,000,000)
Net Cash used by Investing Activities (Total of "B"):	(759,790,998)	176,936,942
C) Cash flows from financing activities		
Increase/(decrease) of term loan	1,818,407,501	(29,588,138)
Increase/(decrease) debit balance to client	164,368,358	(391,100,080)
Increase/(decrease) debit balance to client	33,840,361	1,814,018,702
Dividend paid (cash dividend)	-	-
Net Cash flows from Financing Activities (Total of "C"):	2,016,616,220	1,393,330,484
D) Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	749,948,596	1,916,847,971
E) Opening cash and cash-equivalents	1,913,324,443	1,089,034,706
F) Closing cash cash-equivalents (D+E)*	2,663,273,039	3,005,882,677
* Closing cash and cash-equivalents		
Cash in hand (including foreign currencies)	237,242	125,000
Balance with Bangladesh Bank and its agent bank (s)	178,352,850	73,244,487
Balance with other Banks and Financial Institutions	2,484,682,947	2,932,513,190
Total:	2,663,273,039	3,005,882,677

LankaBangla Finance Limited

Consolidated Statement of Changes in Shareholders' Equity (Provisional & Un-audited)
For the period ended on 31 March 2011

Amount in Taka

Particulars	Share Capital	Statutory Reserve	General Reserve	Fair Value measurement reserve	Proposed Dividend	LB Foundation	Share Premium	Retained Earnings	Total
Balance as at 01 January 2011	531,300,000	221,201,348	34,800,936	448,531,657	-	4,030,984	1,090,888,800	2,459,287,496	4,790,041,221
Items involved in changes in equity									
Net profit for the period	-	-	-	-	-	-	-	253,040,778	253,040,778
Appropriation to statutory reserve	-	7,708,359	-	-	-	-	-	(7,708,359)	-
Adjustment against general reserve	-	-	(1,494,229)	-	-	-	-	1,494,229	-
Stock dividend (55%)	292,215,000	-	-	-	-	-	-	(292,215,000)	-
Balance as at 31 March 2011	823,515,000	228,909,707	33,306,707	448,531,657	-	4,030,984	1,090,888,800	2,413,899,144	5,043,081,999
Minority Interest									
Opening	-	-	3,480,806	44,862,343	-	-	109,111,200	185,701,631	343,155,980
Addition/ Adjustment	-	-	(149,455)	-	-	-	-	18,977,942	18,828,487
Total Minority interest	-	-	3,331,351	44,862,343	-	-	109,111,200	204,679,573	361,984,467
Balance as at 31 March 2011	823,515,000	228,909,707	36,638,058	493,394,000	-	4,030,984	1,200,000,000	2,618,578,717	5,405,066,466

Sd/
Mafizuddin Sarker
Managing Director

Sd/
Quamrul Islam
Senior Vice President & CFO

The above financial statements are available in the website of
the Company at www.lankabangla.com