

## LANKABANGLA FINANCE LIMITED AND ITS SUBSIDIARIES **Audited Financial Statements**

How the matters were addressed in our audit

We have assessed the appropriateness of the

group's capital work in progress in accordance to

Our substantive procedures in relation to the

capital work in progress recognition comprises the

calculations made for the recording the total

Agreeing a sample of the construction costs

Critically assessing manual journals posted

to capital work-in-progress to identify

presentation of disclosures against relevant

Our audit procedures included updating our

understanding of the business processes employed

by the company for accounting for, and valuing,

Our audit approach was a combination of test of

We have obtained sufficient audit evidence to

conclude that the inputs and methodologies used

for the valuation of the investments are within a

reasonable range and that valuation policies were

consistently applied by the management of the

 $effectiveness\ of\ the\ group's\ key\ controls\ supporting$ 

the identification, measurement and oversight of

We verified the existence and legal ownership

of equity investments and commercial paper

by confirming investment holdings with CDBL

statement, trust deed and record from the registrar

We tested the calculations of provision for

diminution in value of investment and checked

the presentation and disclosure of investment in

compliance with FID circular no. 8 dated 3 August

2002 and DFIM circular no. 2 dated 31 January

We have obtained an understanding, evaluate

the design and test the operational effectiveness

of the group's key controls over the recognition

and the assumptions used in estimating

theLankaBanglaFinance Limited's future taxable

We also assessed the completeness and

accuracy of the data used for the estimations of

We evaluated the reasonableness of key

assumptions, timing of reversal of temporary

differences and expiration of tax loss carry

forwards, recognition and measurement of

We assessed the adequacy of the company's

disclosures setting out the basis of deferred tax

asset balances and the level of estimation involved

We also assisted in evaluating the tax

implications, the reasonableness of estimates and

Finally assessed the appropriateness and presentation

We have obtained and understanding.

evaluate the design and tested the operational

effectiveness of the group's key controls over

the legal provisions and contingencies process.

We enquired to those charged with governance

to obtain their view on the status of all significant

enquired group's internal legal counsel for

all significant litigation and regulatory matters

and inspected internal notes and reports.

We also received formal confirmations from

We assessed the methodologies on which the

provision amounts are based, recalculated the

provisions, and tested the completeness and

We also assessed group's provisions and contingent

We have tested the design and operating

effectiveness of the group's IT access controls over

accuracy of the underlying information

liabilities disclosure

calculations determined by management.

of disclosures against IAS 12 Income Tax.

litigation and regulatory matters.

measurement of deferred tax assets

of Joint Stock Companies & Firm appropriate

valuation risk of financial assets.

2012 issued by Bangladesh Bank.

assessed the design and operating

internal control and substantive procedures.

capitalized to supporting documentation

unusual or irregular items; and

accounting standards.

their investment portfolio

company.

and

income.

future taxable income.

deferred tax assets.

IAS 16 Property, plant & equipment.

capital work in progress.

As at and for the year ended 31 December 2020

following:

HUSSAIN FARHAD & CO.

## **Independent Auditor's Report**

To the shareholders of LankaBangla Finance Limited

#### Report on the audit of the Consolidated and Separate Financial Statements

#### Opinion

We have audited the consolidated financial statements of LankaBangla Finance Limited and its subsidiaries (the "Group") as well as the separate financial statements of LankaBangla Finance Limited (the "Company"), which comprise the consolidated and separate balance sheet as at 31 December 2020, and the consolidated and separate profit and loss account, consolidated and separate statement of changes in equity and consolidated and separate cash flow statement for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the company give a true and fair view of the consolidated balance sheet of the group and the separate balance sheet of the company as at 31 December 2020, and of its consolidated and separate profit and loss accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in notes 1

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the audit of the consolidated and separate financial statements section of our report. We are independent of the group and the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements for the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

How the matters were addressed in our audit

Our procedures, in relation to the key audit matter

Tested the credit appraisal, loan

disbursement procedures, monitoring and

Identification of loss events, including early

ved quarterly Classification of Loans (CL);

Reviewed the adequacy of the general

and specific provisions in line with related

Reviewed Bangladesh Bank circulars and

other guidelines related to confront this

Reviewed the adequacy of the companies

Assessed the methodologies on which the

provision amounts based, recalculate the

provisions and test the completeness and

Reviewed disbursement procedure related

to SME stimulus packages as per Bangladesh

assessed the appropriateness and

presentation of disclosures against relevant

accounting standards and Bangladesh Bank

accuracy of the underlying information;

Our substantive procedures in relation to the

provisions for leases, loans and advances portfolio

general and specific provisions

Bangladesh Bank guidelines;

pandemic.

comprised the following:

Bank guidelines.

warning and default warning indicators;

described, included, among others:

provisioning process;

Descrip	tior	of	key au	ıdit m	atte	rs

#### 01. Measurement of provisions for leases, loans and advances

The process of estimating the provisions for leases, loans and advances portfolio associated with credit risk is significant and complex.

For the individual analysis, these provisions consider the estimates of future business performance and the market value of collateral provided for the credit transactions.

For the collective analysis, these provisions are manually processed that deals with voluminous databases, assumptions and calculations for the provision estimates of complex design and

At year end of 2020 the group reported total gross loans, cash credit and overdraft etc. of BDT 58,472.23 million (2019: BDT 65,117.08 million) and provisions for leases, loans and advances in the financial statements of BDT 2,241.27 million (2019: BDT 2,204.02 million). The total provisions for leases and loans shown in the profit and loss for this year stand BDT290.07 million (2019: BDT 702.95 million).

We have focused on the following significant judgments and estimates which could give rise to material misstatement or management bias:

- Completeness and timing of recognition of the loss events in accordance with criteria set out in FID circular no.08 dated 03 August 2002 and FID Circular no.03, dated 03 May 2006 and DFIM circular No. 03, dated 29 April 2013.
- For individually assessed provisions, the measurement of the provision may be dependent on the valuation of collateral estimates of exit values and the timing of cash flows

Provision measurement is primarily dependent upon key assumptions relating to probability of default. ability to repossess collateral and recovery rates.

For the impact of COVID-19, the gross interest income, net interest income and loans, cash creditandoverdraft etc. of LankaBangla group has been decreased by 19.92%. 24.96% and 10.20% respectively from the last year. On the other hand, Interest suspense has been increased by 5.62% from last year.

Moreover, gross interest income, net interest income and leases, loans & advances of LankaBangla Finance has been decreased by 19.04%, 25.84% and 9.81% respectively from the last year. Conversely, interest suspense has been increased by 6.68% from last year.

## See note no 12.4 to the financial statements

#### 2. Carrying value of investments in subsidiary (s) by LankaBangla Finance Limited and impairment assessment of unquoted investments

- The LankaBangla Finance Limited (the "Company") has invested in equity shares of its subsidiaries LankaBangla Securities Limited, LankaBangla Asset Management Company Limited and LankaBangla Investment Limited. As at 31st December 2020 the carrying value of the investment is BDT 6,115.26 million (2019: BDT 5,651.17 million).
- In the absence of a quoted price in an active market, the fair value of unquoted shares and bonds, especially any impairment is calculated using valuation techniques which may take into consideration direct or indirect unobservable market data and hence require an elevated level of judgment.
- Management has applied IFRS 9, (as permitted by IAS 27) for accounting of investment in subsidiaries in the separate financial statements of the company. As per IFRS 9. investment in subsidiary is measured at fair value through other comprehensive income.
- However, as per Bangladesh Bank guideline, the company cannot present "Other Comprehensive Income" and thus any change in fair value will directly be recognized in revaluation reserve under equity in the financial statements. This departure from IFRS is disclosed in Note-2.5.12

See note no. 9 to the financial statements.

- We havereviewed management's analysis of fair value assessment in accordance with IFRS 13 and recoverable value calculation of subsidiaries in accordance with IAS 36
- We have assessed the process and controls put in place by the company to ensure all major investment decisions are undertaken through a proper due diligence process. We tested a sample of investments valuation as at 31st December, 2020 and compare our results to the recorded value. Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank Guidelines.
- We have checked mathematical accuracy of the model, recalculate the adjusted net asset method used within the model, inputs used in the determination of assumption within the model were challenged and corroborating information was obtained with reference to external market information, third party sources.

The impact has been disclosed in Note 15A of the notes to the financial statements.

#### Description of key audit matters

#### 3. Capital work-in-progress

- The company's capital work-in-progress for the year ended 31st December 2020 was BDT 444.19 million (2019: BDT 357.05 million) which increased by BDT 87.14 million compared to the previous financial year, an increase of 24.41% from last year.
- As capital work in progress had a substantial increase over the year and has risks of fictitious additions, inaccurate valuation & inappropriate recognition, significant judgment is required on the figure classified as capital work-in-progress.

#### See note no. 8.3 to the financial statements

#### 4. Investment and provision for diminution in value of investment

Group investments comprise of marketable ordinary shares of BDT 4,258.15 million, nonmarketable ordinary shares of BDT 267.64 million. subordinate bond BDT 800 million, perpetual bond BDT 500 million and discretionary corporate fund BDT 205.86 million.

Group investments are valued at BDT 6,031.65 million and represent 7.37% of total assets. This was an area of focus for our audit and significant audit effort was directed

The investment portfolio of the LankaBangla

Finance Limited comprises investments in marketable ordinary shares of BDT 1,176.57 million, non-marketable ordinary shares of BDT 113.44 million subordinate bond BDT 800 million, perpetual bond BDT 500 million and discretionary corporate fund BDT 205.86 million. Investments in quoted shares and unquoted

shares are valued at average cost. However, the

company made provision for diminution in value of

investment as per FID circular no. 8 dated 3 August 2002 and DFIM circular no. 02 dated 31 January 2012 We focused on this area because of the significance of the investments in the financial statements, and departure from the recognition and presentation criteria of IFRS 9. IFRS 7 & IAS 32 to comply the

See notes no. 2.17, 6 and 32 to the financial statements.

above circular of Bangladesh Bank for determining

the valuation methodology and presentation to be

applied by the management of the company

### 5. Measurement of deferred tax assets

LankaBangla Finance Ltd. has unrecognized deferred tax assets in respect of unabsorbed tax losses, unabsorbed capital allowance, and other timing differences.

There is inherent uncertainty involved in forecasting future taxable profits, which determines the extent to which deferred tax assets are or are not recognized.

LankaBangla Finance Limited reports net deferred tax assets totaling to BDT 20.67 million as at 31st December 2020.

Significant judgment is required in relation to deferred tax assets as their recoverability is dependent on forecasts of future profitability over a number of years.

See note no 2.38(b), 2.5(5) and 9.1.1.1 to the

## 6. Legal and regulatory matters

We focused on this area because LankaBangla Finance Limited and its subsidiaries (the "Group") operate in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.

These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.

Overall, the legal provision represents the group's best estimate for existing legal matters that have a probable and estimable impact on the group's financial position.

## See note no 1 to the financial statements

## 7. IT systems and controls

Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.

## Our areas of audit focus included

- IT Security management;
- IT risk management;
- Service delivery management;
- Infrastructure security management;
- Access control:
- Business continuity and Disaster Recovery Management, etc.

### the information systems that are critical to financial We have also assessed the total IT security over its operation in accordance with the guideline

on ICT security for Banks and Non-Bank Financial nstitutions dated May, 2015 Version 3.0 We have tested IT general controls (logical

access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized.

We have tested group's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our

Where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood where relevant, changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.

## 8. Preparation of consolidated financial

LankaBangla Finance Limited has direct ownership interest in LankaBangla Securities Limited since 1997 LankaBangla Investments Limited since 2010, LankaBangla Asset Management Company Limited since 2007. LankaBangla Finance Limited has indirect ownership interest in LankaBangla Information Systems Limited since 2013, BizBangla Media Limited since 2015.

Determination of significant control requires careful assessment of different elements.

Furthermore, introduction of a subsidiary requires significant amendments in preparing the financial statements including preparation o consolidated financial statements which requires range of adjustments and additional disclosure requirements.

#### We have obtained an understanding of the consolidation process, including transactions undertaken between these companies. We have received subsidiaries signed auditor's report along with financial statements in this regard.

We have carried out risk assessment pertaining to consolidation and the adjustments necessary to properly prepare the consolidated financial statements. We have also carried out an assessment of the inherent limitations to consolidation processes to address them.

Finally, we have reviewed the appropriateness and presentation of disclosures against relevant accounting standards and guidelines.

#### Other Matter

The consolidated and separate financial statements of LankaBangla Finance Limited for the year ended December 31, 2019, were audited by SFAHMED & CO. Chartered Accountants, who expressed an unmodified opinion on those statements on June 08, 2020. The financial statements of LankaBangla Securities Limited (subsidiary) for the year ended December 31, 2019, were audited by AHMED ZAKER & CO., Chartered Accountants, who expressed an unmodified opinion on those statements on June 08, 2020. The financial statements of LankaBangla Investments Limited (subsidiary) and LankaBangla Asset Management Company Limited for the year ended December 31, 2019, were audited by Syful Shamsul Alam & Co., Chartered Accountants, who expressed an unmodified opinion on those statements on June 08, 2020.

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#### Other Information

Management is responsible for the other information. The other information comprises all of the information in the annual report other than the consolidated and separate financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report. Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the company.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal **Controls** Management is responsible for the preparation and fair presentation of the consolidated financial statements and the consolidated financial statements are consolidated for the preparation and fair presentation of the consolidated financial statements are consolidated financial statements.

of the group and also separate financial statements of the company in accordance with IFRSs as explained in note no. 2, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. In preparing the consolidated and separate financial statements, management is responsible for assessing the group's and the company's ability to continue as a going concern, disclosing, as applicable, matters

related to going concern and using the going concern basis of accounting unless management either intends to liquidate the group and the company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the group's and the company's financial

Auditor's Responsibilities for the audit of the consolidated and separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements. As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement in the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and relevant to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to develop audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's and the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group and the company to cease to continue as a going
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant

ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters

that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements In accordance with the Companies Act, 1994, the Securities and Exchange Rules, 1987, the Financial

Institutions Act, 1993 and the rules and regulations issued by Bangladesh Bank, we also report that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- in our opinion, proper books of accounts as required by law have been kept by the company so far as it appeared from our examination of those books;
- the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns; the expenditures incurred and payment made were for the purpose of the company's business for the year;
- the financial statements of the company have been drawn up in conformity with the Financial Institutions Act, 1993 and in accordance with the accounting rules and regulations which were
- issued by Bangladesh Bank to the extent applicable to the company; adequate provisions have been made for loans, advances, leases, investment and other assets which are, in our opinion, doubtful of recovery and Bangladesh Bank's instructions in this regard
- have been followed properly: the financial statements of the company conform to the prescribed standards set in the accounting regulations which were issued by Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- viii) the records and statements which were submitted by the branches have been properly maintained and recorded in the financial statements:
- statements sent to Bangladesh Bank have been checked on sample basis and no inaccuracy has
- taxes and other duties were collected and deposited in the government treasury by the company

found satisfactory based on test checking;

- nothing has come to our attention that the company has adopted any unethical means i.e., 'window dressing' to inflate the profit and mismatch between the maturity of assets and liabilities;
- proper measures have been taken to eliminate the irregularities mentioned in the inspection report of Bangladesh Bank and the instructions which were issued by Bangladesh Bank and other regulatory authorities have been complied properly as disclosed to us by management;
- based on our work as mentioned above under the auditor's responsibility section, the internal control and the compliance of the company is satisfactory, and effective measures have been taken to prevent possible material fraud, forgery and internal policies are being followed appropriately;
- xiv) the Company has complied with relevant laws pertaining to capital, reserve and net worth, cash and liquid assets and procedure for sanctioning and disbursing loans/leases found satisfactory; we have reviewed over 80% of the risk weighted assets of the company and we have spent
- around 921 person hours for the audit of the books and accounts of the company xvi) the company has complied with relevant instructions which were issued by Bangladesh Bank
- relevant to classification, provisioning and calculation of interest suspense; the company has complied with the 'First Schedule' of Bank Companies Act, 1991 in preparing these financial statements in accordance with DFIM circular no. 11, dated 23 December 2009; and
- xviii) all other issues which in our opinion are important for the stakeholders of the company have been adequately disclosed in the audit report.

Firm Name : Hussain Farhad & Co., Chartered Accountants Registration No

: 4/452/ICAB-84

Signature of the auditor Name of the auditor DVC No. Place

Dated

: M. Farhad Hussain FCA, Partner/Enrollment No.: 452 : 2103100452AS243902 : Dhaka : 10 March, 2021

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



## LANKABANGLA FINANCE LIMITED AND ITS SUBSIDIARIES **Audited Financial Statements**

CONSOLIDATED STATEMENT OF CASH FLOWS

As at and for the year ended 31 December 2020

Amount in Taka

Etherson

Amount in Taka

31.12.2020 31.12.2019

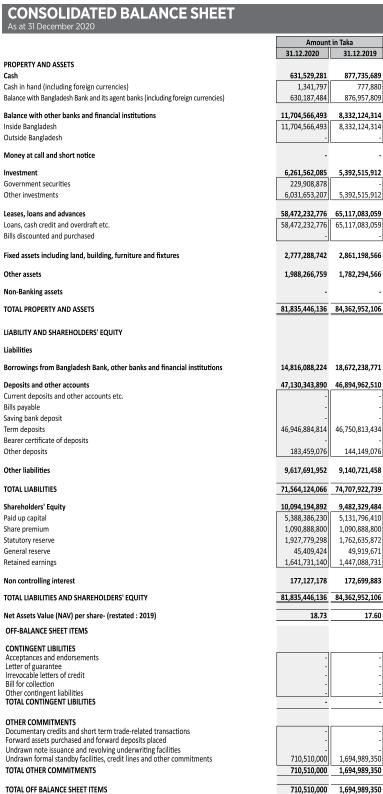
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This is the Consolidated Balance Sheet referred to in our separate report of even date

10 March, 2021 DVC No.: 2103100452AS243902

10 March, 2021

DVC No. : 2103100452AS243902



## CONSOLIDATED PROFIT AND LOSS ACCOUNT

	Amount in Taka		
	2020	2019	
Operating Income			
Interest income	8,146,213,389	10,172,730,417	
Less: Interest expenses on deposits & borrowings	5,972,102,383	7,275,494,160	
Net interest income	2,174,111,006	2,897,236,257	
Income from investment	315,533,440	340,733,579	
Commission, exchange and brokerage income	496,354,278	452,973,525	
Other operational income	731,521,223	791,252,947	
Total operating income	3,717,519,947	4,482,196,307	
Operating Expenses			
Salary and allowances	1,275,224,475	1,504,636,741	
Rent, taxes, insurance, electricity etc.	42,372,349	64,208,220	
Legal and professional fees	31,362,343	39,269,011	
Postage, stamp, telecommunication etc.	23,365,252	28,788,937	
Stationery, printing, advertisement	31,586,394	47,830,780	
Managing director's salary and allowance	15,479,000	15,479,000	
Directors' fees and expenses Auditors' fees	2,329,800 1,112,050	2,638,900 1,086,750	
Repairs, maintenance and depreciation	390,836,291	412,630,098	
Other expenses	574,540,370	756,063,216	
Total operating expenses	2,388,208,324	2,872,631,652	
iotal operating expenses	2,300,200,324	2,072,031,032	
Net Operating Income	1,329,311,623	1,609,564,656	
Provisions for loans, investments and other assets	151,027,084	884,805,175	
Provisions for leases and loans	121,432,439	586,870,691	
Provision for margin loan	168,636,136	116,083,141	
Provision for diminution in value of investments	(140,741,491)	181,851,344	
General provision for other assets	1,700,000	-	
Profit before tax and reserve	1,178,284,539	724,759,481	

Auditors' fees         1,112,050         1,086,750           Repairs, maintenance and depreciation         390,836,291         412,630,098           Other expenses         574,540,370         756,063,216           Total operating expenses         2,388,208,324         2,872,631,652           Net Operating Income         1,329,311,623         1,609,564,656           Provisions for loans, investments and other assets         151,027,084         884,805,175           Provisions for leases and loans         121,432,439         586,870,691           Provision for margin loan         168,636,136         116,083,141           Provision for diminution in value of investments         (140,741,491)         181,851,344           General provision for other assets         1,770,000         181,851,344           Profit before tax and reserve         1,178,284,539         724,759,481           Provision for tax         199,766,087         216,531,197           Current tax         199,660,87         214,235,553           Deferred tax         978,518,451         508,228,283           Attributed to         378,518,451         508,228,283           Attributed to         974,090,749         503,883,570           Shareholders of the Company         974,909,749         503,883,570      <	Directors' fees and expenses	2,329,800	2,638,900
Other expenses         574,540,370         756,063,216           Total operating expenses         2,388,208,324         2,872,631,655           Net Operating Income         1,329,311,623         1,609,564,656           Provisions for loans, investments and other assets         151,027,084         884,805,175           Provisions for leases and loans         121,432,439         586,870,691           Provision for margin loan         168,636,136         116,083,141           Provision for diminution in value of investments         (140,741,491)         181,851,344           General provision for other assets         1,700,000	Auditors' fees	1,112,050	1,086,750
Total operating expenses         2,388,208,324         2,872,631,652           Net Operating Income         1,329,311,623         1,609,564,656           Provisions for loans, investments and other assets         151,027,084         884,805,175           Provisions for leases and loans         121,432,439         586,870,691           Provision for margin loan         166,636,136         116,083,141           Provision for diminution in value of investments         (140,741,491)         181,851,344           General provision for other assets         1,700,000         214,235,393         724,759,481           Profit before tax and reserve         1,178,284,539         724,759,481           Provision for tax         199,766,087         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         3         3         3         3           Shareholders of the Company         97,090,749         503,883,570         3         3           Non-controlling interest         4,427,702         4,344,714         978,518,451         508,228,283           Appropriations         160,633,180         144,073,50	Repairs, maintenance and depreciation	390,836,291	412,630,098
Net Operating Income         1,329,311,623         1,609,564,656           Provisions for loans, investments and other assets         151,027,084         884,805,175           Provisions for leases and loans         121,432,439         586,870,691           Provision for margin loan         168,636,136         116,083,141           Provision for diminution in value of investments         (140,741,491)         181,851,344           General provision for other assets         1,700,000         724,759,481           Provision for tax         199,766,087         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         378,518,451         508,228,283           Appropriations         4,427,702         4,344,714           Shareholders of the Company         974,090,749         503,883,570           Non-controlling interest         4,427,702         4,344,714           Appropriations         160,633,180         144,073,509           Stautory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus	Other expenses	574,540,370	756,063,216
Provisions for loans, investments and other assets         151,027,084         884,805,175           Provisions for leases and loans         121,432,439         586,870,691           Provision for margin loan         168,636,136         116,083,141           Provision for diminution in value of investments         (140,741,491)         181,851,344           General provision for other assets         1,700,000            Profit before tax and reserve         1,178,284,539         724,759,481           Provision for tax         199,766,087         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         378,518,451         508,228,283           Appropriations         974,090,749         503,883,570           Non-controlling interest         4,427,702         4,344,714           978,518,451         508,228,283           Appropriations         160,633,180         144,073,509           Statutory reserve         (4,510,247)         (3,129,015)           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,81	Total operating expenses	2,388,208,324	2,872,631,652
Provisions for loans, investments and other assets         151,027,084         884,805,175           Provisions for leases and loans         121,432,439         586,870,691           Provision for margin loan         168,636,136         116,083,141           Provision for diminution in value of investments         (140,741,491)         181,851,344           General provision for other assets         1,700,000            Profit before tax and reserve         1,178,284,539         724,759,481           Provision for tax         199,766,087         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         378,518,451         508,228,283           Appropriations         974,090,749         503,883,570           Non-controlling interest         4,427,702         4,344,714           978,518,451         508,228,283           Appropriations         160,633,180         144,073,509           Statutory reserve         (4,510,247)         (3,129,015)           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,81			
Provisions for leases and loans         121,432,439   168,630,136   116,083,141   116,083,141   116,083,141   116,083,141   116,083,141   117,0000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,000000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,00000   117,000000   117,00000   117,000000   117,000000   117,000000   117,0000000   117,00000000000000000000000000000000000	Net Operating Income	1,329,311,623	1,609,564,656
Provision for margin loan         168,636,136 (140,741,491)         116,083,141 (140,741,491)         181,851,344 (140,741,491)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,344 (170,000)         181,851,351         181,851,351         197,660,87 (170,000)         181,851,351			
Provision for diminution in value of investments General provision for other assets         (140,741,491) 1,700,000 1,700,00			
General provision for other assets         1,700,000         -           Profit before tax and reserve         1,178,284,539         724,759,481           Provision for tax         199,660,87         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         974,090,749         503,883,570           Shareholders of the Company         974,090,749         503,883,570           Non-controlling interest         4,227,702         4,344,714           978,518,451         508,228,283           Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060			
Profit before tax and reserve         1,178,284,539         724,759,481           Provision for tax         199,766,087         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         974,090,749         503,883,570           Non-controlling interest         4,427,702         4,344,714           978,518,451         508,228,283           Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060			181,851,344
Provision for tax         199,766,087         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         974,090,749         503,883,570           Non-controlling interest         4,427,702         4,344,714           4978,518,451         508,228,283           Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060	General provision for other assets	1,700,000	-
Provision for tax         199,766,087         216,531,197           Current tax         199,660,429         214,235,553           Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         974,090,749         503,883,570           Non-controlling interest         4,427,702         4,344,714           4978,518,451         508,228,283           Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060			
Current tax Deferred tax         199,660,429 124,235,553 105,659         214,235,553 2,295,644           Net profit after tax         978,518,451 508,228,283           Attributed to Shareholders of the Company Non-controlling interest         974,090,749 4,247,702 4,344,714         503,883,570 4427,702 4,344,714           Appropriations         160,633,180 508,228,283           Appropriations         165,143,426 147,202,525 (6neral reserve 4,510,247) (3,129,015)           Retained surplus         813,457,569 359,810,060	Profit before tax and reserve	1,178,284,539	724,759,481
Current tax Deferred tax         199,660,429 124,235,553 105,659         214,235,553 2,295,644           Net profit after tax         978,518,451 508,228,283           Attributed to Shareholders of the Company Non-controlling interest         974,090,749 4,247,702 4,344,714         503,883,570 4427,702 4,344,714           Appropriations         160,633,180 508,228,283           Appropriations         165,143,426 147,202,525 (6neral reserve 4,510,247) (3,129,015)           Retained surplus         813,457,569 359,810,060		400 700 007	246 524 407
Deferred tax         105,659         2,295,644           Net profit after tax         978,518,451         508,228,283           Attributed to         974,090,749         503,883,570           Non-controlling interest         4,427,702         4,344,714           Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060			
Net profit after tax         978,518,451         508,228,283           Attributed to Shareholders of the Company Non-controlling interest         974,090,749         503,883,570         4,247,702         4,344,714         978,518,451         508,228,283           Appropriations Statutory reserve General reserve         160,633,180         144,073,509         144,073,509         147,202,525         147			
Attributed to Shareholders of the Company Non-controlling interest         974,090,749 4,247,702 4,344,714 4,277,002 4,344,714 4,073,509 508,228,283           Appropriations Statutory reserve General reserve         160,633,180 144,073,509 147,202,525 (4,510,247) (3,129,015)	Deterred tax	105,659	2,295,644
Shareholders of the Company Non-controlling interest         974,090,749 4,217,702 4,344,714         503,883,570 4,277,702 4,344,714           Appropriations         160,633,180 144,073,509           Statutory reserve General reserve         165,143,426 147,202,525 (4,510,247) (3,129,015)           Retained surplus         813,457,569 359,810,060	Net profit after tax	978,518,451	508,228,283
Shareholders of the Company Non-controlling interest         974,090,749 4,217,702 4,344,714         503,883,570 4,277,702 4,344,714           Appropriations         160,633,180 144,073,509           Statutory reserve General reserve         165,143,426 147,202,525 (4,510,247) (3,129,015)           Retained surplus         813,457,569 359,810,060	Attributed to		
Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060		974 090 749	502 992 570
Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060			
Appropriations         160,633,180         144,073,509           Statutory reserve         165,143,426         147,202,525           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060	Non-controlling interest		
Statutory reserve         165,143,426 (4,510,247)         147,202,525 (3,129,015)           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060		370,310,131	500/220/200
Statutory reserve         165,143,426 (4,510,247)         147,202,525 (3,129,015)           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060			
Statutory reserve         165,143,426 (4,510,247)         147,202,525 (3,129,015)           General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060	Appropriations	160,633,180	144.073.509
General reserve         (4,510,247)         (3,129,015)           Retained surplus         813,457,569         359,810,060			
Retained surplus 813,457,569 359,810,060			
Earnings Per Share- (EPS) (restated: 2019) 1.81 0.94	Retained surplus	813,457,569	359,810,060
	Earnings Per Share- (EPS) (restated : 2019)	1.81	0.94





Hussain Farhad &Co.

 Cash flows from operating activities Interest received Interest paid 8,128,968,111 (6,138,547,346) Interest paid
Dividend received
Fees and commission received
Income from investment
Cash paid to employees (including directors)
Cash paid to suppliers 80,661,146 860,265,355 186,814,914 (1,339,659,487) (126,186,037) (174,843,967) (144,193 (217,918 Cash paid to Suppries
Income taxes paid
Received from other operating activities
Paid for other operating activities
Cash generated from operating activities before changes in o Increase/(decrease) in operating assets & liabilities: Loans and advances to customers 6,433,966,714 10,895,012 235,381,380 3,553,033 57,933 (6,509,583 Other assets Deposits from customers 511,721,390 (473,264, 7,191,964,495 (3,371,877) Total increase/(decrease) in operating assets & liabilities Net cash flows from /(used in) operating activities 8,505,851,188 (1,363,337) B) Cash flows from investing activities Cash flows from investing activities Investment in securities Treasury bills Purchase of fixed assets Sales proceeds of fixed assets Investment in commercial paper Investment in Subordinated bond Investment in Subordinated bond Investment in Discretionary corporate fund Acquisition of shares from non-controlling interest Net cash flows from /(used in) investing activities 1,122,89 (204,424,552) (175,738,539) 90,477,731 200,000 (500,000,000) (800,000) (201,824) (4,034,669) (928,822,653) Cash flows from financing activities

Receipt of term loan, overdraft and REPO
Payment of lease liabilities-Vehicles
Payment of lease liabilities-Office premises
Transaction cost against share transfer (RJSC fee)
Dividend naise (3,792,848,517) (6,540,811) (230,252,930) (3,000,000) (5,885) (154,708) (418,152,103) (4,450,794,361) (729,954 **1,148,87** 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 year 3,126,234,175 1.596 (223,447 9,433,305 9,209,860 Cash and cash equivalents at the end of the year \* 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 1,341,797 630,187,484 Net Operating Cash Flows Per Share - (NOCFPS) (restated: 2019) 15.79 Marja Thalm Managing Direct

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the year ended 31 December 2020

Dhaka, 10 March, 2021

PROPERTY AND ASSETS

Cash in hand (including foreign currencies)

Cash

CONTINGENT LIBILITIES

CONTINGENT LIBILITIES
Acceptances and endorsements
Letter of guarantee
Irrevocable letters of credit
Bill for collection
Other contingent liabilities
TOTAL CONTINGENT LIBILITIES

		Equity attributable to the shareholders of the Company							
Particulars	Share Capital	Share Premium	Statutory Reserve	General Reserve	Retained Earnings	Total	Controlling Interest		
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									
Changes in non-controlling interest	-	-	-		408	408	(408)		
Transaction cost against share transfer (RJSC fee)	-				(3,000,000)	(3,000,000)		(3,000,000	
Net profit for the year	-	-	-	-	974,090,749	974,090,749	4,427,702	978,518,45	
Appropriation to statutory reserve	-	-	165,143,426		(165,143,426)				
Appropriation to general reserve	-			(4,510,247)	4,510,247				
Dividend									
Stock dividend (5%)	256,589,820	-			(256,589,820)				
Cash dividend (7%)	-	-	-	-	(359,225,749)	(359,225,749)	-	(359,225,749	
Balance as at 31 December 2020	5,388,386,230	1,090,888,800	1,927,779,298	45,409,424	1,641,731,140	10,094,194,892	177,127,178	10,271,322,07	
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	9,934,458,29	
Items Involved in Changes in Equity									
Changes in non-controlling interest					(74,999,307)	(74,999,307)	61,749,307	(13,250,000	
Net profit for the year	-	-	-	-	503,883,570	503,883,570	4,344,714	508,228,28	
Appropriation to statutory reserve	-	-	147,202,525	-	(147,202,525)	-	-		
Appropriation to general reserve	-		-	(3,129,015)	3,129,015	-			
Dividend									
Cash dividend (15%, 5%)	-	-	-	-	(769,769,462)	(769,769,462)	(4,637,745)	(774,407,20	
Balance as at 31 December 2019	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	9,655,029,36	

15%, 5%)	-	-	-	-	(769,769,462)	(769,769,462)	(4,637,745)	(774,40
1 December 2019	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	9,655,0
Direc		Mana	in Thalian ging Director	\	ompany Secreta	ry	Chief Finance	
1								Farhad & C

# **SEPARATE BALANCE SHEET**

Balance with Bangladesh Bank and its agent banks (including foreign currencies)	630,187,484	876,957,809	
Balance with other banks and financial institutions	9,728,246,688	7,011,942,991	
Inside Bangladesh	9,728,246,688	7,011,942,991	
Outside Bangladesh	-	-	
Money at call and short notice	-		
Investment	3,025,772,386	2,393,868,418	
Government securities	229,908,878	-	
Other investments	2,795,863,508	2,393,868,418	
Leases, loans and advances	54,709,353,488	60,662,461,499	
Loans, cash credit and overdraft etc.	54,709,353,488	60,662,461,499	
Bills discounted and purchased	-	-	
Fixed assets including land, building, furniture and fixtures	1,718,099,868	1,762,461,900	
Other assets	7,000,311,664	6,473,187,859	
Non-Banking assets	-		
TOTAL PROPERTY AND ASSETS	76,812,538,240	79,181,420,224	
LIABILITY AND SHAREHOLDERS' EQUITY			
Liabilities			
Borrowings from Bangladesh Bank, other banks and financial institutions	12,460,714,321	15,613,095,652	
Deposits and other accounts	47,611,272,015	46,894,962,510	

TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	76,812,538,240	79,181,420,224
Retained earnings Revaluation reserve for investment in subsidiaries	2,161,276,401 1,018,070,876	2,116,518,264 1,006,981,408
Statutory reserve	1,927,779,299	1,762,635,872
Paid up capital	5,388,386,230	5,131,796,410
Shareholders' Equity	10,495,512,805	10,017,931,954
TOTAL LIABILITIES	66,317,025,435	69,163,488,270
Other liabilities	6,245,039,099	6,655,430,108
Other deposits	183,459,076	144,149,076
Bearer certificate of deposits	-	-
Term deposits	47,427,812,939	46,750,813,434
Savings bank deposits	-	-
Bills payable	-	-
Current deposits and other accounts	-	-
Deposits and other accounts	47,611,272,015	46,894,962,510
borrowings from bangladesh bank, other banks and infancial institutions	12,400,714,321	13,013,033,032

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 committed to the COMMITMENTS	tments	710,510,000 <b>710,510,000</b>	1,694,989,350 1,694,989,350
TOTAL OFF BALANCE SHEET ITEMS		710,510,000	1,694,989,350
	_	- 11	-07 /: .







			Amoun	t in Taka
			2020	2019
Operating Income				
Interest income			7,628,152,436	9,421,797,188
Less : Interest expenses on deposits	9. horrowings			6,841,087,973
	& borrowings		5,714,195,118	
Net interest income			1,913,957,318	2,580,709,214
Income from investment			115,347,060	340,650,469
Commission, exchange and brokerag	ge income			
Other operational income			533,299,248	571,435,517
otal operating income			2,562,603,627	3,492,795,201
Operating Expenses				
Salary and allowances			898,066,403	986,385,119
Rent, taxes, insurance, electricity etc			27,797,266	36,671,081
Legal and professional fees			27,386,792	34,967,372
Postage, stamp, telecommunication	etc.		19,265,935	22,993,022
Stationery, printing, advertisement			26,487,822	38,378,054
Managing director's salary and allow	/ance		15,479,000	15,479,000
Directors' fees and expenses			660,000	691,200
Auditors' fees			632,500	632,500
Repairs, maintenance and depreciat	ion		308,927,557	314,812,709
Other expenses			321,611,232	446,481,853
Total operating expenses			1,646,314,507	1,897,491,908
Net Operating Income			916,289,119	1,595,303,293
Provisions for loans, investments ar	nd other assets		(1,510,295)	739,009,755
Provisions for leases and loans			121,432,439	586,870,691
Provision for diminution in value of i	nvestments		(122,942,734)	152,139,065
General provision for other assets			-	
Profit before tax and reserve			917,799,415	856,293,538
Provision for tax			92,082,283	120,280,914
Current tax			92,082,283	120,280,914
Deferred tax			-	
Net profit after tax			825,717,132	736,012,624
Appropriations			165,143,426	147,202,525
Statutory reserve			165,143,426	147,202,525
General reserve			103,143,420	- 147,202,323
Retained surplus			660,573,706	588,810,099
•	2010)		1.53	
Earnings Per Share- (EPS) (restated	. 2013)		1.53	1.37
1	4		, , ,	1
	<b>*</b>		( M.	10 Tholand
79	X 1/2		- May	pp \ nuvviv
Director	Director		Man	aging Director
Non-a)	/	121	_	
of the state of th			. ,	
Company Sec	retary	Chief Financial Office	er	
This is the profit and loss account re	ferred to in our separate report of	of even date.		
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DI .			:	$\leq$
Dhaka,				Farhad & Co.
10 March, 2021 DVC No. : 2103100452AS243902			Chartere	ed Accountants
DAC MO: - 5102100425W2542A05				

## SEPARATE STATEMENT OF CASH FLOWS

	Amount
	2020
Cash flows from operating activities	
Interest received	7,607,211,672
Interest paid	(5.875,370,489)
Dividend received	31,696,189
Fees and commission received	328,711,828
Income from investment	55,218,482
Cash paid to employees (including directors)	(921,311,734)
Cash paid to suppliers	(67,961,649)
Income taxes paid	(67,769,720)
Received from other operating activities	192,485,267
Paid for other operating activities	(347,456,453)
Cash generated from operating activities before changes in operating assets and liabilities	935,453,393
Increase/(decrease) in operating assets & liabilities:	
Loans and advances to customers	5,759,878,086
Other assets	(787,964)

	Net cash flows from /(used in) operating activities
B)	Cash flows from investing activities Investment in securities Treasury bills

Total Increase/(decrease) in operating assets & liabilities

Deposits from customers Other liabilities

Purchase of fixed assets

	Sales proceeds of fixed assets Investment in commercial paper Investment in discretionary corporate fund Investment in subordinated bond Investment in Perpetual bond Investment in subsidiaries Net cash flows from /(used in) investing activities
C)	Cash flows from financing activities Receipt of term loan, overdraft and REPO Payment of lease liabilities-Vehicles

Payment of lease liabilities-Office premises Net cash flows from/(used in) financing activities Effect of exchange rates on cash and cash equivalents Cash and cash equivalents at the beginning of the year Cash and cash equivalents at the end of the year

\* 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

Net Operating Cash Flows Per Share - (NOCFPS) (restated: 2019)



Dhaka. 10 March, 2021





(787,964) 716,309,505

(204,424,552)

(156,635,597) 100,301,650

(4,034,670)

(500.000.000)

(453,000,000) (1,115,753,589)

(3,096,701,635)

(3,608,595) (205,371,362)

(3,723,797,008)

2,469,558,689 1,596 7,889,440,548 10,359,000,833

630,187,484

9,728,246,688 **10,359,000,833** 

935,453,393 2,069,716,376

(101,743,734) (99,896,467) (3,444,678,533)

7,309,109,286 (1,374,962,157)

9,466,802,371 (6,617,920,102)

365,808,224 172,591,927

(989.595.719

(80,722,535) (99,553,027)

204.970.864

(10,538,432) (6,530,871,983)

(278,514,907) 2,571,681 200,000,000

(201,824,234) (800,000,000)

(3,847,536) (111,174,023)

(724,847,906) **1,829,815,205** 

181,098,778 2,102 7,708,339,668 7,889,440,548

7,011,942,991 **7,889,440,548** 

Hussain Farhad & Co. Chartered Accountants

## **SEPARATE STATEMENT OF CHANGES IN EQUITY**

					Amount in Taka
Particulars	Share Capital	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	-	-	-	825,717,132	825,717,132
Increase/(decrease) in revaluation reserve	-	-	11,089,468	-	11,089,468
Appropriation to statutory reserve	-	165,143,426	-	(165,143,426)	
Stock dividend (5.00%)	256,589,820	-	-	(256,589,820)	
Cash dividend (7.00%)	-	-	-	(359,225,749)	(359,225,749
Balance as at 31 December 2020	5,388,386,230	1,927,779,299	1,018,070,876	2,161,276,401	10,495,512,80
Balance as at 01 January 2019	5,131,796,410	1,615,433,347	1,292,216,603	2,297,477,627	10,336,923,98
Items involved in changes in equity					
Net profit for the year	-	-	-	736,012,624	736,012,624
Increase/(decrease) in revaluation reserve	-	-	(285,235,196)		(285,235,196
Appropriation to statutory reserve	-	147,202,525	-	(147,202,525)	
Cash dividend (15.00%)	-	-	-	(769,769,462)	(769,769,462
Balance as at 31 December 2019	5,131,796,410	1,762,635,872	1,006,981,408	2,116,518,264	10,017,931,954



Dhaka, 10 March, 2021







Ethoroga Hussain Farhad & Co. Chartered Accountants

Dhaka, 10 March, 2021 DVC No. : 2103100452AS243902 The above financial statements are available in the website of the Company at: www.lankabangla.com