

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS (UN-AUDITED)

AS AT AND FOR THE PERIOD ENDED 30 SEPTEMBER 2019 (3rd 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

Separate Balance Sheet							
As at 30 Contombox 2010							
As at 30 September 2019 PROPERTY AND ASSETS	Amoui 30.09.2019	nt in Taka 31.12.2018					
Cash	947,219,866	1,001,794,766					
Cash in hand (including foreign currencies) Balance with Bangladesh Bank and its agent banks (including foreign currencies)	530,154 946,689,712	670,916 1,001,123,850					
Balance with other banks and financial institutions Inside Bangladesh Outside Bangladesh	5,995,409,408 5,995,409,408	6,706,544,902 6,706,544,902					
Money at call and short notice		-					
Investment Government securities Other investments	2,098,297,956 - 2,098,297,956	2,409,307,374					
Leases, loans and advances Loans, cash credit and overdraft etc. Bills discounted and purchased	63,837,845,644 63,837,845,644	63,784,580,057 63,784,580,057					
Fixed assets including land, building, furniture and fixtures	1,476,600,217	1,357,931,214					
Other assets	6,548,521,875	5,407,983,420					
Non-Banking assets	-	-					
TOTAL PROPERTY AND ASSETS	80,903,894,965	80,668,141,733					
LIABILITY AND SHAREHOLDERS' EQUITY Liabilities							
Borrowings from Bangladesh Bank, other banks and financial institutions	15,966,855,610	12,639,198,866					
Deposits and other accounts Current deposits and other accounts Bills payable	49,533,896,586	53,425,834,494 - -					
Savings bank deposits Term deposits	49,344,799,441	53,252,420,679					
Bearer certificate of deposits Other deposits	189,097,145	173,413,815					
Other liabilities	6,664,254,491	5,558,400,989					
TOTAL LIABILITIES	72,165,006,687	71,623,434,349					
Shareholders' Equity Paid up capital Share money deposit for right issue	8,738,888,278 5,131,796,410	9,044,707,384 5,131,796,410					
Statutory reserve Retained earnings	1,708,223,418 1,898,868,449	1,615,433,347 2,297,477,627					
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	80,903,894,965	80,668,141,733					
Net asset value per share- (NAV)	17.03	17.62					
OFF-BALANCE SHEET ITEMS CONTINGENT LIBILITIES Acceptances and endorsements							
Letter of guarantee Irrevocable letters of credit	-	357,182,217					
Bill for collection Other contingent liabilities	-	-					
TOTAL CONTINGENT LIBILITIES	·	357,182,217					
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	677,699,350 677,699,350	3,691,862,631 3,691,862,631					
TOTAL OFF BALANCE SHEET ITEMS	677,699,350	4,049,044,848					
	d/- y Secretary Chie	sd/- f Financial Officer					

Separate Profit and Loss Account								
For the period ended 30 September 2019 Amount in Taka								
	Jan-Sep 2019	Jan-Sep 2018	Jul-Sep 2019	Jul-Sep 2018				
Operating Income								
Interest income	6,939,385,802	6.228.391.515	2,298,421,626	2,196,332,012				
Less: Interest expenses on deposits & borrowings	5,166,638,889		1,769,515,441					
Net interest income	1,772,746,914	1,688,044,786		570,290,025				
Income from investment	315,222,187	96,205,186	113,301,648	43,803,428				
Commission, exchange and brokerage income	-	-	-					
Other operational income	435,012,231	386,299,465	143,627,279	135,020,661				
Total operating income	2,522,981,331	2,170,549,436	785,835,112	749,114,113				
Operating Expenses								
Salary and allowances	702,875,035	660,782,581	236,163,824	218,472,218				
Rent, taxes, insurance, electricity etc.	134,834,891	134,409,309		46,020,531				
Legal and professional fees	16,973,880	10,987,086		5,545,963				
Postage, stamp, telecommunication etc.	15,587,309	13,864,478		4,932,787				
Stationery, printing, advertisement	29,610,014	24,090,384	12,882,360	8,540,243				
Managing director's salary and allowance	11,608,562	11,608,562	3,870,438	3,870,438				
Director fees and expenses	409,600	352,000	96,800	88,000				
Audit fees	474,375	431,251	158,125	143,750				
Repairs, maintenance and depreciation	119,657,006	98,045,741	28,277,310	34,349,566				
Other expenses	338,230,771	283,654,717	106,218,851	98,389,849				
Total operating expenses	1,370,261,443	1,238,226,108	447,288,863	420,353,346				
Net Operating Income	1,152,719,888	932,323,328	338,546,249	328,760,768				
	=00 =10 000							
Provisions for loans, investments and other assets	599,548,882	514,826,438						
Provisions for leases and loans	441,083,191	368,903,627						
Provision for diminution in value of investments	158,465,692	142,828,811		115,839,541				
General provision for other assets		3,094,000]	3,094,000				
Profit before tax and reserve	553,171,006	417,496,890	88,183,397	109,376,477				
Provision for tax	89,220,651	98,912,395	27,397,469	49,895,282				
Current tax	89,220,651	98,912,395		49,895,282				
Deferred tax	03,220,031	30,312,333	27,337,403	49,093,202				
beleffed tax				التسسا				
Net profit after tax	463,950,355	318,584,495	60,785,927	59,481,195				
Earnings Per Share- (EPS)	0.90	0.63	0.12	0.12				
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sd/- sd/- sd/-		sd/-		sd/-				
Director Director Managing Director Company Secretary Chief Financial Officer								

	Separate Statement of Cash F	lows	
For	the period ended 30 September 2019		
		Amount	
Δ)	Cash flows from operating activities	Jan-Sep 2019	Jan-Sep 2018
٠٠,	Interest received	6,941,132,134	6,209,126,68
	Interest paid	(5,023,757,584)	(4,059,538,55
	Dividend received	46,781,570	17,749,25
	Fees and commission received	282,818,425	256,861,13
	Income from investment	141,159,256	92,230,57
	Cash paid to employees (including directors)	(698,943,130)	(657,655,47
	Cash paid to suppliers Income taxes paid	(89,227,397)	(57,304,46
	Received from other operating activities	(51,658,267) 151,916,635	(42,636,91 128,686,46
	Paid for other operating activities	(483,202,348)	(432,436,75
	Cash generated from operating activities before changes in operating	(403,202,340)	(432,430,73
	assets and liabilities	1,217,019,293	1,455,081,9
	Increase/(decrease) in operating assets & liabilities:		
	Loans and advances to customers	212,728,428	(231,130,88
	Other assets	(931,860,972)	(81,754,78
	Deposits from customers	(3,891,937,908)	3,144,680,93
	Other liabilities	(52,471,272)	261,194,61
	Total Increase/(decrease) in operating assets & liabilities	(4,663,541,724)	3,092,989,87
	Net cash flows from/(used in) operating activities	(3,446,522,431)	4,548,071,83
B)	Cash flows from investing activities		
	Investment in securities	1,115,857,709	(218,137,41
	Purchase of fixed assets	(209,409,162)	(52,396,10
	Sales proceeds of fixed assets	301,181	39,005,17
	Investment in commercial paper	200,000,000	450,000,00
	Investment in discretionary corporate fund	(204,848,291)	
	Investment in Subordinated bond	(800,000,000)	
	Investment in subsidiaries	(10,750,000)	
	Net cash flows from investing activities	91,151,437	218,471,6
C)	Cash flows from financing activities		
	Receipt of term loan, overdraft and REPO	3,314,140,986	(6,238,028,08
	Right Share Subscription	-	1,430,947,04
	Transaction cost against right issue Dividend paid	(724 470 006)	(10,170,36
	Net cash flows from/(used in) financing activities	(724,479,906) 2,589,661,081	(371,946,22 (5,189,197,6 3
	., , ,		
D)	Net increase/(decrease) in cash & cash equivalents	(765,709,913)	(422,654,15
E)	Effect of exchange rates on cash and cash equivalents	(481)	66
F)	Cash and cash equivalents at the beginning of the period Cash and cash equivalents at the end of the period	7,708,339,668 6,942,629,273	8,022,729,2 7,600,075,7
G)	cash and cash equivalents at the end of the period	0,342,023,273	7,000,073,70
-,	* Closing cash and cash-equivalents		
	Cash in hand (including foreign currencies)	530,154	981,49
	Balance with Bangladesh Bank and its agent bank (s)	946,689,712	980,651,99
	Balance with other banks and financial institutions	5,995,409,408	6,618,442,27
		6,942,629,273	7,600,075,76
	Net Operating Cash Flows Per Share - (NOCFPS)	(6.72)	8.9
		sd/-	sd/-
	Director Managing Director Compar Oct 2019	ny Secretary Ch	ief Financial Officer

29 Oct 2019		29 Oct 201	29 Oct 2019						
	C								
Separate Statement of Changes in Equity									
For the period ended 30 September 2019									
Particulars	Share Capital	Share money deposit for right issue	Statutory Reserve	General Reserve	Retained Earnings	Total Equity			
Balance as at 01 January 2019	5,131,796,410	-	1,615,433,347	-	2,297,477,627	9,044,707,384			
Items involved in changes in equity									
Right Share Subscription	-	-	-	-		-			
Net profit for the period Transaction cost against right issue	-	.		-	463,950,355	463,950,355			
Appropriation to statutory reserve			92,790,071		(92,790,071)				
Dividend			32,730,071		(52,730,071)				
Cash dividend (15%)	-		-	-	(769,769,462)	(769,769,462)			
Balance as at 30 September 2019	5,131,796,410	-	1,708,223,418	-	1,898,868,449	8,738,888,278			
Balance as at 01 January 2018	3,182,509,410	160,307,660	1,472,602,021	-	2,452,387,301	7,267,806,391			
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	-	- 1	-	-	318,584,495	318,584,495			
Transaction cost against right issue	-	.	63,716,899	-	(10,170,363)	(10,170,363)			
Appropriation to statutory reserve Dividend		.	63,716,899	-	(63,716,899)	•			
Stock dividend (7.5%)	358,032,300		-	-	(358,032,300)				
Cash dividend (7.5%)	<u> </u>		-	-	(358,032,317)	(358,032,317)			
Balance as at 30 September 2018	5,131,796,410	-	1,536,318,920	-	1,981,019,917	8,649,135,248			
sd/-		sd/-		sd/-		sd/-			

Consolidated Balance	Sheet	
As at 30 September 2019		
PROPERTY AND ASSETS	30.09.2019	nt in Taka 31.12.2018
Cash	947,898,629	1,002,028,777
Cash in hand (including foreign currencies) Balance with Bangladesh Bank and its agent banks (including foreign currencies)	1,208,917 946,689,712	904,927
Balance with other banks and financial institutions Inside Bangladesh Outside Bangladesh	7,714,319,581 7,714,319,581	8,431,276,535 8,431,276,535
Money at call and short notice	-	-
Investment	5,055,172,070	5,713,587,671
Government securities Other investments	5,055,172,070	5,713,587,671
Leases, loans and advances Loans, cash credit and overdraft etc. Bills discounted and purchased	68,450,362,830 68,450,362,830	68,676,032,831
Fixed assets including land, building, furniture and fixtures	2,516,197,865	2,405,753,963
Other assets	3,043,471,658	1,660,000,929
Non-Banking assets	-	-
TOTAL PROPERTY AND ASSETS	87,727,422,632	87,888,680,706
LIABILITY AND SHAREHOLDERS' EQUITY		
Liabilities		
Borrowings from Bangladesh Bank, other banks and financial institutions	19,425,365,791	16,263,240,621
Deposits and other accounts Current deposits and other accounts etc. Bills payable	49,393,896,586	53,404,546,419
Saving bank deposit		-
Term deposits Bearer certificate of deposits	49,204,799,441	53,231,132,604
Other deposits	189,097,145	173,413,815
Other liabilities	9,487,541,158	8,286,435,375
TOTAL LIABILITIES	78,306,803,535	77,954,222,415
Shareholders' Equity Paid up capital	9,267,856,120 5,131,796,410	9,823,214,683 5,131,796,410
Share money deposit for right issue Share premium	1,090,888,800	1,090,888,800
Statutory reserve	1,708,223,418	1,615,433,347
General reserve Retained earnings	53,048,686 1,283,898,806	53,048,686 1,932,047,440
Non controlling interest	152,762,977	111,243,608
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	87,727,422,632	87,888,680,706
Net asset value per share- (NAV)	18.06	19.14
OFF-BALANCE SHEET ITEMS		
CONTINGENT LIBILITIES		
Acceptances and endorsements Letter of guarantee		357,182,217
Irrevocable letters of credit	-	-
Bill for collection Other contingent liabilities	-	
TOTAL CONTINGENT LIBILITIES	-	357,182,217
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	677,699,350 677,699,350	3,691,862,631 3,691,862,631
TOTAL OFF BALANCE SHEET ITEMS	677,699,350	4,049,044,848
	sd/-	sd/-

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For the period ended 20 Contember 2010							
For the period ended 30 September 2019 Amount in Taka							
		Amount	іп така				
	Jan-Sep 2019	Jan-Sep 2018	Jul-Sep 2019	Jul-Sep 2018			
Operating Income							
Interest income	7,487,341,616	6,618,799,986	2,460,816,926	2,327,925,442			
Less: Interest expenses on deposits & borrowings	5,496,253,649	4,844,833,106	1,893,672,585	1,726,214,932			
Net interest income	1,991,087,966	1,773,966,880	567,144,340	601,710,510			
Income from investment	268,772,263	345,941,614	143,476,130	65,745,939			
Commission, exchange and brokerage income	376,362,479	539,108,458	95,983,893	238,423,194			
Other operational income	601,991,405	592,585,458	199,702,814	206,482,473			
Total operating income	3,238,214,112	3,251,602,409	1,006,307,177	1,112,362,118			
On another Francisco							
Operating Expenses	1 102 002 024	1 044 776 704	264 404 242	254 020 200			
Salary and allowances	1,102,002,031	1,044,776,794	361,481,243	354,028,368			
Rent, taxes, insurance, electricity etc. Legal and professional fees	193,801,618 19,388,280	192,218,639 17,474,907	64,015,453 10,282,861	64,901,221 9,038,951			
Postage, stamp, telecommunication etc.	20,202,545	17,474,907	6,862,407	6,676,597			
Stationery, printing, advertisement			13,779,068				
	38,045,705	34,942,337	3,870,438 446,050	11,050,145			
Managing director's salary and allowance Director fees and expenses	11,608,562	11,608,562		3,870,438 392,750 202,665			
Audit fees	1,542,000	1,369,750 774,746					
	659,811	, , , , , , , , , , , , , , , , , , , ,	260,187				
Repairs, maintenance and depreciation	166,649,601	146,709,588	41,918,976	50,066,591			
Other expenses Total operating expenses	556,160,371 2,110,060,524	534,933,235 2,003,940,743	175,331,421 678,248,104	185,722,123 685,949,850			
lotal operating expenses	2,110,000,324	2,003,340,743	070,240,104	063,343,630			
Net Operating Income	1,128,153,588	1,247,661,667	328,059,074	426,412,268			
Provisions for loans, investments and other assets	693,662,951	880,110,913	295,890,955	456,376,335			
Provisions for leases and loans	441,083,191	368,903,627	140,920,760	100,450,750			
Provision for margin loan	78,746,638	112,522,371	34,996,637	255,306,472			
Provision for diminution in value of investments	173,833,123	395.590.916	119,973,558	100.022.371			
General provision for other assets	173,033,123	3,094,000	119,973,556	596,742			
deficial provision for other assets		3,034,000		330,742			
Profit before tax and reserve	434,490,637	367,550,753	32,168,118	(29,964,067)			
Provision for tax	163,172,623	226,702,195	33,562,890	94,406,886			
Current tax	161,013,319	220,277,915	33,561,569	93,250,022			
Deferred tax	2,159,304	6,424,280	1,321	1,156,864			
•		-,,	_,,,==				
Net profit after tax	271,318,014	140,848,558	(1,394,771)	(124,370,953)			
Attributed to							
Shareholders of the Company	267,557,873	134,441,147	(344,694)	(124,080,183			
Non-controlling interest	3,760,141	6,407,412	(1,050,077)	(290,770)			
	271,318,014	140,848,558	(1,394,771)	(124,370,953)			
Earnings Per Share- (EPS)	0.52	0.26	(0.001)	(0.244)			
sd/- sd/- sd/-		sd/-		sd/-			
Director Director Managing Dire	ector Com	pany Secretary	Chief Fina	ancial Officer			

	Consolidated Statement of Cash Flows							
П	For	the period ended 30 September 2019	Amount in Taka					
П			Jan-Sep 2019	Jan-Sep 2018				
	A)	Cash flows from operating activities Interest received Interest paid Dividend received Fees and commission received Income from investment Cash paid to employees (including directors) Cash paid to suppliers Income taxes paid Received from other operating activities Paid for other operating activities Cash generated from operating activities before changes in operating assets and liabilities	7,469,771,041 (5,386,675,208) 108,101,775 674,624,782 171,853,857 (1,114,063,790) (105,263,052) (150,852,555) 301,555,043 (744,886,575)	6,642,022,530 (4,354,744,129) 65,571,932 836,274,599 308,830,408 (1,109,880,760) (93,648,132) (199,844,611) 292,413,021 (732,349,837)				
П		Increase/(decrease) in operating assets & liabilities:						
		Loans and advances to customers Other assets Deposits from customers Other liabilities Total increase/(decrease) in operating assets & liabilities	422,570,973 (1,226,790,670) (4,010,649,833) (8,172,900) (4,823,042,430)	(508,292,881) (131,248,559) 3,123,736,304 124,623,930 2,608,818,793				
П		Net cash flows/(used in) from operating activities	(3,598,877,111)	4,263,463,813				
П	В)	Cash flows from investing activities						
		Investment in securities Purchase of fixed assets Investment in commercial paper Investment in Subordinated bond Investment in discretionary corporate fund Sales proceeds of fixed assets Acquisition of shares from non-controlling interest Net cash used in investing activities	1,463,263,893 200,000,000 (800,000,000) (204,848,291) (245,609,742) 6,097,833 (10,750,000) 408,153,693	(320,780,098) (467,282,325) 450,000,000 - 41,260,276 (1,250,000) (298,052,146)				
П	C)	Cash flows from financing activities						
		Receipt of term loan, overdraft and REPO Right Share Subscription Transaction cost against right issue Dividend paid Net cash flows from/(used in) financing activities	3,148,608,090 - - (728,971,294) 2,419,636,796	(6,061,034,557) 1,430,947,040 (10,170,363) (373,768,539) (5,014,026,419)				
	D) E) E) F)	Net increase/(decrease) in cash & cash equivalents Effect of exchange rates on cash and cash equivalents Cash and cash equivalents at the beginning of the period Cash and cash equivalents at the end of the period	(771,086,622) (481) 9,433,305,313 8,662,218,210	(1,048,614,752) 664 10,030,212,456 8,981,598,369				
		* Closing cash and cash-equivalents Cash in hand (including foreign currencies) Balance with Bangladesh Bank and its agent bank (s) Balance with other banks and financial institutions	1,208,917 946,689,712 7,714,319,581 8,662,218,210	1,535,584 980,651,998 7,999,410,787 8,981,598,369				
		Net Operating Cash Flows Per Share - (NOCFPS)	(7.01)	8.41				
			sd/- empany Secretary	sd/- Chief Financial Officer				
	29 (Oct 2019						

Director Director N	lanaging Director	Company Secretary	Chief Financial Off	icer Sd/-		sd/- Managing Directo	sa/- or Company Se	cretary Chief F	inancial Officer		
29 Oct 2019				29 Oct 2	019						
Consolidated Statement of Changes in Equity											
For the period ended 30 September 2019 Amount in Taka											
Equity attributable to the shareholders of the Company											
Particulars	Share Capital	Share money deposit for right issue	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Total	Non Controlling Interest	Total Equity		
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		
tems Involved in Changes in Equit	,										
Right Share Subscription	' -	-	-	-	-	-	-	-	_		
Changes in non-controlling interest	-	-	-	-	-	(53,146,974)	(53,146,974)	42,396,974	(10,750,000)		
Net profit for the period	-	-	-	-	-	267,557,873	267,557,873	3,760,141	271,318,014		
Transaction cost against right issue	-	-	-	-	-	-	-	-	-		
Appropriation to statutory reserve	-	-	-	92,790,071	-	(92,790,071)	-	-	-		
Appropriation to general reserve	-	-	-	-	-	-	-	-	-		
Dividend						/	/	/	/		
Cash dividend (15%, 5%)		-	4 000 000 000	4 700 222 440	-	(769,769,462)	(769,769,462)	(4,637,745)	(774,407,207)		
Salance as at 30 September 2019	5,131,796,410	-	1,090,888,800	1,708,223,418	53,048,686	1,283,898,806	9,267,856,120	152,762,977	9,420,619,097		
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		
tems Involved in Changes in Equit	v										
Right share money deposit received		(160,307,660)	-	-	-	-	-	-	-		
Right Share Subscription	1,430,947,040	` ' - '	-	-	-	-	1,430,947,040	-	1,430,947,040		
Changes in non-controlling interest	-	-	-	-	-	(839,001)	(839,001)	(410,999)	(1,250,000)		
let profit for the period	-	-	-	-	-	134,441,147	134,441,147	6,407,412	140,848,558		
ransaction cost against right issue	-	-	-	-	-	(10,170,363)	(10,170,363)	-	(10,170,363)		
Appropriation to statutory reserve	-	-	-	63,716,899	-	(63,716,899)	-	-	-		
Appropriation to general reserve	-	-	-	-	5,407,725	(5,407,725)	-	-	-		
Dividend						(250 222 222)					
Stock dividend (7.5%)	358,032,300	-	-	-	-	(358,032,300)	(250,022,217)	-	(250 022 217)		
Cash dividend (7.5%) Balance as at 30 September 2018	5,131,796,410	-	1.090.888.800	1,536,318,920	56.275.163	(358,032,317)	(358,032,317) 9,523,346,974	107.515.776	(358,032,317) 9.630.862.750		
balance as at 50 September 2018	3,131,/96,410	-	1,030,088,800	1,550,518,920	30,275,103	1,708,067,682	3,323,346,974	107,315,776	3,030,862,730		
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