M. J. ABEDIN & CO

এম. জে. আবেদীন এন্ড কোং

CHARTERED ACCOUNTANTS

CONSOLIDATED AND SEPARATE FINANCIAL STATEMEN

FOR THE YEAR ENDED 31 DECEMBER 2024

MOORE

An independent member firm of Moore Global Network Limited

National Plaza, 3rd Floor
109 Bir Uttam C. R. Datta Road
Dhaka - 1205, Bangladesh
T +088 02-9632568, 02223366340
E audit@mjabedin.com
www.mjabedin.com

Independent Auditor's Report
To the shareholders of LankaBangla Finance PLC
Report on the audit of the consolidated and separate Financial Statements

Opinion

We have audited the consolidated financial statements of **LankaBangla Finance PLC and its subsidiaries** (the "Group") as well as the separate financial statements of **LankaBangla Finance PLC** (the "Company"), which comprise the consolidated and separate balance sheet as at 31 December 2024, and the consolidated and separate profit and loss accounts, consolidated and separate statement of cash flow statements and consolidated and separate statements of changes in equity for the year then ended, and notes to the consolidated and separate financial statements, including material accounting policy information.

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 2024, 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 to 43.

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 Auditor's 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.

Emphasis of Matters

Without qualifying our opinion, we draw attention to the following matters:

1. As per the quick summary report issued by Bangladesh Bank as per letter FIID(I-/19/2)/2025-636, dated 24 June 2025, as of 31 December 2024, the company had a shortfall of provision against loans, leases and others of BDT 4,265 million which is granted under a deferral facility by Bangladesh Bank as per letter reference no. DFIM(C) 1054/31/2025-2835 dated 04 September 2025. Moreover, the total outstanding loans, leases and others as of 31 December 2024 is BDT 61,495.19 million, out of which BDT 8,446.39 million is classified (NPL) which represents 13.74% of total investment.

2. As explained in note 7.1.1 LankaBangla Investments PLC has not recognized interest expense amounting BDT 1,097.26 million charged and suspended by LankaBangla Finance PLC on its loan during the year.

3. Notes 2.1, 2.34 and 19.1 of the financial statements describe the impact of departing from IAS 21, with the approval of Bangladesh Bank, for non-recognition of unrealized exchange loss related to foreign loan. The impact of recognition would result in an unrealized loss of BDT 492.64 million which will be recognized from 2025-2026 as per Bangladesh Bank's approval.

4. As explained in note 32.00, contribution to WPPF has not been made during the year.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of the 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.

Description of key audit matters	How the matters were addressed in our audit
1. 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 the collateral provided for the credit transactions. Considering the complexity of the provisioning process, for the collective analysis, these provisions are manually processed and deal with voluminous databases, assumptions, and calculations. At the year-end of 2024, the group reported total gross loans, cash credit and overdraft, etc., of BDT 63,513,280,091 (2023: BDT 65,353,462,614) and provisions for leases, loans, and advances in the financial statements of BDT 3,190,401,181(2023: BDT 3,111,453,705). The total leases and loan provisions shown in this year's profit and loss stood at BDT 621,805,432 (2023: BDT 763,460,665). We have focused on the following significant judgments and estimates which could intensify the probability of material misstatement or	Our procedures, in relation to the key audit matters described, included, among others: Tested the credit appraisal, loan disbursement procedures, monitoring, and provisioning process. Identified loss events, including early warning and defaultwarning indicators. Reviewed quarterly Classification of Loans (CL). Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines. Reviewed Bangladesh Bank circulars and other guidelines related to confront this pandemic. Our substantive procedures in relation to the provisions for leases, loans and advances portfolio comprised the following: Reviewed adequacy of the company's general and specific provisions as per Quick Summary Report FIID(I-19/02)/2025-636 dated 28th June 2025.

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, DFIM circular No. 04 dated 26 July 2021, DFIM circular No. 27 dated 21 December 2022. 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 primarily depends on key assumptions relating to the probability of default, the ability to repossess collateral, and recovery rates. The gross interest income & net interest of LankaBangla group has increased by 24.42% & 43.84%, respectively, from last year. And Interest suspense has Decreased by 57.12% from last year. **See note no 2.28.1, 12.3 & 12.4 to the financial statements**	Assessed the methodologies on which the provision amounts were based, recalculated the provisions and tested the completeness and accuracy of the underlying information. Reviewed disbursement procedure related to SME stimulus packages as per Bangladesh Bank guidelines. Finally, the appropriateness and presentation of disclosures were assessed against relevant accounting standards and Bangladesh Bank guidelines.

Description of key audit matters	How the matters were addressed in our audit
2. Carrying value of investments in subsidiaries by LankaBangla Finance PLC and impairment assessment of unquoted investments The LankaBangla Finance PLC (the "Company") has invested in equity shares of its subsidiaries LankaBangla Securities Limited, LankaBangla Asset Management Company Limited and LankaBangla Investment Limited. As of 31st December 2024, the carrying value of the investment was BDT 3,815,655,770 (2023: BDT 5,751,908,000). 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 that may consider director 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 company's separate financial statements. As per IFRS 9, investment in a subsidiary is measured at fair value through other comprehensiveincome. However, as per Bangladesh Bank guidelines, the company cannot present "Other	Our audit procedures, in relation to key audit matters includes the following approach: Reviewed to confirm whether the management's analysis of fair value assessment and recoverable value calculation of subsidiaries were in accordance with IFRS 13 and IAS 36. Assessed to confirm whether adequate processes and controls were in place to ensure all major investment decisions were taken with proper due diligence. Recalculated the investment on a sample basis and checked the results and disclosures against relevant accounting standards and Bangladesh Bank Guidelines. Also checked mathematical accuracy of the model, recalculated 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 and third-party sources. The impact has been disclosed in Note 16A of the notes to the financial statements.

Comprehensive Income"; thus, any change in fair value will directly be recognized in the revaluation reserve under equityin the financial statements. This departure from IFRS is disclosed in Note – 2.5. **See note no. 2.5, 2.17 & 9 to the financial statements.**	
3.IT systems and controls Our audit procedures focused 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.	Our procedures, in relation to the key audit matters described, included, among others: Tested the design and operating effectiveness of the group's IT access controls over the information systems critical to financialreporting. Assessed the total IT security over its operation in accordance with the guideline on ICT security for Banks and Non-Bank Financial Institutions dated May, 2015 Version 3.0. Tested IT general controls (logical access, changes management and aspects of IT operational controls). We have crosschecked the data presented in the Financial Statements with its system-generated trial balance extracted from IFS ERP Software. This included whether the request for system access was appropriately reviewed and authorized. Tested group's periodic review of access rights. We inspected requests for changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configurations and other application layer controls identified as key to our audit. Where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood where relevant changes were made to the IT land-scape during the audit period and tested those changes that significantly impacted financial reporting.

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 anyform 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 thematter 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 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 reporting process.

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 theaudit. 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 overrideof 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 estimates and related disclosures made by management.
- 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 re-quired 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 continueas a going concern.

- 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 eventsin a manner that achieves fair presentation.
- 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, 2020, the Financial Institutions Act, 1993 and the rules and regulations issued by Bangladesh Bank, we also report that:

i. 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;

ii. 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;

iii. 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;

iv. the expenditures incurred and payments made were for the purpose of the company's business for the year;

v. 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;

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vi. adequate provisions have been made as per letter reference no DFIM(C) 1054/31/2025-2835 dated 04 September 2025 for loans, advances, leases, investments and other assets which are, in our opinion, doubtful of recovery and Bangladesh Bank's instructions in this regard have been followed properly;

vii. 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;

ix. statements sent to Bangladesh Bank have been checked on a sample basis and no inaccuracy has come to our attention;

x. taxes and other duties were collected and deposited in the government treasury by the company as per government instructions and found satisfactory based on test checking;

xi. 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;

xii. 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;

xiii. based on our work as mentioned above under the auditor's responsibility section, the internal control and the compliance of the company are satisfactory, 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;

xv. we have reviewed over 80% of the risk-weighted assets of the company and we have spent around 1,722 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 the classification, provisioning and calculation of interest suspense;

xvii. all other issues which in our opinion were important for the stakeholders of the company have been adequately disclosed in the audit report.

Dated, Dhaka
14 October 2025

M. J. ABEDIN & CO
Chartered Accountants
Firm Reg. No. CAF-001-111

Harun Mahmud

Harun Mahmud FCA, Partner
Enrol. No.850
DVC: 2510140850AS258710

LankaBangla Finance PLC and its Subsidiaries

Consolidated Balance Sheet

As at 31 December 2024

	Notes	Amount in Taka 31.12.2024	Amount in Taka 31.12.2023
PROPERTY AND ASSETS			
Cash		**585,612,994**	**640,091,314**
Cash in hand (including foreign currencies)	3	1,276,236	1,453,628
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	4	584,336,758	638,637,686
Balance with other banks and financial institutions	5	**10,435,421,247**	**11,212,977,281**
Inside Bangladesh		10,435,421,247	11,212,977,281
Outside Bangladesh		-	-
Money at call and short notice		-	-
Investment	6	**10,527,802,187**	**10,917,540,468**
Government securities		2,926,330,874	2,747,165,122
Other investments		7,601,471,313	8,170,375,346
Leases, loans and advances	7	**63,513,280,091**	**65,353,462,614**
Loans, cash credit and overdraft etc.		63,513,280,091	65,353,462,614
Bills discounted and purchased		-	-
Fixed assets including land, building, furniture and fixtures	8	**1,303,446,474**	**1,495,902,256**
Other assets	9	**4,203,405,553**	**5,235,466,653**
Non-Banking assets		-	-
TOTAL PROPERTY AND ASSETS		**90,568,968,545**	**94,855,440,586**
LIABILITY AND SHAREHOLDERS' EQUITY			
Liabilities			
Borrowings from Bangladesh Bank, other banks and financial institutions	10	**24,209,378,420**	**27,614,403,123**
Deposits and other accounts	11	**41,868,312,733**	**42,222,060,865**
Current deposits and other accounts etc.		-	-
Bills payable		-	-
Saving bank deposit		-	-
Term deposits	11.1	41,711,745,694	42,034,290,738
Bearer certificate of deposits		-	-
Other deposits	11.2	156,567,039	187,770,127
Other liabilities	12	**13,797,872,907**	**14,067,417,658**
TOTAL LIABILITIES		**79,875,564,060**	**83,903,881,646**
Shareholders' Equity		**9,874,197,828**	**10,138,882,800**
Paid up capital	13	5,388,386,230	5,388,386,230
Share premium		1,090,888,800	1,090,888,800
Statutory reserve	14	2,134,638,448	2,119,267,149
Capital Reserve		115,135,365	106,011,236
Retained earnings	16	1,145,148,985	1,434,329,385
Non controlling interest	17	**819,206,657**	**812,676,140**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**90,568,968,545**	**94,855,440,586**
Net asset value per share- (NAV)	36	**18.32**	**18.82**

	Notes	Amount in Taka 31.12.2024	Amount in Taka 31.12.2023
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIBILITIES			
Acceptances and endorsements		-	-
Letter of guarantee		22,069,740	40,497,973
Irrevocable letters of credit		-	-
Bill for collection		-	-
Other contingent liabilities		-	-
TOTAL CONTINGENT LIBILITIES		22,069,740	40,497,973
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		-	-
TOTAL OFF BALANCE SHEET ITEMS		**22,069,740**	**40,497,973**

The annexed notes form an integral part of these consolidated financial statements.

Mohammad Abdul Moyeen
Chairman

Shabbir Ahmed
Director

Ahmad Ahsanul Munir
Independent Director

Humaira Azam
Managing Director

Masum Ali
Company Secretary

Shamim Al Mamun, FCA
Chief Financial Officer

Harun Mahmud

M. J. ABEDIN & CO
Chartered Accountants
DVC: 2510140850AS258710

Dhaka,
14 October 2025

LankaBangla Finance PLC and its Subsidiaries

Consolidated Profit and Loss Account

For the year ended 31 December 2024

	Notes	Amount in Taka December 2024	December 2023
Operating Income			
Interest income	18	8,674,021,600	6,971,828,107
Less : Interest expenses on deposits & borrowings	19	6,628,254,571	5,549,621,752
Net interest income		**2,045,767,029**	**1,422,206,355**
Income from investment	20	1,055,556,450	914,676,573
Commission, exchange and brokerage income	21	595,091,519	484,803,670
Other operational income	22	815,032,387	1,441,855,633
Total operating income		**4,511,447,385**	**4,263,542,231**
Operating Expenses			
Salary and allowances	23	1,368,485,522	1,260,010,713
Rent, taxes, insurance, electricity etc.	24	94,097,421	71,304,896
Legal and professional fees	25	52,346,904	61,141,532
Postage, stamp, telecommunication etc.	26	27,951,440	24,227,620
Stationery, printing, advertisement	27	40,822,727	62,330,093
Managing director's salary and allowance	28	10,360,321	13,910,048
Directors' fees and expenses	29	3,584,000	2,922,200
Auditors' fees	30	1,371,750	1,312,750
Charges on loan losses		-	-
Repairs, maintenance and depreciation	31	482,201,101	397,644,760
Other expenses	32	840,649,042	803,359,896
Total operating expenses		**2,921,870,227**	**2,698,164,508**
Net Operating Income		**1,589,577,157**	**1,565,377,723**
Provisions for loans, investments and other assets	33	**905,668,108**	**813,251,643**
Provisions for leases and loans		621,805,432	763,460,665
Provision for margin loan		(6,159,803)	(1,888,145)
Provision for diminution in value of investments		260,506,761	49,807,926
Provisions for Off-Balance Sheet Exposure		(184,282)	73,480
General provision for other assets		29,700,000	1,797,718
Profit before tax and reserve		**683,909,049**	**752,126,080**
Provision for tax	34	**394,974,591**	**359,363,631**
Current tax		409,984,909	357,443,402
Deferred tax		(15,010,319)	1,920,229
Net profit after tax		**288,934,459**	**392,762,449**
Attributed to			
Shareholders of the Company		273,557,915	377,512,436
Non-controlling interest	39.4	15,376,543	15,250,014
		288,934,459	392,762,449
Appropriations		**24,495,427**	**53,911,302**
Statutory reserve		15,371,299	33,989,506
General reserve		-	-
Capital Reserve		9,124,129	19,921,796
Dividend etc.		-	-
Retained surplus		**249,062,488**	**323,601,134**
Earning per share (EPS)	35	**0.51**	**0.70**

The annexed notes form an integral part of these consolidated financial statements.

Mohammad Abdul Moyeen
Chairman

Shabbir Ahmed
Director

Ahmad Ahsanul Munir
Independent Director

Humaira Azam
Managing Director

Masum Ali
Company Secretary

Shamim Al Mamun, FCA
Chief Financial Officer

M. J. ABEDIN & CO
Chartered Accountants
DVC: 2510140850AS258710

Dhaka,
14 October 2025

LankaBangla Finance PLC and its Subsidiaries

Consolidated Statement of Cash Flows

For the year ended 31 December 2024

	Note	Amount in Taka	
		December 2024	December 2023
A) Cash flows from operating activities			
Interest received		8,654,261,961	6,941,044,603
Interest paid		(6,693,285,603)	(5,071,427,486)
Dividend received		369,513,896	249,555,782
Fees and commission received		977,602,693	877,667,102
Write off recovery		50,063,116	36,912,104
Income from investment		369,340,575	561,917,157
Cash paid to employees (including directors)		(1,358,911,805)	(1,316,656,718)
Cash paid to suppliers		(149,065,216)	(146,698,401)
Income taxes paid		(588,532,572)	(374,538,281)
Received from other operating activities		379,537,431	362,167,360
Paid for other operating activities		(1,063,600,138)	(981,947,066)
Cash generated from operating activities before changes in operating assets and liabilities		**946,924,338**	**1,137,996,155**
Increase/(decrease) in operating assets & liabilities:			
Loans and advances to customers		756,957,383	(787,593,329)
Other assets		(41,104,400)	(97,339,379)
Deposits from customers		(353,748,132)	(685,352,624)
Other liabilities		(412,535,918)	1,085,535,996
Total increase/(decrease) in operating assets & liabilities		**(50,431,066)**	**(484,749,335)**
Net cash flows from /(used in) operating activities		**896,493,272**	**653,246,821**
B) Cash flows from investing activities			
Investment in securities		407,822,563	(95,659,584)
Treasury bills		166,522,726	(1,888,134,963)
Purchase of fixed assets		(240,800,111)	(554,714,532)
Sales proceeds of fixed assets		1,739,044,079	664,898,434
Investment in Discretionary corporate fund		(100,099,707)	(74,243,418)
Acquisition of shares from non-controlling interest		-	185,328,267
Net cash flows from /(used in) investing activities		**2,233,670,726**	**(1,645,994,369)**
C) Cash flows from financing activities			
Receipt of term loan, overdraft and REPO		(3,401,832,203)	2,538,764,120
Payment of lease liabilities-Vehicles		(3,192,500)	(810,999)
Payment of lease liabilities-Office premises		(22,951,930)	(107,253,230)
Dividend paid		(534,234,439)	(580,486,991)
Net cash flows from/(used in) financing activities		**(3,962,211,072)**	**1,850,212,900**
D) Net increase/(decrease) in cash & cash equivalents		**(832,047,075)**	**857,465,352**
E) Effect of exchange rates on cash and cash equivalents		**12,721**	**15,245**
F) Cash and cash equivalents at the beginning of the period		**11,853,068,595**	**10,995,587,998**
G) Cash and cash equivalents at the end of the period		**11,021,034,241**	**11,853,068,595**
*** Closing cash and cash-equivalents**			
Cash in hand (including foreign currencies)		1,276,236	1,453,628
Balance with Bangladesh Bank and its agent bank (s)		584,336,758	638,637,686
Balance with other banks and financial institutions		10,435,421,247	11,212,977,281
Money at call and short notice		-	-
		11,021,034,241	11,853,068,595
Net Operating Cash Flows Per Share - (NOCFPS)	37	1.66	1.21

The annexed notes form an integral part of these consolidated financial statements.

Mohammad Abdul Moyeen
Chairman

Shabbir Ahmed
Director

Ahmad Ahsanul Munir
Independent Director

Humaira Azam
Managing Director

Masum Ali
Company Secretary

Shamim Al Mamun, FCA
Chief Financial Officer

Dhaka,
14 October 2025

LankaBangla Finance PLC and its Subsidiaries

Consolidated Statement of Changes in Equity
For the year ended 31 December 2024

Amount in Taka

Particulars	Share Capital	Share Premium	Statutory Reserve	General Reserve	Capital Reserve	Retained Earnings	Total	Non Controlling Interest	Total Equity
	Equity attributable to the shareholders of the Company								
Balance as at 01 January 2024	**5,388,386,230**	**1,090,888,800**	**2,119,267,149**	-	**106,011,236**	**1,434,329,385**	**10,138,882,800**	**812,676,140**	**10,951,558,940**
Add/(Less): Prior year adjustment	-	-	-	-	-	566,634	566,634	84,018	650,652
Restated balance as at 01 January 2024	**5,388,386,230**	**1,090,888,800**	**2,119,267,149**	-	**106,011,236**	**1,434,896,019**	**10,139,449,433**	**812,760,159**	**10,952,209,592**
Items Involved in Changes in Equity									
Changes in non-controlling interest	-	-	-	-	-	29,102	29,102	(113,375)	(84,273)
Net profit for the year	-	-	-	-	-	273,557,915	273,557,915	15,376,543	288,934,459
Appropriation to statutory reserve	-	-	15,371,299	-	-	(15,371,299)	-	-	-
Increase/(decrease) in revaluation of Investments	-	-	-	-	-	-	-	-	-
Increase/(decrease) in revaluation of Properties	-	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	-
Gain/(loss) not recognised in the profit and loss account	-	-	-	-	-	-	-	-	-
Capital Reserve	-	-	-	-	9,124,129	(9,124,129)	-	-	-
Dividend									
Cash dividend for 2023	-	-	-	-	-	(538,838,623)	(538,838,623)	(8,816,670)	(547,655,293)
Share capital issue	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2024	**5,388,386,230**	**1,090,888,800**	**2,134,638,448**	-	**115,135,365**	**1,145,148,985**	**9,874,197,827**	**819,206,657**	**10,693,404,485**
Balance as at 01 January 2023	**5,388,386,230**	**1,090,888,800**	**2,085,277,643**	**47,489,333**	**86,089,440**	**2,089,583,094**	**10,787,714,540**	**208,344,037**	**10,996,058,577**
Prior year adjustment	-	-	-	(47,489,333)	-	-	(47,489,333)	(1,635,650)	(49,124,983)
Restated opening balance	**5,388,386,230**	**1,090,888,800**	**2,085,277,643**	-	**86,089,440**	**2,089,583,094**	**10,740,225,207**	**206,708,387**	**10,946,933,595**
Items Involved in Changes in Equity									
Changes in non-controlling interest	-	-	-	-	-	(440,016,220)	(440,016,220)	625,344,487	185,328,267
Net profit for the year	-	-	-	-	-	377,512,436	377,512,436	15,250,014	392,762,449
Appropriation to statutory reserve	-	-	33,989,506	-	-	(33,989,506)	-	-	-
Increase/(decrease) in revaluation of Investments	-	-	-	-	-	-	-	-	-
Increase/(decrease) in revaluation of Properties	-	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	-
Gain/(loss) not recognised in the profit and loss account	-	-	-	-	-	-	-	-	-
Capital Reserve	-	-	-	-	19,921,796	(19,921,796)	-	-	-
Dividend					-				
Cash dividend (10.00%) for 2022	-	-	-	-	-	(538,838,623)	(538,838,623)	(34,626,748)	(573,465,371)
Share capital issue	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2023	**5,388,386,230**	**1,090,888,800**	**2,119,267,149**	-	**106,011,236**	**1,434,329,385**	**10,138,882,800**	**812,676,140**	**10,951,558,940**

The annexed notes form an integral part of these consolidated financial statements.

Mohammad Abdul Moyeen Chairman	Shabbir Ahmed Director	Ahmad Ahsanul Independent Director	Humaira Azam Managing Director	Masum Ali Company Secretary	Shamim Al Mamun, FCA Chief Financial Officer

Dhaka,
14 October 2025

LankaBangla Finance PLC
Balance Sheet
As at 31 December 2024

	Notes	Amount in Taka	
		31.12.2024	31.12.2023
PROPERTY AND ASSETS			
Cash		**584,924,929**	**639,269,621**
Cash in hand (including foreign currencies)	3	588,171	631,935
Balance with Bangladesh Bank and its agent banks (including foreign currencies)	4	584,336,758	638,637,686
Balance with other banks and financial institutions	5	**8,220,605,724**	**9,089,951,342**
Inside Bangladesh		8,220,605,724	9,089,951,342
Outside Bangladesh		-	-
Money at call and short notice		-	-
Investment	6	**5,590,877,846**	**6,208,507,734**
Government securities		2,611,212,021	2,623,793,666
Other investments		2,979,665,825	3,584,714,068
Leases, loans and advances	7	**61,495,188,665**	**61,719,186,662**
Loans, cash credit and overdraft etc.		61,495,188,665	61,719,186,662
Bills discounted and purchased		-	-
Fixed assets including land, building, furniture and fixtures	8	**398,458,252**	**543,252,258**
Other assets	9	**6,131,938,976**	**9,276,025,839**
Non-Banking assets		-	-
TOTAL PROPERTY AND ASSETS		**82,421,994,392**	**87,476,193,455**
LIABILITY AND SHAREHOLDERS' EQUITY			
Liabilities			
Borrowings from Bangladesh Bank, other banks and financial institutions	10	**22,670,708,014**	**25,736,690,342**
Deposits and other accounts	11	**42,254,614,630**	**42,441,762,741**
Current deposits and other accounts		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits	11.1	42,098,047,591	42,253,992,614
Bearer certificate of deposits		-	-
Other deposits	11.2	156,567,039	187,770,127
Other liabilities	12	**10,395,069,230**	**9,797,903,495**
TOTAL LIABILITIES		**75,320,391,874**	**77,976,356,579**
Shareholders' Equity		**7,101,602,518**	**9,499,836,877**
Paid up capital	13	5,388,386,230	5,388,386,230
Statutory reserve	14	2,134,638,448	2,119,267,149
Retained earnings	16	(197,208,807)	1,155,134,291
Revaluation reserve for investment in subsidiaries	16A	(224,213,354)	837,049,207
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**82,421,994,392**	**87,476,193,455**
Net asset value per share-(NAV)	36	**13.18**	**17.63**

	Notes	Amount in Taka	
		31.12.2024	31.12.2023
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIBILITIES			
Acceptances and endorsements		-	-
Letter of guarantee		22,069,740	40,497,973
Irrevocable letters of credit		-	-
Bill for collection		-	-
Other contingent liabilities		-	-
TOTAL CONTINGENT LIBILITIES		22,069,740	40,497,973
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		-	-
TOTAL OFF BALANCE SHEET ITEMS		**22,069,740**	**40,497,973**

The annexed notes form an integral part of these financial statements.

Mohammad Abdul Moyeen
Chairman

Shabbir Ahmed
Director

Ahmad Ahsanul Munir
Independent Director

Humaira Azam
Managing Director

Masum Ali
Company Secretary

Shamim Al Mamun, FCA
Chief Financial Officer

M. J. ABEDIN & CO
Chartered Accountants
DVC: 2510140850AS258710

Dhaka,
14 October 2025

LankaBangla Finance PLC

Profit and Loss Account
For the year ended 31 December 2024

	Notes	Amount in Taka December 2024	December 2023
Operating Income			
Interest income	18	8,268,691,772	6,485,415,940
Less : Interest expenses on deposits & borrowings	19	6,507,722,992	5,425,599,103
Net interest income		**1,760,968,780**	**1,059,816,836**
Income from investment	20	617,568,032	758,081,022
Commission, exchange and brokerage income	21	-	-
Other operational income	22	526,678,681	1,171,750,466
Total operating income		**2,905,215,493**	**2,989,648,324**
Operating Expenses			
Salary and allowances	23	911,529,250	863,522,445
Rent, taxes, insurance, electricity etc.	24	71,402,007	53,193,691
Legal and professional fees	25	48,508,825	51,688,667
Postage, stamp, telecommunication etc.	26	21,914,171	18,021,325
Stationery, printing, advertisement	27	32,457,015	52,968,369
Managing director's salary and allowance	28	10,360,321	13,910,048
Directors' fees and expenses	29	1,869,100	836,600
Auditors' fees	30	690,000	690,000
Repairs, maintenance and depreciation	31	342,243,902	264,475,921
Other expenses	32	412,729,659	421,509,192
Total operating expenses		**1,853,704,249**	**1,740,816,258**
Net Operating Income		**1,051,511,244**	**1,248,832,066**
Provisions for loans, investments and other assets	33	**765,155,993**	**836,378,130**
Provisions for leases and loans		620,006,432	793,794,974
Provision for diminution in value of investments		145,333,843	39,211,958
Provision for off-balance sheet exposure		(184,282)	73,480
General provision for other assets		-	3,297,718
Profit before tax and reserve		**286,355,251**	**412,453,936**
Provision for tax	34	**209,498,757**	**242,506,407**
Current tax		209,498,757	242,506,407
Deferred tax		-	-
Net profit after tax		**76,856,494**	**169,947,529**
Appropriations		**15,371,299**	**33,989,506**
Statutory reserve		15,371,299	33,989,506
General reserve		-	-
Capital Reserve		-	-
Dividend etc.		-	-
Retained surplus		**61,485,195**	**135,958,023**
Earning per share (EPS)	35	**0.14**	**0.32**

The annexed notes form an integral part of these financial statements.

Mohammad Abdul Moyeen
Chairman

Shabbir Ahmed
Director

Ahmad Ahsanul Munir
Independent Director

Humaira Azam
Managing Director

Masum Ali
Company Secretary

Shamim Al Mamun, FCA
Chief Financial Officer

Dhaka,
14 October 2025

M. J. ABEDIN & CO
Chartered Accountants
DVC: 2510140850AS258710

LankaBangla Finance PLC
Statement of Cash Flows
For the year ended 31 December 2024

	Note	Amount in Taka	
		December 2024	December 2023
A) Cash flows from operating activities			
Interest received		8,247,815,963	6,499,195,905
Interest paid		(6,583,922,744)	(4,759,903,803)
Dividend received		166,379,298	132,535,394
Fees and commission received		379,416,510	386,087,935
Write off recovery		50,063,116	36,912,104
Income from investment		167,266,774	509,938,982
Cash paid to employees (including directors)		(904,146,999)	(885,141,156)
Cash paid to suppliers		(38,198,726)	(25,942,892)
Income taxes paid		(421,594,849)	(245,783,212)
Received from other operating activities		96,189,513	98,914,689
Paid for other operating activities		(672,437,703)	(604,403,742)
Cash generated from operating activities before changes in assets and liabilities		**486,830,151**	**1,142,410,203**
Increase/(decrease) in operating assets & liabilities:			
Loans and advances to customers		244,752,217	(714,831,556)
Other assets		(59,343,283)	(167,258,155)
Deposits from customers		(187,148,111)	(1,214,948,505)
Other liabilities		(321,610,414)	580,138,137
Total Increase/(decrease) in operating assets & liabilities		**(323,349,591)**	**(1,516,900,079)**
Net cash flows from /(used in) operating activities		**163,480,560**	**(374,489,876)**
B) Cash flows from investing activities			
Investment in securities		353,247,012	311,261,380
Treasury bills		334,518,062	(1,767,297,809)
Purchase of fixed assets		(172,551,575)	(470,311,883)
Sales proceeds of fixed assets		1,736,916,611	664,345,039
Investment in discretionary corporate fund		(8,198,769)	(5,320,154)
Investment in subordinated bond		260,000,000	120,000,000
Investment in subsidiaries		-	185,328,170
Net cash flows from /(used in) investing activities		**2,503,931,341**	**(961,995,258)**
C) Cash flows from financing activities			
Receipt of term loan, overdraft and REPO		(3,015,810,012)	2,346,375,994
Payment of lease liabilities-Vehicles		(626,103)	(818,213)
Payment of lease liabilities-Office premises		(49,546,214)	(54,703,853)
Dividend paid		(525,132,603)	(546,856,800)
Net cash flows from/(used in) financing activities		**(3,591,114,931)**	**1,743,997,129**
D) Net increase/(decrease) in cash & cash equivalents		**(923,703,030)**	**407,511,995**
E) Effect of exchange rates on cash and cash equivalents		**12,721**	**15,245**
F) Cash and cash equivalents at the beginning of the year		**9,729,220,962**	**9,321,693,722**
G) Cash and cash equivalents at the end of the year		**8,805,530,653**	**9,729,220,962**
*** Closing cash and cash-equivalents**			
Cash in hand (including foreign currencies)		588,171	631,935
Balance with Bangladesh Bank and its agent bank (s)		584,336,758	638,637,686
Balance with other banks and financial institutions		8,220,605,724	9,089,951,342
Money at call and short notice		-	-
		8,805,530,653	**9,729,220,962**
Net Operating Cash Flows Per Share - (NOCFPS)	37	**0.30**	**(0.69)**

The annexed notes form an integral part of these financial statements.

Mohammad Abdul Moyeen
Chairman

Shabbir Ahmed
Director

Ahmad Ahsanul Munir
Independent Director

Humaira Azam
Managing Director

Masum Ali
Company Secretary

Shamim Al Mamun, FCA
Chief Financial Officer

Dhaka,
14 October 2025

LankaBangla Finance PLC

Statement of Changes in Equity
For the year ended 31 December 2024

Amount in Taka

Particulars	Share Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Total Equity
Balance as at 01 January 2024	5,388,386,230	2,119,267,149	837,049,207	1,155,134,291	9,499,836,877
Prior year adjustment	-	-	-	(874,989,670)	(874,989,670)
Adjusted balance as at 01 January 2024	**5,388,386,230**	**2,119,267,149**	**837,049,207**	**280,144,621**	**8,624,847,207**
Items involved in changes in equity					
Net profit for the year	-	-	-	76,856,494	76,856,494
Appropriation to statutory reserve	-	15,371,299	-	(15,371,299)	-
Increase/(decrease) in revaluation of Investments	-	-	(1,061,262,560)	-	(1,061,262,560)
Increase/(decrease) in revaluation of Properties	-	-	-	-	-
Currency translation differences	-	-	-	-	-
Gain/(loss) not recognised in the profit and loss account	-	-	-	-	-
Cash dividend (10.00%) for 2023	-	-	-	(538,838,623)	(538,838,623)
Share capital issue	-	-	-	-	-
Balance as at 31 December 2024	**5,388,386,230**	**2,134,638,448**	**(224,213,354)**	**(197,208,807)**	**7,101,602,518**
Balance as at 01 January 2023	**5,388,386,230**	**2,085,277,643**	**2,136,847,181**	**1,558,014,890**	**11,168,525,945**
Items involved in changes in equity					
Net profit for the year	-	-	-	169,947,529	169,947,529
Appropriation to statutory reserve	-	33,989,506	-	(33,989,506)	-
Increase/(decrease) in revaluation reserve	-	-	(1,299,797,975)	-	(1,299,797,975)
Increase/(decrease) in revaluation of Properties	-	-	-	-	-
Currency translation differences	-	-	-	-	-
Gain/(loss) not recognised in the profit and loss account	-	-	-	-	-
Cash dividend (10.00%) for 2022	-	-	-	(538,838,623)	(538,838,623)
Share capital issue	-	-	-	-	-
Balance as at 31 December 2023	**5,388,386,230**	**2,119,267,149**	**837,049,207**	**1,155,134,291**	**9,499,836,877**

The annexed notes form an integral part of these financial statements.

Mohammad Abdul Moyeen
Chairman

Shabbir Ahmed
Director

Ahmad Ahsanul Munir
Independent Director

Humaira Azam
Managing Director

Masum Ali
Company Secretary

Shamim Al Mamun, FCA
Chief Financial Officer

Dhaka,
14 October 2025

LankaBangla Finance Limited and its Subsidiaries

Consolidated Statement of Liquidity
As at 31 December 2024

Amount in Taka

Particulars	Not more than 1 month term	1-3 months term	3-12 months term	1-5 years term	above 5-years term	Total
Assets						
Cash in hand (including balance with Bangladesh Bank)	177,991,099	-	407,621,895	-	-	585,612,994
Balance with banks and financial institutions	8,342,556,271	1,257,002,653	835,862,322	-	-	10,435,421,247
Money at call and short notice	-	-	-	-	-	-
Investments	2,716,061,835	2,402,768,847	2,748,551,808	1,433,086,387	1,227,333,310	10,527,802,187
Leases, loans and advances	1,603,768,050	11,791,180,065	28,759,522,881	17,115,992,251	4,242,816,844	63,513,280,091
Fixed assets including land, building, furniture and fixtures	27,850,590	52,916,122	225,589,781	344,357,063	652,732,918	1,303,446,474
Other assets	255,495,601	1,306,246,340	2,641,663,612	-	-	4,203,405,553
Non-banking assets	-	-	-	-	-	-
Total Assets	**13,123,723,445**	**16,810,114,026**	**35,618,812,300**	**18,893,435,701**	**6,122,883,072**	**90,568,968,545**
Liabilities						
Borrowing from other banks, financial institutions and agents	4,688,953,134	2,749,828,476	9,657,917,326	7,082,504,400	30,175,084	24,209,378,420
Deposits and other accounts	4,201,579,879	10,388,325,726	19,631,984,077	6,248,776,082	1,397,646,969	41,868,312,733
Other liabilities	1,140,202,060	1,611,624,027	3,678,530,971	6,478,854,334	888,661,516	13,797,872,907
Total Liabilities	**10,030,735,072**	**14,749,778,228**	**32,968,432,373**	**19,810,134,816**	**2,316,483,570**	**79,875,564,060**
Net Liquidity Surplus or (Gap)	**3,092,988,373**	**2,060,335,798**	**2,650,379,927**	**(916,699,115)**	**3,806,399,502**	**10,693,404,485**

M.J. Abedin & Co. Chartered Accountants Dhaka-1205 MJA

LankaBangla Finance Limited

Statement of Liquidity

As at 31 December 2024

Amount in Taka

Particulars	Not more than 1 month term	1-3 months term	3-12 months term	1-5 years term	above 5-years term	Total
Assets						
Cash in hand (including balance with Bangladesh Bank)	177,303,034	-	407,621,895	-	-	584,924,929
Balance with banks and financial institutions	6,756,806,301	877,293,490	586,505,933	-	-	8,220,605,724
Money at call and short notice	-	-	-	-	-	-
Investments	1,365,437,896	161,196,983	626,914,074	2,582,096,127	855,232,766	5,590,877,846
Leases, loans and advances	1,501,217,548	11,671,688,839	28,906,088,137	15,181,126,657	4,235,067,484	61,495,188,665
Fixed assets including land, building, furniture and fixtures	18,358,182	36,716,364	165,223,637	178,160,069	-	398,458,252
Other assets	49,267,120	1,488,920,220	778,095,866	-	3,815,655,770	6,131,938,976
Non-banking assets	-	-	-	-	-	-
Total Assets	**9,868,390,080**	**14,235,815,897**	**31,470,449,542**	**17,941,382,852**	**8,905,956,020**	**82,421,994,392**
Liabilities						
Borrowing from other banks, financial institutions and agents	4,217,814,284	2,562,690,456	8,835,111,158	7,024,917,032	30,175,084	22,670,708,014
Deposits and other accounts	4,225,534,110	10,404,266,573	19,667,581,921	6,358,607,717	1,598,624,309	42,254,614,630
Other liabilities	740,359,089	1,062,268,683	2,612,185,373	4,963,193,668	1,017,062,419	10,395,069,230
Total Liabilities	**9,183,707,482**	**14,029,225,711**	**31,114,878,452**	**18,346,718,417**	**2,645,861,812**	**75,320,391,874**
Net Liquidity Surplus or (Gap)	**684,682,598**	**206,590,186**	**355,571,091**	**(405,335,565)**	**6,260,094,208**	**7,101,602,518**

M. J. Abedin & Co. Chartered Accountants Dhaka

LankaBangla Finance PLC and its Subsidiaries

Notes to the Consolidated and Separate Financial Statements

As at and for the year ended 31 December 2024

1. Legal status and nature of the company

1.1 Domicile, legal form and country of operation

LankaBangla Finance PLC (hereinafter referred to as "LankaBangla" or "the Company"), a joint venture **non-banking financial institution**, was incorporated in Bangladesh with the Registrar of Joint Stock Companies and Firms (RJSC) vide registration no. C-31702(823)/96 dated 05 November 1996 as a Public Limited Company under the Companies Act, 1994 in the name of "Vanik Bangladesh Limited". Subsequently, it was renamed as LankaBangla Finance Limited on 27 April 2005 and again renamed as the LankaBanka Finance PLC on 22 August 2023. It started commercial operations in 1997 by obtained license from Bangladesh Bank under the Financial Company Act, 2023. LankaBangla also obtained license from the Securities and Exchange Commission vide No. MB-1.064/98-05 to transact public shares in the Capital Market as Merchant Banker. The Company went for public issue in 2006 and its shares were listed in both Dhaka Stock Exchange and Chittagong Stock Exchange on 17 October 2006 and 31 October 2006 respectively.

Consequently, the company has acquired the following Licenses and legal approvals:

Sl. No.	Name of License	Registration of License	Date of License	Renewed up to
1.	Trade License	03-095082	-	2024-2025
2.	Bangladesh Bank License	DFIM(L)/15	30.10.1997	N/A
3.	Tax Identification Number (e-TIN)	750833446407	N/A	N/A
4.	Business Identification Number (BIN)	002056056-0101	N/A	N/A
5.	Import Registration Certificate	BA159696	01.01.2006	2024-2025
6.	DCCI Membership Certificate	2857	23.12.2008	2024
7.	Board of Investment	9803054-H	30.03.1998	N/A
8.	Registration Number	C-31702(823)/96	05.11.1996	N/A

1.2 Subsidiary companies

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

M.J. Abedin & Co. Chartered Accountants Dhaka

1.2.1 LankaBangla Securities PLC

LankaBangla Securities PLC (formerly Vanik Bangladesh Securities Limited) is a public limited company which was incorporated with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-33276(22)/97 dated 03 July 1997 under the Companies Act, 1994. The principal activities of the company are to act as a member of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited to carry on the business of brokers or dealers in stocks, shares and securities, commercial papers, bonds, debentures, debenture stocks, foreign currencies, treasury bills and/or any financial instruments. The ownership interest in the company has been disclosed in **note no. 1.2.4**. LankaBangla Securities PLC has two subsidiaries-

I) LankaBangla Information System Limited

LankaBangla Information System Limited (LBIS) was incorporated with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-108903/13 dated 02 May 2013 as a Private Company Limited by Shares. Its registered office is situated at Safura Tower, 11th Floor, 20 Kemal Ataturk Avenue, Banani, Dhaka. The Operational activities are being carried out from AA Bhaban (Level 6), 23 Motijheel C/A, Dhaka-1000. The Company was entitled to commence its business from 02 May 2013. LBIS has a TREC (Trading Right Entitlement Certificate) in DSE and CSE. The ownership interest in the company has been disclosed in **note no. 1.2.4**.

II) BizBangla Media Limited

BizBangla Media Ltd. is a Private Limited Company incorporated on January 18, 2011 under the Companies Act, 1994 with the Registrar of Joint Stock Companies & Firm of Bangladesh vide Reg. No. C- 89751/11. The Registrar office of the company is situated at 12, Kazi Nazrul Islam Avenue, BDBL Bhaban (Level - 17), Karwan Bazar, Dhaka-1215. The ownership interest in the company has been disclosed in **note no. 1.2.4**.

1.2.2 LankaBangla Investment Limited

LankaBangla Investment Limited was incorporated as a private limited company with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-83568/10 dated 29 March 2010 under the Companies Act, 1994. Later on, the company converted itself into a public limited company with effect from 12 June 2013. LankaBangla Investment Limited also applied for registration to the Bangladesh Securities and Exchange Commission for approval to operate in the Capital Market. The ownership interest in the company has been disclosed in **note no. 1.2.4**.

1.2.3 LankaBangla Asset Management Company Limited

LankaBangla Asset Management Company Limited was incorporated with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-67738(289)/2007 dated 16 July 2007 under the Companies Act, 1994. LankaBangla Asset Management Company Limited got license from Bangladesh Securities and Exchange Commission (BSEC) on June 24, 2012 vide registration no: SEC/Asset Manager/2012/17 to operate as a full-fledged asset management company. The ownership interest in the company has been disclosed in **note no. 1.2.4**.

1.2.4 Group Structure of LankaBangla

Sl.	Name	Direct Ownership Interest	Indirect Ownership Interest	Total Ownership Interest
1	LankaBangla Securities PLC	82.5387169%	4.3524674%	86.8911843%
2	LankaBangla Investments Limited	99.9999975%	-	99.9999975%
3	LankaBangla Asset Management Company Limited	99.9998943%	-	99.9998943%
4	LankaBangla Information System Limited	-	86.7174019%	86.7174019%
5	BizBangla Media Limited	-	83.9589734%	83.9589734%

1.3 Company's activities

The activities of the company include services broadly classified as fee-based and fund-based services:

- Fees-based services include Credit Card Membership Fees, Merchants Commission, Underwriting of Securities, IPOs, Portfolio Management, Corporate Financial Services, etc.
- Fund-based services include Lease Finance, Term Finance, Real Estate Finance, Hire Purchase, Credit Card Operation, CMSME Finance, Auto loan, Personal Loan, Emerging and Commercial, Syndication Finance, Revolving Credit, Loan against Deposit, Staff Loan etc.
- LankaBangla also provides brokerage services, Merchant Bank services and Asset Management Services through its majority owned subsidiary companies.

2. Basis for preparation and significant accounting policies

2.1 Statement of compliance

The consolidated financial statements and separate financial statements of LankaBangla have been prepared on a going concern basis following accrual basis of accounting except for statement of cash flows as per DFIM circular No # 11 dated 23 December 2009 issued by Department of Financial Institutions and Market of Bangladesh Bank with reference to the provisions of Financial Institutions Act 2023 and Bangladesh Bank's other circulars and guidelines or directives and in accordance with Bangladesh Financial Reporting Standards (IFRS[1]), the Companies Act 1994, the Financial Institutions Act 2023, the Securities and Exchange Ordinance 1969, the Securities and Exchange Rules 2020, Bangladesh Securities and Exchange Commission Act 1993, Bangladesh Securities and Exchange Commission (Public Issues) Rules 2015, Income Tax Act 2023 and Rules 1984, Value Added Tax and Supplementary Duty Act 2012 and The Value Added Tax and Supplementary Duty Rules 2016, Financial Reporting Act, 2015, the Listing Rules of Dhaka and Chittagong Stock Exchanges and other applicable laws and regulations.

[1] The term "IFRS" refers to all standards and interpretations adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) in compliance with those promulgated and adopted by International Accounting Standards Board (IASB). Therefore, IFRS includes all IAS and IFRS along with all of the relevant interpretations adopted by ICAB.

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In several cases, the laws, circulars, guidelines or directives of Bangladesh Bank differ from those of financial reporting standards as promulgated by International Accounting Standards Body (IASB) and as adopted by national standard setter, i.e., Institute of Chartered Accountants of Bangladesh (ICAB), the requirements of Bangladesh Bank prevails and these financial statements have been prepared by departing from those requirements of IFRS with a view to comply with the regulatory requirements.

The requirements of accounting standards as per IFRS that have been departed to comply with Bangladesh Bank requirements have been disclosed in detail in **Note - 2.5**.

However, this departure with IFRS has been made by following all of the relevant provisions of IAS – 1 and the detailed disclosures are given in **Note - 2.5** by following the provision of Para 20 of IAS – 1 (Presentation of Financial Statements).

Besides the departures mentioned in **Note - 2.5** due to compliance with regulator, the Company has departed para 23 and 28 of IAS 21 "The Effects of Changes in Foreign Exchange Rates" which require to translate any monetary item[2] at the end of reporting year and to recognize any difference between initial recognition and closing year measurement in profit or loss.

This departure has been made in accordance with para 19 of IAS 1 which permits to departure of any requirement of IAS (under extremely rare circumstances) if the management concludes that complying with any requirement of IAS would be so misleading that it would conflict with the objectives of financial statements provided that relevant regulatory framework does not prohibit such a departure[3].

LBF PLC has departed such requirement of IAS 21 in order to achieve a fair presentation and in order to avoid any confusion within the users of financial statements. We have informed BB about such departure on October 6, 2022 and BB has given it's no objection regarding such departure on a letter dated November 09, 2022.

The background and reasons for such departure is outlined below in details:

During the last few years, LBF PLC took foreign currency loans (USD 56 million) from different foreign lenders outstanding balance of which on 31 December 2024 is USD14.90 million (BDT 1,773.22 million @ 119.00 BDT/1 USD). As dollar rate against taka was stable during last few years and due to absence of proper hedging tools at affordable costs, the loan was not hedged. Due to unforeseen Russia-Ukraine war, wholesale sanction on Russia, supply-chain disruption, climate change and the economic consequences depreciate the BDT against USD by 38.69% from 85.80 in 2021 to 119.00 in December 2024 which is unpredictable and beyond any risk management. Due to this we have realized a loss of BDT 326.25 million during year ended December 2024 while settling the foreign loans repayments and an unrealized loss of BDT 492.64 million as per IAS 21.

[2] Monetary items are units of currency held and assets and liabilities to be received or paid in a fixed or determinable number of units of currency. For LBF PLC, relevant monetary items are foreign exchange loan liability.

[3] The objective of financial statements as per Conceptual Framework of IFRS is to provide financial information about the reporting entity that is useful to existing and potential investors, lenders and other creditors in making decisions relating to providing resources to the entity. Those decisions involve decisions about: a) buying, selling or holding equity and debt instruments b) providing or settling loans and other forms of credit c) exercising rights to vote on or otherwise influence, management's actions that affect the use of the entity's economic resources.

Had we considered the unrealized loss of BDT 492.64 million as per IAS 21 which is to be realized during the remaining tenure of the loans from 2025 to 2026, the Company would have to be reported a net loss of BDT 415.78 million instead of a net profit of BDT 76.86 million in Separate Financial statements and net loss of BDT 203.71 million instead of a net profit of BDT 288.93 million in Consolidated Financial statements. This would mislead the existing and potential lenders, depositors, investors and other stakeholders of the Company in making their decisions. This loss would be realized over next 2 years if current global situation exists. However, we have reasons to believe that things will be back to normal sooner as articulated by economists, Government and Central Bank. Thus, taking such a huge unrealized loss based on IAS 21 would have a dire impact on the profitability of the Company and would jeopardize the confidence of its relevant stakeholders. To prevent that the Company has departed IAS 21 with permission from Bangladesh Bank.

2.2 Presentation of financial statements

The presentation of the financial statements has been made as per the requirements of DFIM Circular No: 11, dated 23 December 2009 issued by the Department of Financial Institutions and Markets of Bangladesh Bank. The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been excluded in preparing the financial statements.

2.3 Basis of measurement and consolidation

These financial statements have been prepared based on the historical cost convention other than the finance lease asset and finance lease obligations which were measured at present value of the minimum lease payments. No adjustment has been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

The accounts of all the subsidiaries of the Company have been fully consolidated as the Company directly controls more than 50% of the voting shares of these entities.

Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

2.4 Non-Controlling Interest

Non-Controlling Interests are measured at their proportionate share of the acquires identifiable net assets at the date of acquisition as per Para 19 of IFRS – 3 "Business Combinations".

The company presents the non-controlling interests in the consolidated balance sheet within equity, separately from the equity of the owners of parent as per Para 22 of IFRS – 10 "Consolidated Financial Statements".

Changes in Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transaction as per Para 23 of IFRS – 10 "Consolidated Financial Statements".

The company attributes the profit and loss to the owners of the parent and to the non-controlling interests even if the results in the non-controlling interest having a deficit balance as per provision of Para B94 of IFRS – 10 "Consolidated Financial Statements".

When the proportion of the equity held by the non-controlling interests changes, the company adjusted the carrying amounts of the controlling and non-controlling interests to reflect the changes in their relative interests in the subsidiary and recognized directly in equity for any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received, and attribute it to the owners of the parent by as per provision of Para B96 of IFRS – 10 "Consolidated Financial Statements".

Further details about non-controlling interest are given in **Note-17 and Note-39.4** of Financial Statements.

2.5 Disclosure of departure from few requirements of IFRS due to mandatory compliance of Bangladesh Bank and BSEC's requirements

Bangladesh Bank is the ultimate regulatory body for Non-Banking Financial Institutions (NBFI) in Bangladesh. Some requirements of Bangladesh Bank's rules and regulations contradict with those of IFRS. As such the company has departed from those contradictory requirements of IFRS in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below along with financial impacts where applicable:

Sl.	Nature of Departure	Title of IFRS	Treatment of IFRS	Treatment Adopted as per Bangladesh Bank/BSEC	Financial or Presentation Effect of the Departure
1	Measurement of provision for leases, loans, advances and margin loan (financial assets measured at amortized cost)	IFRS 9 "Financial Instruments"	An entity shall measure the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. The objective of the impairment requirements is to recognize lifetime expected credit losses for all financial instruments for which there have been significant increases in credit risk since initial recognition - whether assessed on an individual or collective basis - considering all reasonable and supportable information, including that which is forward-looking. If, at the reporting date, the credit risk on a financial instrument has not increased significantly since initial recognition, an entity shall measure the loss allowance for that financial instrument at an amount	As per FID circular No. 08 dated 03 August 2002, DFIM circular No. 04 dated 26 July 2021, DFIM circular No. 33 dated 19 December 2021 and DFIM letter ref. DFIM(P)1052/27/2022-23 dated 02 January 2022, a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans and SMA) has to be maintained irrespective of objective evidence of impairment on leases, loans and advances. Also, provision for sub-standard investments, doubtful investments and bad losses has to be provided at 20%, 50% and 100% respectively for investments depending on the duration of overdue. And As per circular of Bangladesh Securities and Exchange Commission circular # SEC/CMRRCD/2009-193/196, dated 28 December 2016, and circular# SEC/CMRRCD/2009-193/203) dated, 28 December 2017 and subsequent extension up to 2023 through press release on 16 July, 2020 the required provisions against unrealised loss for the year 2020 has been	IFRS 09 requires a robust analysis to ascertain the extent of impairment related to credit risk of individual loan clients. It also requires probability ascertainment of various possible outcome to calculate the expected credit loss. It requires professionals to engage for an unbiased judgement to measure the probability-weighted credit losses. Based on the mentioned facts, the amount of provision for leases, loans and advances couldn't be ascertained and the effect of departure too. However, in consolidated and separate Financial Statements, provision for leases, loans, advances have been charged for year 2024 equivalent to BDT 621.81 million and 620.01 million respectively as per

Sl.	Nature of Departure	Title of IFRS	Treatment of IFRS	Treatment Adopted as per Bangladesh Bank/BSEC	Financial or Presentation Effect of the Departure
			equal to 12-month expected credit losses. Expected credit losses are a probability-weighted estimate of credit losses (i.e. present value of all cash shortfalls) over the expected life of the financial instrument. For a financial asset, a credit loss is the present value of the difference between the contractual cash flows that are due to an entity under the contract and the cash flows that the entity expects to receive.	kept.	Bangladesh Bank guidelines. Also, year ended December 2024, accumulated provisions for leases, loans and advances stood at BDT 3,190.40 million and 3,218.94 million for Consolidated and Separate Financial Statements. In addition, no provision for margin loan and negative equity has been required for the current year but accumulated provision still kept BDT 114.06 million and 626.90 million respectively.
2	Valuation of Investments in quoted and unquoted shares	IFRS 9 "Financial Instruments"	IFRS 9 requires all equity investments to be measured at fair value. At initial recognition an entity can make an irrecoverable election to present in other comprehensive income subsequent changes in fair value of an investment in an equity instrument that is held for trading. In all other cases, investments in equity instruments measured at fair value are recognized through profit or loss. In limited circumstances, cost can be an appropriate estimate of fair value for investments in unquoted shares.	As per FID circular No. 08 dated 03 August 2002 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; however, in case of any unrealized gain, no such gain can be recognized and investments are recognized at cost only.	As per Bangladesh Bank and BSEC guidelines, no profit has been recognized in the profit and loss account against unrealized gain.

Sl.	Nature of Departure	Title of IFRS	Treatment of IFRS	Treatment Adopted as per Bangladesh Bank/BSEC	Financial or Presentation Effect of the Departure
3	Recognition of interest income for SMA and classified lease, loans and advances	IFRS 9 "Financial Instruments"	Interest income is calculated by using the effective interest rate to the gross carrying amount of a financial asset except for financial assets that are not purchased or originated credit-impaired but subsequently have become credit-impaired for which interest income is calculated by applying the effective rate to the carrying amount net of expected credit loss provision.	As per DFIM circular No. 04 dated 26 July 2021, once an investment on leases, loans and advances is termed as "Special Mention Account (SMA)" or "classified" (SS, DF, BL), interest income from such investments are not allowed to be recognized as income, rather the respective amount needs to be credited as a liability account like: interest suspense account.	As the facts mentioned in Serial no. 1, the expected credit losses couldn't be measured for the financial assets which have become credit impaired since initial recognition, interest income on such credit-impaired financial assets also couldn't be measured and the effect of departure too. However, at the year end 2024, in Consolidated Financial Statements interest suspense account has decreased to 400.62 BDT million from 934.26 million resulting net decrease of BDT 533.64 millions of interest suspense. This amount has been shown in other liabilities in note 12.3.
4	Loans and advances net of provision	IFRS 9 "Financial Instruments"	Loan and advances shall be recognized net of impairment loss.	As per FID circular No. 08 dated 03 August 2002, DFIM circular No. 04 dated 26 July 2021, provision on loans and advance is presented separately as liability.	Impairment loss/Provision cannot be netted off against loans and advances.
5	Presentation of cash and cash equivalent	IAS 7 "Statement of Cash Flows"	Cash equivalent are short term, highly liquid investments that are readily convertible to known amounts of cash and only include those investments which are for a short tenure like: 3 months or less year. In the light of above, balance with Bangladesh Bank and fixed term	Bangladesh Bank has issued templates for financial statements vide DFIM Circular# 11 dated December 23, 2009 which will strictly be followed by all banks and NBFIs. The templates of financial statements provided detail of presentation of statement cash flows.	Presentation of financial statements is not fully aligned with the requirements of IAS. Thus, items which should be presented as "investment activities" as per IAS is shown as cash & cash equivalent.

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Sl.	Nature of Departure	Title of IFRS	Treatment of IFRS	Treatment Adopted as per Bangladesh Bank/BSEC	Financial or Presentation Effect of the Departure
			deposits should be treated as investment asset rather than cash equivalent as it is illiquid asset and not available for use in day-to-day operations.		
6	Measurement of deferred tax asset	IAS 12 "Income Tax"	A deferred tax asset shall be recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized.	As per DFIM circular No. 7 dated 31 July 2011, no deferred tax asset can be recognized for any deductible temporary difference against lease, loans and advances.	During this year there is no impact in the financial statements due to this departure as the Company has no taxable income in near future.
7	Presentation and disclosure of Financial Statements and Financial Instruments	IAS 1 "Presentation of Financial Statements" IAS 40 "Investment Property" IAS 32 "Financial Instruments: Presentation" IFRS 7 "Financial Instruments: Disclosure"	Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income statement. IAS 1 requires separate line item for intangible assets on the face of statement of financial position. IAS 1 requires separate line item for Investment Property on the face of statement of financial position. IAS 32 and IFRS 7 require specific presentation and disclosure relating to all financial instruments.	Bangladesh Bank has issued templates for financial statements vide DFIM Circular# 11 dated December 23, 2009 which will strictly be followed by all banks and NBFIs. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income (OCI) nor are the elements of Other Comprehensive Income allowed to include in a Single Profit and Loss Account. Intangibles assets are not separately presented on the face of statement of financial position; rather it is presented along with the line item of fixed assets. Investment Properties are not separately presented on the face of statement of financial position; rather it is presented along with the line item of fixed assets. As per Bangladesh Bank guidelines, financial instruments are categorized,	Presentation of financial statements is not fully aligned with all requirements of IAS/IFRS. In separate financial statements, fair value loss of BDT 1,061.26 million would have been recognized in other comprehensive income against investment in subsidiaries;

Sl.	Nature of Departure	Title of IFRS	Treatment of IFRS	Treatment Adopted as per Bangladesh Bank/BSEC	Financial or Presentation Effect of the Departure
				recognized and measured differently from those prescribed in IFRS 9. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 have not been made in the accounts.	
8	Preparation of "Statement of Cash Flows"	IAS 7 "Statement of Cash Flows"	The Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.	As per DFIM Circular-11, Date-23 December 2009, Cash flow statement has been guided by the Bangladesh Bank which is the mixture of direct and indirect method.	Presentation of financial statements is not fully aligned with all requirements of the IAS.
9	Current/Non-current distinction	IAS-1 "Presentation of Financial Statement"	As per Para 60 of IAS-1 "Presentation of Financial statement" An entity shall present current and non-current assets and current and non-current liabilities as separate classification in its statement of financial position.	As per DFIM Circular-11, Date-23 December 2009, Bangladesh Bank has issued templates for financial statements which is applicable for all the Financial Institutions. In this templates there is no current and non-current segmentation of assets and liabilities	The presentation of financial statements is not fully aligned with all requirements of the IAS. Moreover, the liquidity statement shows the current/ non-current portion of assets and liabilities in this regard.
10	Off-balance sheet items	IAS 1 "Presentation of Financial Statements"	There is no concept of off-balance sheet items in any IFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.	As per DFIM Circular-11, Date-23 December 2009, off balance sheet items (e.g. letter of credit, letter of guarantee etc.) must be disclosed separately on the face of the balance sheet. As per DFIM circular No. 04 dated 26 July 2021, 1% general provision have to keep on outstanding balance of Off-balance sheet exposures.	The presentation of financial statements is not aligned with the requirements of the IAS 1. Moreover, BDT 0.22 million general provision have been kept on outstanding balance of Off-balance sheet exposures.

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Sl.	Nature of Departure	Title of IFRS	Treatment of IFRS	Treatment Adopted as per Bangladesh Bank/BSEC	Financial or Presentation Effect of the Departure
11	Complete set of financial statements	IAS 1 "Presentation of Financial Statements"	As per IAS 1"Presentation of Financial Statements" complete set of financial statements are i) statement of financial position, ii) statement of profit or loss and other comprehensive income, iii) statement of changes in equity, iv) statement of cash flows, v)notes, comprising significant accounting policies and other explanatory information and vi) statement of financial position at the beginning of preceding year for retrospective restatement.	As per DFIM Circular-11, Date-23 December 2009, complete set of financial statements are i) balance sheet, ii) profit and loss account, iii) statement of cash flows, iv) statement of changes in equity, v) statement of liquidity, vi) notes, comprising significant accounting policies and other explanatory information.	The presentation of financial statements is not aligned with the requirements of the IAS 1. There is no financial impact for this departure in the financial statements.
12	Intangible asset	IAS 1 "Presentation of Financial Statements"	As per IAS 1"Presentation of Financial Statements" para 54 the statement of financial position shall include separate line item for intangible assets.	As per DFIM Circular-11, Date-23 December 2009, there is no option for separate line item for intangible asset in the balance sheet. We present intangible asset in the balance sheet as part of fixed assets and provide details in annexure-A as separate line item.	The presentation of financial statements is not aligned with the requirements of the IAS 1. There is no financial impact for this departure in the financial statements.
13	Fair value through other comprehensive income	IAS 1 "Presentation of Financial Statements"	As per IAS 1" Presentation of Financial Statements, any change in revaluation reserve in long term investment is to be recognized in 'Other comprehensive income'.	As per DFIM Circular-11, Date-23 December 2009, complete set of financial statements does not contain 'Other comprehensive income' and thus any change in revaluation reserve will not be shown in 'Other comprehensive income'.	During the year, the OCI would show a negative income of BDT 1,061.26 million if presented which would make total comprehensive loss of BDT 984.41 million in separate financial statement.

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2.6 Components of the financial statements

The financial statements comprise of (As per DFIM Circular-11, Dated 23 December 2009 and as per the para 10 of IAS 1: Presentation of Financial Statements):

a) Consolidated and Separate Balance Sheet as at 31 December 2024;
b) Consolidated and Separate Profit and Loss Account for the year ended 31 December 2024;
c) Consolidated and Separate Statement of Cash Flows for the year ended 31 December 2024;
d) Consolidated and Separate Statement of Changes in Equity for the year ended 31 December 2024;
e) Consolidated and Separate liquidity statements for the year ended 31 December 2024;
f) Notes to the Consolidated and Separate Financial Statements for the year ended 31 December 2024.

2.7 Presentation and functional currency and level of precision

The financial statements are presented in Bangladesh Taka (BDT) which is the Company's functional currency. All financial information presented in BDT has been rounded off to the nearest BDT.

2.8 Use of estimates and judgments

The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS) requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. It also requires disclosures of contingent assets and liabilities at the date of the financial statements. Provisions and accrued expenses are recognized in the financial statement in line with the International Accounting Standard (IAS) 37 "Provisions, Contingent Liabilities and Contingent Assets" when

- the Company has a legal or constructive obligation as a result of past events.
- it is probable that an outflow of economic benefit will be required to settle the obligation.
- a reliable estimate can be made on the amount of the obligation.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Significant areas are where management requires the use of estimate and judgment:

- Note- 2.22.3 - Useful life of depreciable assets as per IAS 16.
- Note- 2.28 - Provision for leases, loans, advances and investments for future impairment as per IFRS 9 and/or Bangladesh Bank guidelines.
- Note-2.38.2 - Provision for Gratuity scheme as per IAS 19.
- Note-2.18 - Use of Company's incremental borrowing rate as the discount rate for calculating the lease liability as per IFRS 16; and
- Note-9.1.1.1-Deferred Tax Assets.

However, the estimates and underlying assumptions are reviewed on an ongoing basis and the revision is recognized in the year in which the estimates are revised.

2.9 Changes in significant accounting policies and correction of errors

During the year 2024, the Company has not adopted any change of accounting policies and consistently applies the same accounting policies for 2023.

Correction of error

Incorrect accounting treatment for stock dividend from LBS PLC in the year 2012

During the year it was revealed that, in the year 2012, the Company (LankaBangla Finance PLC), had erroneously recognized stock dividend amounting BDT 874,989,670, received from its subsidiary company LankaBangla Securities PLC (LBS PLC), as income. According to International Financial Reporting Standard 9 para 5.7.1A (b), stock dividend cannot be recognized as income. As a consequence, investment in subsidiaries of LBS PLC (at cost) and retained earnings had been overstated. Since the Company accounts for its subsidiaries at fair value in accordance with IFRS 9, there was no impact of the correction on the balance of other assets. However, the fair value reserve (Fair value minus Cost) was impacted. The error has been corrected by adjusting the affected financial statement line items during the year 2024 in the separate Financial Statements. Details of the impact are shown below:

31 December 2024	Impact on the balance of Fair Value Reserve and Retained Earnings		
Pariculars	Balance without adjustment	Adjustments	Adjusted Balance
Fair value reserve	650,776,316	874,989,670	(224,213,354)
Retained earning	677,780,863	(874,989,670)	(197,208,807)

There is no impact on the consolidated financial statements for the years 2023 and 2024 for these corrections, and there is also no impact on the EPS of the separate financial statements for the years 2023 and 2024.

2.10 Contingent asset and contingent liability

The Company does not recognize any Contingent Asset and Contingent Liability; but discloses the existence of contingent liability in the financial statements. A contingent liability is a probable obligation that arises from past events and whose existence will be confirmed by the occurrence of uncertain future events beyond the control of the Company or a present obligation that is not recognized because the outflow of resources is not likely or the obligation cannot be measured reliably.

2.11 Going concern

The Company has adequate resources to continue in operation for the foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the Company provide sufficient funds to meet the present requirements of its existing businesses and operations.

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2.12 Materiality and aggregation

Each material item as considered by management significant has been presented separately in financial statements. No amount has been set off unless the Company has a legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

2.13 Directors' responsibility statement

The Board of Directors takes the responsibility for the preparation and presentation of these consolidated and separate financial statements.

2.14 Statement of cash flows

Statement of cash flows has been prepared in accordance with the template provided with DFIM circular no.-11, Date-23 December 2009 which is a mixture of Direct and Indirect method of IAS 7 "Statement of Cash Flows".

2.15 Branch accounting

The Company has 27 branches, with no overseas branch as on 31 December 2024. Accounts of the branches are maintained at the Branch level, and consolidated through the accounting software automatically in head office from which these accounts are drawn up.

2.16 Cash and cash equivalent

Cash and cash equivalents comprise cash in hand, current account with Bangladesh Bank, interest bearing and non-interest-bearing bank deposits, fixed deposits, and investments in call loan that are readily convertible to a known amount of cash, and that are not subject to significant risk of change in value. Cash and cash equivalents are used and maintained for day-to-day operation of the company and for CRR and SLR requirements of Bangladesh Bank.

2.17 Investments

Investments comprise of equity, debt, government securities and unit funds. All investments are initially recognized at cost, being fair value of the consideration given, including cost of acquisition associated with the investment. The valuation methods of investments used are:

2.17.1 Investments in Government Treasury Bills and Bonds

As per IFRS-09 Financial assets are classified as either(i) Amortised cost (ii) Fair Value through profit or loss or (iii) Fair value through other comprehensive income. In case of valuation of investment in government bonds we have followed amortized cost method, as it meets both of the following assessment criteria:

i) Business model assessment
ii) Contractual cash flow assessment

Investment in subordinated bond amounting BDT 800,000,000 has grace period of four years, for that, it shows cost value in the financial statements. After completing grace period, we will follow amortized cost method for valuation.

2.17.2 Investments in listed securities

Investments in listed securities are carried at cost. Adequate provision has been made considering each individual investment (where market price is less than cost) as guided by Bangladesh Bank. No gains are recognized in the profit and loss account. This is a departure from fair value approach of IFRS 9 which is disclosed in Note 2.5.

2.17.3 Investments in non-listed securities

Investments in non-listed securities are reported at cost under cost method. Adjustment is given for any shortage of NAV (determined as per the last audited report) over cost for determining the carrying amount of investment in unlisted securities as per Bangladesh Bank guidelines. No gains are recognized in the profit and loss account. This is also a departure from fair value approach of IFRS 9 which is disclosed in Note 2.5.

2.17.4 Investments in subsidiaries

Investments in subsidiaries are accounted for under the cost method of accounting in the Company's separate financial statements in accordance with IAS-27. Accordingly, investments in subsidiaries are stated in the Company's statement of financial position at cost, less impairment losses (if any).

2.18 Accounting for leases

Group acting as a lessee

At commencement or on modification of a contract that contains a lease component, the Group allocates consideration in the contract to each lease component on the basis of its relative standalone price.

The Group recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability plus any initial direct costs incurred and an estimate of costs to dismantle and remove any improvements made to branches or office premises.
The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate (weighted average) at the date of commencement of lease as the discount rate.

The Group determines its incremental borrowing rate by analysing its borrowings from various external sources.

Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments, including in-substance fixed payments;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee;

- the exercise price under a purchase option that the Group is reasonably certain to exercise, lease payments in an optional renewal period if the Group is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Group is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, if the Group changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Group presents right-of-use assets in 'Fixed Assets including Land, Building, Furniture & Fixtures' and lease liabilities in 'Borrowings from Bangladesh Bank, other banks & financial institutions' in the statement of financial position.

Short-term leases and leases of low-value assets:

The Group has elected not to recognize right-of-use assets and lease liabilities for leases of low-value assets and short-term leases, including leases of IT equipment. The Group recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Group acting as a lessor

At inception or on modification of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease component on the basis of their relative stand-alone selling prices.

When the Group acts as a lessor, it determines at lease inception whether the lease is a finance lease or an operating lease.

To classify each lease, the Group makes an overall assessment of whether the lease transfers substantially all of the risks and rewards incidental to ownership of the underlying asset. If this is the case, then the lease is a finance lease; if not, then it is an operating lease. As part of this assessment, the Group considers certain indicators such as whether the lease is for the major part of the economic life of the asset. Currently, the Group has no operating lease as a lessor.

Amounts due from lessees under finance leases are recognized as receivables at the amount of the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding in respect of the leases.

The Group applies the derecognition and impairment requirements in compliance with the requirements of circular issued by the DFIM of Bangladesh Bank.

2.19 Accounting for term finance

Books of account of term finance operation are maintained based on the accrual method of accounting. Outstanding loans, along with the accrued interest thereon, for short-term finance, and unrealized principal for long-term finance are accounted for as term finance assets of the company. Interest earnings are recognized on accrual basis.

2.20 Accounting for margin loan

Margin Loan to Portfolio investors is given at an agreed ratio between investors deposit and loan amount to purchase securities against respective investor account. The investors are to maintain the margin as per set rules and regulations. The margin is monitored on daily basis as it changes due to changes in market price of share. If the margin falls below the minimum requirement, the investors are required to deposit additional fund to maintain the margin as per rules, otherwise the securities are sold to bring the margin to the required level.

Interest on Margin loan is charged on client's portfolio value on daily basis at the applicable rate. Whenever the probability arises that the benefit will flow to the Company this is recognized to income as per para 5.4.1 of IFRS 9 'Financial Instruments'.

2.21 Financial liabilities

Financial liabilities are initially recognized at fair value less transaction costs that are directly attributable to the issue of financial liability. After initial recognition, all financial liabilities are measured at amortized cost using the effective interest method. The amortized cost of a financial liability is the amount at which the financial liability is measured at initial recognition minus principal repayments, plus the cumulative amortization using the effective interest. The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating the interest expense over the relevant year. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial instrument.

2.22 Recognition of fixed assets

2.22.1 Assets acquired under own finance

These are recognized initially at cost and subsequently at cost less accumulated depreciation in compliance (other than investment property) with the IAS 16, "Property Plant and Equipment". The cost of acquisition of an asset comprises its purchase price and any direct cost attributable to bringing the assets to its working condition for its intended use. Expenditure incurred after the assets have been put into use, such as repairs and maintenance is normally charged off as revenue expenditure in the year in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the assets, the expenditure is capitalized as an additional cost of the assets. Software and all up-gradation or enhancements are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

2.22.2 Assets acquired under lease

Assets acquired under finance lease are accounted as per IFRS 16. Please see Note – 2.18 for detail of such accounting.

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2.22.3 Depreciation on fixed assets

Depreciation of an asset begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with IFRS 5 and the date that the asset is derecognized.
Depreciation on fixed assets is charged using the straight-line method at the following rates:

Fixed assets	Rate
Furniture and fixture	20%
Office equipment	20%
Motor vehicle	20%
IT equipment	33.33%
Building	2.5%
Land	Nil
Right of use assets	Equal Monthly Lease period

2.22.4 Depreciation of right-of-use assets

Leased assets in the use and possession of the Company are depreciated in the books of the Company over the lease terms. The principal portions of lease installment paid or due are charged as depreciation in the year to which it relates.

2.22.5 Subsequent expenditure on fixed assets

Subsequent expenditure is capitalized only when it increases the future economic benefit from the assets and that cost can be measured reliably. All other expenditures are recognized as an expense as and when they are incurred.

2.22.6 Disposal of fixed assets

On disposal of fixed assets, the cost and accumulated depreciation are eliminated from the fixed assets' schedule and gain or loss on such disposal is reflected in the profit and loss account, which is determined with reference to the net book value of the assets and net sale proceeds.

2.22.7 Intangible assets

An intangible asset is an identifiable non-monetary asset without physical substance. Intangible assets acquired separately are measured on initial recognition at cost and are carried at cost less accumulated amortization and accumulated impairment losses if any.

Intangible assets include accounting software, credit card software, other software and integrated systems along with related hardware.

Amortization

Amortization is calculated using the straight line method to write down the cost of intangible assets to their residual values over their estimated useful lives based on the management's best estimates. Useful life of a *TranzWare* software is twelve (12) years, *IFS ERP* software is seven (07) years and the useful life of other software is four (04) years.

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Subsequent expenditure

Subsequent expenditure on software assets is capitalized only when it increases the future economic benefits in the specifications to which it relates. All other expenditure is expensed as incurred.

2.23 Recognition and measurement of investment property

Investment property comprises land and buildings that are held either to earn rental income or for capital accretion or both. In accordance with "IAS 40 Investment Property", investment property is initially carried at cost when the economic benefits are certain to flow to the Company and when the estimated costs of the property can be measured reliably. Subsequently, investment property is carried at cost model.

2.24 Other assets

Any assets which do not appear as separate line item in the face of the balance sheet of the company are categorised as other assets as per DFIM circular No # 11 dated 23 December 2009 issued by Department of Financial Institutions and Market of Bangladesh Bank.

Other assets include advance office rent, payment of advance income tax for which assessment of tax has not been closed yet and all other financial assets, fees and other unrealized income receivable, advance for operation and investment in subsidiaries etc. However, investment in subsidiaries is eliminated at time of consolidation in accordance with IFRS -10 'Consolidated Financial Statements'.

2.25 Borrowings from Bangladesh Bank and other banks and financial institutions

Borrowed funds include call money deposits, borrowings, re-finance borrowings and other term borrowings from banks and financial institutions. These are stated in the statement of financial position at amounts payable. Interest paid or payable on these borrowings is charged to the statement of comprehensive income.

2.26 Term deposits and other deposits accounts

2.26.1 Term Deposits

Term Deposits by customers and banks/NBFIs are recognized when the Company enters into contractual provisions of the arrangements with the counterparties, which is generally on trade date, and initially measured at the consideration received.

2.26.2 Other deposits

Other deposits include advance rentals/installments received from assets clients against leases, loans and advances which will be adjusted at the end of termination/settlement of leases, loans and advances in accordance with terms and conditions mentioned in the sanction letter.

2.27 Provision for liabilities

A provision is recognized in the profit and loss account when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligations, in accordance with the IAS 37 "Provisions, Contingent Liabilities and Contingent Assets".

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2.28 Provision for leases, loans, advances and off-balance sheet exposures and other assets

2.28.1 Provision for leases, loans, advances and off-balance sheet exposure

Generally, provision against unclassified (Standard to SMA) and classified (SS to BL) leases, loans, advances and Off-balance sheet exposures are made on the basis of quarter end review by the management and instruction contained in Bangladesh Bank FID circular No. 08 dated 03 August 2002, DFIM circular No. 04 dated 26 July 2021, DFIM circular No. 27 dated 21 December 2022. However, at the discretion of management, provision against classified loans and advances may be made on monthly basis. The provisions rates are given below:

Particulars	Rates
General Provision on: Unclassified leases, loans, advances	
Unclassified of Cottage, Micro, Small & Medium Enterprise Financing (CMSMEF)	0.25%
Unclassified of leases, loans and advances except CMSMEF and FBMSD	1%
Unclassified of Financing to the Brokerage House/Merchant Banks/Stock Dealers etc. (FBMSD)	2%
Special Mention Account of leases, loans and advances (SMA)	5%
Specific Provision On: Classified leases, loans, advances	
Sub-standard of leases, loans and advances (SS)	20%
Doubtful of leases, loans and advances (DF)	50%
Bad/loss of leases, loans and advances (BL)	100%
General Provision on: Off-Balance Sheet Exposure	
Off-Balance Sheet Exposure	1%

2.28.2 Provision for other assets

DFIM circular no. 10 dated 03 October 2021 requires a provision of 50% or 100% on outstanding balance of other assets, which outstanding is carrying for one year or more against any unadjusted advance for legal fees or embezzling fund or protested bill.
LankaBangla maintains provisions in line with this circular unless it assesses there is no doubt of recovery on items of other assets in which case no provision is kept.

2.29 Interest suspense account

In compliance with Bangladesh Bank DFIM circular No. 04 dated 26 July 2021, interest income from leases, loans and advances is not recognized as revenue and credited to interest suspense account when particular leases, loans and advances are categorised as special mention account (SMA), sub-standard (SS), doubtful (DF) and bad/loss (BL). This interest is recognised as interest income when it is realised in cash by the company.

Interests on mortgage finance overdue beyond nine months are not recognized as revenue and credited to interest suspense account.

2.30 Borrowing cost

Borrowing costs are interest and other costs that an entity incurs in connection with the borrowing of fund.

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The Company capitalized borrowing costs that is directly attributable to the acquisition, construction or production of qualifying asset from part of the cost of that asset. Other borrowing costs are recognized as an expense as per para 8 of IAS 23 'Borrowing Costs'.

2.31 Consistency

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, LankaBangla Finance PLC applies the accounting disclosure principles consistently from one period to the next. In case of selecting and applying new accounting policies, changes in accounting policies applied and correction of errors, the amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS-8.

2.32 Liquidity statement

The Liquidity Statement has been prepared in accordance with remaining maturity grouping of assets and liabilities as of the close of the period as per following bases:

a) Balance with other banks and financial institutions, money at call and short notice etc. are on the basis of their term.
b) Investments are on the basis of their residual maturity term.
c) Loans and advances are on the basis of their repayment or maturity schedule.
d) Fixed assets are on the basis of their useful lives.
e) Other assets are on the basis of their adjustment.
f) Borrowings from other banks and financial institutions as per their maturity or repayment term.
g) Deposits and other accounts are on the basis of their maturity year and behavioral past trend.
h) Other long-term liability on the basis of their maturity term.
i) Provisions and other liabilities are on the basis of their settlement.

2.33 Books of account

The Company maintains its books of account for main business in Electronic Form through soft automation.

2.34 Foreign currency transaction

Foreign currency transactions are translated into Bangladeshi Taka at exchange rates prevailing at the respective dates of transactions. Foreign currency monetary assets at the end of the period or year are to be reported at the rates prevailing on the Balance Sheet date. Exchange gains or losses arising out of the said conversions are to be recognized as income or expense for the period or year and charged in the profit and loss account after netting off.

Due to the Ukraine-Russia war, the country's foreign exchange rate is in volatile. Therefore, with the approval of the regulator, The LBF PLC has been recognized foreign currency (Liability) at spot rate (initially recognized rate) rather than closing rate. If the Foreign currency liability translated at closing rate, foreign currency liability and foreign currency loss would have been charged BDT 487.76 million more. This has been disclosed in details in note – 2.1.

2.35 Revenue recognition

Interest revenue from financial instruments is recognized in the profit and loss account on accrual basis.

Other revenue is measured based on the consideration specified in a contract with a customer. The Company/Group recognizes revenue when it transfers control over a product/service provided to a customer with the performance obligation being satisfied and the amount of the transaction price is allocated to that performance obligation.

2.35.1 Income from lease finance

The Company follows the finance lease method for accounting of lease incomes in compliance with IFRS 16. Interests are recognized as and when interest incomes are accrued. Lease interests outstanding over 3 months are not recognized as revenue, and used to keep under interest suspense account.

Fee based income charges from lease operations are accounted for when they arise.

2.35.2 Interest income from term finance

Interest income is recognized when interest is accrued. No interest on loan (except housing finance and short-term finance) is accounted for as revenue where any portion of capital or interest is in arrears for more than 3 months for the loan tenure of which is within 5 years or where any portion of capital or interest is in arrears for more than 6 months for the loan tenure of which is more than 5 years. In case of housing loan, no interest on loan is accounted for as revenue where any portion of capital or interest is in arrears for more than 6 months for the loan tenure of which is within 5 years or where any portion of capital or interest is in arrears for more than 18 months for the loan tenure of which is more than 5 years. Moreover, the amounts that were previously recognized as revenue in respect of such outstanding loans are also transferred from lease income to interest suspense account.

Fees based income and delinquent charges from loan operations are accounted when they arise.

2.35.3 Interest income from credit cards

Interest on credit card is accrued and taken to accounts up to 03 (three) months. Interest accrued on credit card for more than three months is accounted as Interest-in-Suspense and is not added to revenues. Thereafter, interest is recognized on cash basis reversing the suspense account.

Fee based income from credit card operations are accounted for on accrual basis.

2.35.4 Interest income from fixed deposit receipts

Interest on fixed deposit receipts is recognized on accrual basis.

2.35.5 Investment income

Interest income from investments in commercial paper is recognized on accrual basis as per para 5.4.1 of IFRS 9: Financial Instruments.

Capital gain/ (loss) on investments in shares is recognized when it is realized.

Dividend income on shares is recognized during the period as per para 5.7.1A of IFRS 9: Financial Instruments only when:

(a) the Company's right to receive the payment of the dividend is established;
(b) it is probable the economic benefits associated with the dividend will flow to the Company; and
(c) the amount of the dividend can be measured reliably.

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2.35.6 Portfolio management fee

Portfolio management fees are recognized based on the market value of the client's portfolio on daily basis at the applicable rate.

2.35.7 Issue Management and Corporate Advisory Fee

Issue management fee and corporate advisory fees are recognized according to performance obligations being satisfied relating to the services as agreed and defined in Issue Management and Corporate Advisory agreement between company and clients.

2.35.8 Fees and commission-based income

Fees and commission-based income arising on services provided by the company are recognized when the performance obligations are satisfied and the amount of the transaction price is allocated to the performance obligations.

2.35.9 Other income

Fee based incomes other than above are recognized as income when the performance obligations are satisfied relating to the services and the amount of transaction price can be allocated and economic benefits associated with the transaction flow to the company.

2.36 Write off

Write-off describes a reduction in recognized value. It refers to recognition of the reduced or zero value of an asset. Generally, it refers to an investment for which a return on the investment is now impossible or unlikely. The item's potential return is thus cancelled and removed from ("written off") the business's balance sheet. LBF PLC write off policy has been administrated as per DFIM Circular No. 02 dated 01 April 2019 issued by Bangladesh Bank and write off policy subsidiaries of LankaBangla Finance PLC has been administrated as per their respective write off policy.

Recovery against debts written off or provided for is credited to revenue. Income is recognized where amounts are either recovered and/or adjusted against securities, properties or advances.

2.37 Operating expenses

Major component of operating expenses other than salary and allowances are office rent, printing and stationery, postage and stamp, telecommunication, legal and professional fees and other miscellaneous expenses. All expenses are recognized on accrual basis of accounting.

2.37.1 Salary and allowances

Salary and allowances comprise basic salary, house rent, medical allowance, conveyance allowance, festival bonus, leave fare assistance etc. All expenses related to salary and allowances are recognized on accrual basis of accounting.

2.38 Employee benefit plans

LankaBangla Finance PLC offers a number of benefit plans which include contributory provident fund, gratuity plan, Profit participation scheme and Group Life Insurance Scheme and Health Insurance. The retirement benefits accrued for the employees of the Company as on reporting date have been accounted for in accordance with the provisions of International Accounting Standard-19, "Employee Benefit". Bases of enumerating the retirement benefit schemes operated are outlined below:

2.38.1 Provident fund

The Company maintains a contributory employees Provident Fund recognized by National Board of Revenue within the meaning of section 2(90), read with the provisions of part - 3 of the Second Schedule of Income Tax Act 2023 for its permanent employees. The Fund is administered by a Board of Trustees and is funded equally by the employer and the employees @ 10% of their basic salary as contribution of the fund. Provident Funds are invested in Fixed Deposit with other financial institutions and to the Government Treasury Bills and Bonds. Interest earned from the investments is credited to the members' account on yearly basis.

2.38.2 Gratuity fund

The Company operates an funded gratuity scheme. Employees are entitled to gratuity benefit at the following rates:

Year of Services	% of entitlement
3 years and above but less than 4 years	50% of Last Basic Salary
4 years and above but less than 5 years	100% of Last Basic Salary
5 years and above	150% of Last Basic Salary

The actuarial valuation has not yet been made to assess the adequacy of the liabilities provided for the scheme.

2.38.3 Profit participation scheme

Every confirmed employee will be entitled to participate in the profit participation scheme (on a pro-rata basis in case of new joiners) based on their performance.

2.38.4 Group life insurance scheme and health insurance

The Company has a group life insurance scheme for all of its permanent employees. It has also a health insurance scheme for all of its permanent employees including their spouse and children.

2.38.5 Employees home loan scheme

The Company also has real estate loan for its permanent employees at 7% simple interest rate. Employees are entitled for real estate loan after satisfying of minimum loan eligible criteria.

2.39 Corporate tax

Income tax expense comprises current tax and deferred tax. Income tax expense is recognized in the profit and loss account except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

a. Current tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax

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payable in respect of prior years. Provision for taxation for the year ended 31 December 2024 has been made on the basis of the provisions of the Finance Act 2023. For the purpose of these financial statements, the current tax rate will be applicable, which are mentioned below:

Name of the Company	Tax Rates
LankaBangla Finance PLC	37.50%
LankaBangla Securities Limited	27.50%
LankaBangla Investment Limited	37.50%
LankaBangla Asset Management Company Limited	27.50%
LankaBangla Information System Limited	Tax Exempted
BizBangla Media Limited	27.50%

b. Deferred tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the statement of financial position date. The impact on the accounts of changes in the deferred tax assets and liabilities has also been recognized in the profit and loss account as per IAS-12 "Income Taxes".

2.40 Legal proceedings

The Company is not currently a defendant or a plaintiff in any material lawsuits or arbitration. From time to time, however, the Company is involved as a plaintiff in some actions taken against the default clients in the ordinary course of business for non-payment of rentals/installments. We believe that the ultimate dispositions of those matters will be favorable and will have no material adverse effect on business, financial conditions or results of operations.

2.41 Earnings per Share (EPS)

The company calculates EPS in accordance with the requirement of IAS – 33: "Earnings Per Share", which has been shown on the face of the profit and loss account and the computation is shown in **Note - 35**.

Basic earnings

This represents earnings for the year ended on 31 December 2024 attributable to the ordinary shareholders.

Weighted average number of ordinary shares outstanding during the year

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued (as bonus share) during the year multiplied by a time weighting factor. The time-weighting factor is the numbers of days the specific shares are outstanding as a proportionate of the number of days in the year.

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Basic earnings per share

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding for the year.

Diluted earnings per share

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future, i.e., potential shares, without inflow of resources to the Company against such issue. This is in compliance with the requirement of IAS – 33" Earnings Per Share".

2.42 Credit rating

Credit Rating Agency of Bangladesh Ltd. (CRAB) has rated the Company on 21 August 2024 with "AA_3" (Pronounced as AA Three) in the long term and ST-2 for the short term based on audited financial of FY2023 and other available information up to the date of rating declaration. The outlook on the rating is Stable. This rating will be valid till August 20, 2025.

The rating reflects the strengths of the Company which is backed by a strong team of management, growth in the non-interest income, deposits and investments, adequate capital coverage with high Tier-1 capital, improved asset quality and well controlled liquidity position.

2.43 Impairment of assets

The company has assessed at the end of each reporting year or more frequently if events or changes in circumstances indicate that the carrying value of an asset may be impaired, whether there is any indication that an asset may be impaired. If any such indication exists, or when an annual impairment testing for an asset is required, the Company makes an estimate of the assets recoverable amount. When the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset or cash-generating unit is considered impaired and is written down to its recoverable amount by debiting to statement of comprehensive account. Fixed assets are reviewed for impairment whenever events or charges in circumstances indicate that the carrying amount of an asset may be impaired. This is in compliance with the requirement of IAS – 36 "Impairment of Assets".

2.44 Statutory reserve

The Financial Institutions Act 1993 requires the Company to transfer 20% of its current year's profit after tax to reserve until such reserve equals to its paid-up capital.

2.45 Capital reserve

As per Bangladesh Securities and Exchange Commission's (BSEC) notification no. BSEC/CMRRCD/2017-357/221/Admin/89 dated 22 May 2019, LankaBangla Securities has maintained 10% provision (Commenced from 2021) on the last year's profit after tax as Capital Reserve and the full amount of such reserve shall be accounted for in computing total capital.

2.46 Revaluation reserve

Due to subsidiaries' investment measured at fair value through other comprehensive income (FVTOCI) (as per IFRS-09), Revaluation reserve arose from the difference between Cost price and Fair value of subsidiary investment.

2.47 General reserve

As per Bangladesh Securities and Exchange Commission (BSEC) notification no. BSEC/CMRRCD/2017-357/221/Admin/89 dated 22 May 2019, LankaBangla Securities has kept 1.00% general reserve on outstanding margin loan provided to the client against marketable securities. Add or adjustment with the general reserve will depend on the size of the outstanding margin loan for the respective year.

2.48 Events after the Reporting Period

Where necessary, all the material events after the reporting year have been considered and appropriate adjustments / disclosures have been made in the financial statements.

Dividend payable to the Company's shareholders is recognized as a liability and deducted from the shareholders' equity in the year in which the shareholders' right to receive payment is established.

2.49 Assortment of Statutory Audit Report with Information of Document Verification System (DVS) developed by ICAB

As per Bangladesh Bank circular reference, DFIM circular no.08 dated August 17, 2021, verification of the authenticity of Audited Financial Statements is to be preserved in loan files. In addition, the verification process is supported by the online platform namely Document Verification System (DVS), which is developed and maintained by ICAB. Accordingly, an MOU was signed on September 19, 2021.

Later, LBFPLC also received a letter from the Financial Reporting Council (FRC) on December 29, 2021 (letter reference no. 178/FRC/OPR/2021/28(19) dated December 21, 2021) regarding maintaining the compliance of DFIM circular no.08 dated August 17, 2021. Accordingly, user ID and password was provided by ICAB for the system access on February 17, 2022.

As per the compliance regarding the Bangladesh Bank circular, from January 01, 2024 to December 31, 2024; following information from Corporate, CMSME, and Retail Credit Unit from Credit Risk Management Division has been furnished.

Please note that the circular (DFIM Circular No. 08 dated August 17, 2021) is applicable for the Public Interest Concern (PIE) as per definition. As per definition of The Financial Reporting Act 2015, Public Interest Concern (PIE) are all types of business concern (Revenue of which equal or exceeds BDT 500 million, and/or Total Asset equal or exceeds BDT 300 million, and/or Total Liability (excluding equity) equal or exceeds BDT 100 million).

Particulars (Approved Credit Proposition in Number) Dated: January 01, 2024 – December 31, 2024	Number of Credit Propositions					
	Total Credit Proposition Approved	Credit Proposition on which the circular is applicable	Credit Proposition on which the circular is not applicable	Obtained Available Audited Financial Statements	Unavailable Audited Financial Statements: Number of Proposition on which the circular is applicable	Percentage of Obtained Available Audited Financial Statements
Corporate	10	10	-	10	-	100%

Structured Finance	2	2	-	2	-	100%
Supply Chain Finance	97	26	71	25	1	96%
Corporate Auto Lease Finance	3	1	2	1	-	100%
CMSME	4,558	72	4,486	17	55	24%
Total	**4,670**	**111**	**4,559**	**55**	**56**	**50%**

A total of 56 credit files were appraised in the absence of audited financial statements. The majority of these applications originated from SME clients, primarily operating as proprietorships, where the practice of maintaining audited financials is not yet widely established. While all relevant clients were duly notified and encouraged to initiate the process of preparing audited financial statements, the actual readiness among them remained limited due to structural and operational constraints.

In alignment with LBFP LC's commitment to fostering financial literacy and transparency, clients were made aware of the importance of audited financial documentation as part of responsible credit practices. Accordingly, credit approvals that were approved in such cases were issued with the explicit condition that audited financial statements must be submitted when they become available.

2.50 Corporate governance

The company recognizes the importance of high standards of corporate governance and corporate social responsibility. Through regular Board Meeting and documented procedures of independence, the company endeavors to meet the standards expected.

The company has taken note of the recently prescribed measures by the Bangladesh Securities and Exchange Commission in this regard and intends to introduce the concept of independent Director at the earliest possible opportunity. An Audit Committee is already in place. The Company also prohibits provision of non-audit services by the external auditors. The Audit committee keeps under review the independence and objectivity of the external auditors.

The Board is also committed to effective communication between the company and its subsidiaries, investors, regulators and third-party interests.

2.51 BASEL II and its implementation

To cope with the best international practices and to make the capital more risk sensitive as well as more shock resilient, guidelines on 'Basel Accord for Financial Institutions (BAFI)' have been introduced from January 01, 2011 on test basis by the Bangladesh Bank. At the end of test run year, Basel Accord regime has started and the guidelines on BAFI has come fully into force from January 01, 2012 with its subsequent supplements/revisions. Instructions regarding Minimum Capital Requirement (MCR), Adequate Capital, and Disclosure requirement as stated in these guidelines have to be followed by all financial institutions for the purpose of statutory compliance.

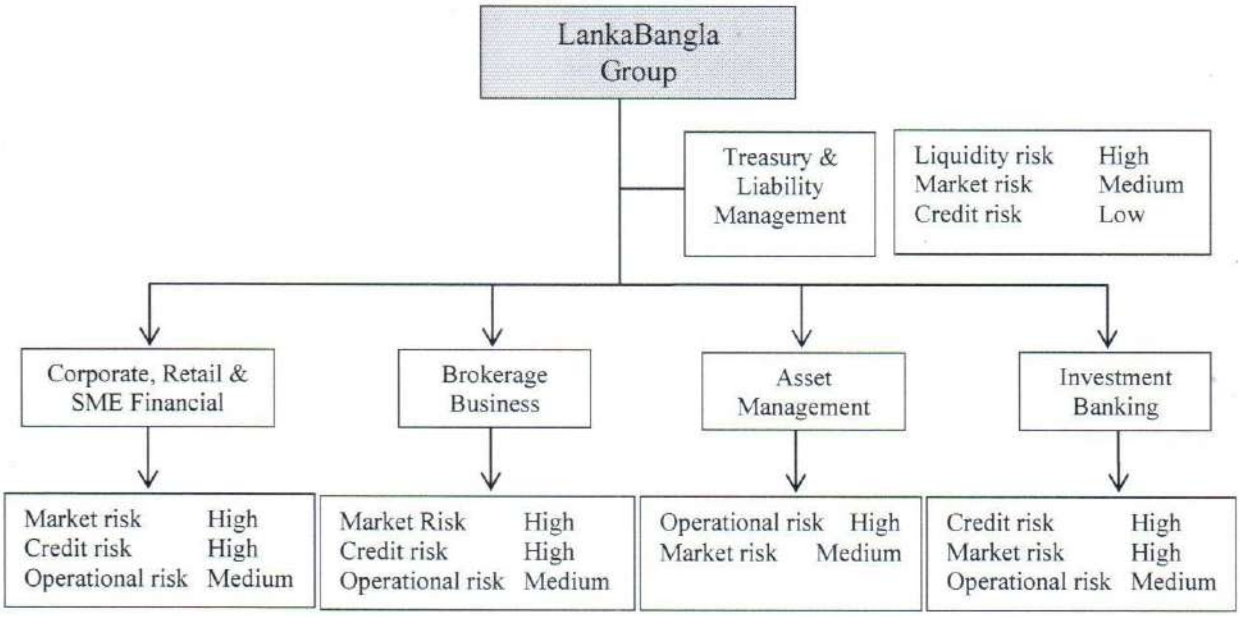
In line with Bangladesh Bank requirement, the Company has already formed BASEL Implementation Unit (BIU) to ensure timely implementation of BASEL II accord.

2.52 Financial risk management

The Group has exposure to the following risks from financial instruments:

- Credit risk
- Liquidity risk
- Market risks
- Operational risks
- Anti- money laundering and terrorist financing risk

The chart below provides a link between the Group's business units and the principal risks that they are exposed to. The significance of risk is assessed within the context of the Group as a whole and is measured based on allocation of the regulatory capital within the Group.



The Company's Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Board of Directors has established the Asset Liability Management committee (ALCO) and Risk Management Forum by following the relevant directives and guidelines of Bangladesh Bank, which are responsible for developing and monitoring Group risk management policies.

The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Group Audit Committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Group Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Group Audit Committee.

A. Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's loans and advances to customers and other banks.

For risk management reporting purposes, the Group considers and consolidates all elements of credit risk exposure (such as individual obligor default risk and sector risk).

The Board of Directors has delegated responsibility for the oversight of credit risk to its Group Credit Committee. A separate Group, Credit Risk Management department, reporting to the Managing Director and Executive Committee, is responsible for the management of the Group's credit risk, including:

Formulating credit policies in consultation with business units, covering collateral requirements, credit assessment, risk grading and reporting, documentary and legal procedures, and compliance with regulatory and statutory requirements.

Establishing the authorization structure for the approval and renewal of credit facilities. Authorization limits are allocated to business unit Credit Officers. Larger facilities require approval by Group Credit, Head of Group Credit, Group Credit Committee or the Board of Directors as appropriate.

Credit Risk Management assesses all credit exposures in excess of designated limits, prior to facilities being committed to customers by the business unit concerned. Renewals and reviews of facilities are subject to the same review process.

Limiting concentrations of exposure to counterparties, geographies and industries (for loans and advances, financial guarantees and similar exposures), and by issuer, credit rating band, market liquidity and country (for investment securities).

Providing advice, guidance and specialist skills to business units to promote best practice throughout the Group in the management of credit risk.

Each business unit is required to implement Group credit policies and procedures, with credit approval authorities delegated from the Group Credit Committee.

Regular audits of business units and Group Credit processes are undertaken by Internal Audit.

The Group writes off a loan or an investment debt security balance, and any related allowances for impairment losses, when Group Credit determines that the loan or security is uncollectible. This determination is made after considering information such as the occurrence of significant changes in the borrower's / issuer's financial position such that the borrower / issuer can no longer pay the obligation, or that proceeds from collateral will not be sufficient to pay back the entire exposure. For smaller balance standardized loans, write-off decisions generally are based on a product-specific past due status.

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B. Liquidity Risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

The Group's Board of Directors sets the Group's strategy for managing liquidity risk and delegates the responsibility for the oversight of the implementation of this policy to ALCO. ALCO approves the Group's liquidity policies and procedures. Treasury division manages the Group's liquidity position on a day-to day basis and reviews daily reports covering the liquidity position of the Group. A summary report, including any exceptions and remedial action taken, is submitted regularly to ALCO.

The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation. The key elements of the Group's liquidity strategy are as follows:

- Maintaining a diversified funding base consisting of customer deposits (both retail and corporate), zero coupon bond and different types of bank borrowing ranging from very short nature call loan to short term loan to long term loan and maintaining contingency facilities;
-
- Carrying a portfolio of highly liquid assets, diversified by currency and maturity;
- Monitoring liquidity ratios, maturity mismatches, behavioral characteristics of the Group's financial assets and liabilities, and the extent to which the Group's assets are encumbered and so not available as potential collateral for obtaining funding;
- Carrying out stress testing of the Group's liquidity position. Treasury division receives information from other business units regarding the liquidity profile of their financial assets and liabilities and details of other projected cash flows arising from projected future business. Treasury then maintains a portfolio of short-term liquid assets, largely made up of short-term liquid investment securities, loans and advances to banks and other inter-bank facilities, to ensure that sufficient liquidity is maintained within the Group as a whole.

C. Market Risk

Market risk is the risk that changes in market prices, such as interest rates, share prices and credit spreads will affect the Group's income or the value of its holdings of financial instruments. The objective of the Group's market risk management is to manage and control market risk exposures within acceptable parameters in order to ensure the Group's solvency while optimizing the return on risk.

Overall authority for market risk is vested in ALCO. ALCO sets up limits for each type of risk in aggregate and for portfolios, with market liquidity being a primary factor in determining the level of limits set for trading portfolios.

D. Operational risks

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Group's processes, personnel, technology and infrastructure, and

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from external factors other than credit, market and liquidity risks, such as those arising from legal and regulatory requirements and generally accepted standards of corporate behavior. Operational risks arise from all of the Group's operations.

The Group's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Group's reputation with overall cost effectiveness and innovation. In all cases, the Group policy requires compliance with all applicable legal and regulatory requirements.

The Board of Directors has delegated responsibility for operational risk to Management Committee which is responsible for the development and implementation of controls to address operational risk. This responsibility is supported by the development of overall Group standards for the management of operational risk in the following areas:

- requirements for appropriate segregation of duties, including the independent authorization of transactions;
- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;
- requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified;
- requirements for the reporting of operational losses and proposed remedial action;
- development of contingency plans;
- training and professional development;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

Compliance with Group standards is supported by a program of periodic reviews undertaken by Internal Audit. The results of Internal Audit reviews are discussed with the Management Committee with summaries submitted to the Audit Committee and senior management of the Group.

E. Anti- money laundering and terrorist financing risk

In LankaBangla Finance PLC, money laundering and terrorist financing risk has two board dimensions:

i) Business Risk which is the risk that LBFPLC may be used for money laundering or for the financing terrorism and

ii) Regulatory risk which is the risk that LBFPLC fails to meet regulatory obligations under the Money Laundering Prevention Act,2012 (subsequently amended in 2015) and Anti-Terrorism Act 2009 (subsequently amended in 2022 and 2013)
To mitigate the risk, LBFPLC while adhering to various guidelines and circulars issued by the Bangladesh Financial Intelligence Unit (BFIU), has in place a strict compliance program consisting of the following components:
a) Internal policies, procedures and controls which are continually updated as and when required
b) A dedicated structure and sub-structure within the organization
c) Appointment of Chief Anti-Money Laundering Compliance officer, Deputy Chief Anti-Money Laundering Compliance officer and Branch Chief Anti-Money

Laundering Compliance officer.

d) Independent audit functions and Self-Assessment Program by respective Branches;

e) Ongoing employee training program.

2.53 Segments

After incorporation, the company started with lease and loan as its core financing business. With time, it diversified its business among Asset Management Operations, Merchant banking business and brokerage business. The company has decided to segregate its various operating segment considering nature of segmental business. Thus, four operating segments of the Group are reported and presented. Profit and loss account of above operations and other operations have been prepared in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), and results of its operation have been combined, item by item, with the financial results of the Company.

2.54 Comparative figures

Comparative information has been disclosed in respect of the year ended 31 December 2024 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for better understanding of the current year's financial statements.

To facilitate comparison, certain relevant balances of the year 2023 pertaining to the comparatives have been rearranged/restated/reclassified considered necessary to ensure comparability with the current year.

2.55 Date of authorization

The Board of Directors has authorized these financial statements for public issue on 14 October 2025.

2.56 Compliance of International Financial Reporting Standards (IFRS)

Sl #	Name of IAS/IFRS	Status
01	**IAS 1:** Presentation of Financial Statements	Partially Complied
02	**IAS 2:** Inventories	Not Applicable
03	**IAS 7:** Statements of Cash Flows	Partially Complied
04	**IAS 8:** Accounting Policies, Changes in Accounting Estimates and Errors	Complied
05	**IAS 10:** Events after the Reporting Period	Complied
06	**IAS 12:** Income Taxes	Partially Complied
07	**IAS 16:** Property, Plant and Equipments	Complied
08	**IAS 19:** Employee Benefits	Complied
09	**IAS 20:** Accounting for Govt. Grants and disclosures of Govt. Assistances	Not Applicable
10	**IAS 21:** The Effects of Changes in Foreign Exchange Rates	Partially Complied
11	**IAS 23:** Borrowing Costs	Complied
12	**IAS 24:** Related Party Disclosures	Complied
13	**IAS 26:** Accounting and Reporting by Retirement Benefit Plan	Not Applicable
14	**IAS 27:** Separate Financial Statements	Complied
15	**IAS 28:** Investments in Associates and Joint Ventures	Not Applicable
16	**IAS 29:** Financial Reporting in Hyperinflationary Economics	Not Applicable
17	**IAS 32:** Financial Instruments: Presentation	Partially Complied

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18	**IAS 33:** Earnings Per Share	Complied
19	**IAS 34:** Interim Financial Reporting	Complied
20	**IAS 36:** Impairment of Assets	Complied
21	**IAS 37:** Provisions, Contingent Liabilities and Contingent Assets	Complied
22	**IAS 38:** Intangible Assets	Complied
23	**IAS 40:** Investment Property	Complied
24	**IAS 41:** Agriculture	Not Applicable
25	**IFRS 1:** First-time adoption of International financial Reporting Standards	Not Applicable
26	**IFRS 2:** Share-based Payment	Not Applicable
27	**IFRS 3:** Business Combinations	Complied
28	**IFRS 4:** Insurance Contracts	Not Applicable
29	**IFRS 5:** Non-current Assets Held for Sale and Discontinued Operations	Not Applicable
30	**IFRS 6:** Exploration for and Evaluation of Mineral Resources	Not Applicable
31	**IFRS 7:** Financial Instruments: Disclosures	Partially Complied
32	**IFRS 8:** Operating Segments	Complied
33	**IFRS 9:** Financial Instruments	Partially Complied
34	**IFRS 10:** Consolidated Financial Statements	Complied
35	**IFRS 11:** Joint Arrangements	Not Applicable
36	**IFRS 12:** Disclosure of Interests in Other Entities	Complied
37	**IFRS 13:** Fair Value Measurement	Partially Complied
38	**IFRS 14:** Regulatory Deferral Accounts	Not Applicable
39	**IFRS 15:** Revenue from Contracts with Customers	Complied
40	**IFRS 16:** Leases	Complied

Partially Complied standards are those requirements, which are different from those of Bangladesh Bank. Note – 2.5 contains details about such departure from IFRS requirements to comply with the Bangladesh Bank.

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	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka

3. Cash in hand

See accounting policy in note (2.16)

Local currency	1,276,236	1,453,628	588,171	631,935
Foreign currency	-	-	-	-
	1,276,236	**1,453,628**	**588,171**	**631,935**

Cash in hand represents the amount under impress system of petty cash to meet daily petty cash expenses requirement both for head office and branch offices.

4. Balance with Bangladesh Bank and its agent banks

See accounting policy in note (2.16)

Local currency	584,336,758	638,637,686	584,336,758	638,637,686
Foreign currency	-	-	-	-
	584,336,758	**638,637,686**	**584,336,758**	**638,637,686**

Balance with Bangladesh Bank has been maintained as Cash Reserve Requirement (CRR) of Bangladesh Bank through non-interest bearing current account.

4.1 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)

Cash Reserve Requirement and Statutory Liquidity Reserve have been calculated and maintained in accordance with Financial Institution Act, 2023, Financial Institution Regulations 1994 and DFIM Circular No. 03 dated 21 June 2020

Cash reserve requirement (CRR) 1.5%

Cash Reserve Requirement (CRR) has been calculated at the rate of 1.5% on 'Total Term Deposits' Term or Fixed Deposit, Security Deposit against Lease/Loan and other Term Deposits, received from individuals and institutions (except banks and financial institutions).

Required reserve (1.50%)	576,119,083	581,983,237	576,119,083	581,983,237
Actual reserve held (2024: 1.60%, 2023: 1.97%)	615,195,137	765,944,582	615,195,137	765,944,582
Surplus/(deficit) (2024: 0.10%, 2023: 0.47%)	**39,076,054**	**183,961,345**	**39,076,054**	**183,961,345**

Statutory Liquidity Requirements (SLR) 5.00%

Statutory Liquidity Reserve (SLR) has been calculated at the rate of 5.0% on total liabilities, including CRR of 1.5% on Total Term Deposit. SLR is maintained in liquid assets in the form of cash in hand (notes and coin in BDT), balance with Bangladesh Bank and other banks and financial institutions, investment at call, unencumbered treasury bill, prize bond, savings certificate and any other assets approved by Bangladesh Bank.

Total required reserve (5%)	3,279,784,718	2,129,638,824	3,279,784,718	2,129,638,824
Actual reserve held (2024: 10.32%, 2023: 14.41%)	6,771,102,689	6,138,415,896	6,771,102,689	6,138,415,896
Total surplus/(deficit) (2024: 9.41%, 2023: 9.41%)	**3,491,317,971**	**4,008,777,072**	**3,491,317,971**	**4,008,777,072**

5. Balance with other banks and financial institutions

See accounting policy in note (2.16)

Inside of Bangladesh					
Local Currency					
Non interest bearing current account	(Note - 5.1)	195,496,932	275,834,337	195,496,932	275,834,337
Interest bearing short term deposit account	(Note - 5.2)	7,987,168,026	8,688,275,778	5,841,130,913	6,633,368,196
Fixed deposit receipt account	(Note - 5.3)	2,252,577,833	2,248,701,431	2,183,799,423	2,180,583,074
		10,435,242,791	**11,212,811,546**	**8,220,427,268**	**9,089,785,607**
Foreign Currency					
Dhaka Bank PLC-USD A/C (Exchange Rate Tk. 119.00)		129,758	119,399	129,758	119,399
Dhaka Bank PLC-POUND A/C (Exchange Rate Tk. 148.42)		39,450	37,203	39,450	37,203
Dhaka Bank PLC-EURO A/C (Exchange Rate Tk.123.18)		9,249	9,133	9,249	9,133
		178,456	**165,735**	**178,456**	**165,735**
		10,435,421,247	**11,212,977,281**	**8,220,605,724**	**9,089,951,342**
Outside of Bangladesh		-	-	-	-
		10,435,421,247	**11,212,977,281**	**8,220,605,724**	**9,089,951,342**

	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka

5.1 Non interest bearing current account

	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
Bank Asia PLC	1	19,095	1	19,095
BRAC Bank PLC	12,194,432	20,542,322	12,194,432	20,542,322
Community Bank Bangladesh PLC	36,964	37,817	36,964	37,817
Commercial Bank of Ceylon	44,615	17,281,839	44,615	17,281,839
Dhaka Bank PLC	84,326	122,645	84,326	122,645
Dutch Bangla Bank PLC	1,073	1,188	1,073	1,188
Eastern Bank PLC	228,451	100,001	228,451	100,001
Exim Bank PLC	655	655	655	655
First Security Islami Bank PLC	3,595	102,388	3,595	102,388
Mercantile Bank PLC	8,714,774	32,339,255	8,714,774	32,339,255
Mutual Trust Bank PLC	1,654	3,207	1,654	3,207
NRB Bank PLC	255	255	255	255
ONE Bank PLC	939,376	880,597	939,376	880,597
Prime Bank PLC	471	471	471	471
Rupali Bank PLC	2,010	3,160	2,010	3,160
Standard Chartered Bank	84,089,667	139,252,538	84,089,667	139,252,538
Standard Bank PLC	40,848,616	-	40,848,616	-
Sonali Bank PLC	279,444	280,250	279,444	280,250
The Premier Bank PLC	44,497	483	44,497	483
Trust Bank PLC	602,639	3,287,861	602,639	3,287,861
United Commercial Bank PLC	27,059	30,216	27,059	30,216
Mobile Financial Services	47,352,360	61,548,094	47,352,360	61,548,094
	195,496,932	275,834,337	195,496,932	275,834,337

5.2 Interest bearing short term deposit account

	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
AB Bank PLC	6,546,928	15,439,927	6,546,928	15,439,927
Agrani Bank PLC	12,487	234,669	12,487	234,669
Bank Asia PLC	35,142,343	49,237,254	35,142,343	49,237,254
BASIC Bank PLC	1	1	1	1
Brac Bank PLC	41,091,932	126,902,219	116,841	417,498
Bangladesh Development Bank PLC	56,032	171,481	-	-
Commercial Bank of Ceylon	525,618,834	7,637,589	506,774,137	145,881
Dhaka Bank PLC	895,078,806	1,284,779,633	893,969,707	1,282,214,672
Dutch Bangla Bank PLC	146,277,785	141,100,495	146,277,785	141,100,495
Eastern Bank PLC	370,144,245	31,739,585	370,144,245	31,739,585
Exim Bank PLC	6,397,525	4,566,376	6,397,525	4,566,376
Jamuna Bank PLC	880,300	57,199.4	-	0.0
Meghna Bank PLC	470,059,322	250,197,243	470,059,322	250,197,243
Mercantile Bank PLC	772,513,035	654,342,205	772,513,035	654,342,205
Midland Bank PLC	1,421	145,514	445	28,334
Mutual Trust Bank PLC	486,774,684	945,942	486,774,684	945,942
NRB Bank PLC	800,317,586	1,040,660,794	800,317,586	1,040,660,794
National Credit & Commerce Bank PLC	644,146,073	836,942,087	536,665,951	813,036,772
ONE Bank PLC	1,857,983,848	2,234,985,691	50,094,556	632,235,284
Prime Bank PLC	5,927,037	4,067,150	5,927,037	4,067,150
Shahajalal Islami Bank PLC	134,730	632,434	98,162	632,434
Social Islami Bank PLC	185,901	1,892,699	-	-
Sonali Bank PLC	170,919	425,353	-	-
South Bangla Agriculture & Commerce Bank	204,669	70,320	-	-
Standard Bank PLC	28,068	323,989	-	-
Standard Chartered Bank	171,939,015	291,839,632	3,813,694	3,187,386
The City Bank PLC	16,131,486	96,531,603	16,131,486	96,531,603
The Premier Bank PLC	7,156,566	9,790,099	7,106,508	9,790,099
Trust Bank PLC	302,338	1,031,270,811	302,338	1,031,270,811
United Commercial Bank PLC	725,893,771	567,641,481	725,893,771	567,641,481
Woori Bank	50,341	3,704,304	50,341	3,704,304
	7,987,168,026	8,688,275,778	5,841,130,913	6,633,368,196

5.3 Fixed deposit receipt account

	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
Agrani Bank PLC	60,000,000	360,000,000	60,000,000	360,000,000
Dhaka Bank PLC	200,000,000	200,000,000	200,000,000	200,000,000
Meghna Bank PLC	500,000,000	-	500,000,000	-
National Credit and Commerce Bank PLC	217,293,490	200,000,000	217,293,490	200,000,000
One Bank PLC	10,442,714	117,559,977	-	107,969,384
Sonali Bank PLC	296,505,933	422,613,690	296,505,933	422,613,690
Social Islami Bank PLC	1,245,696	1,162,030	-	-
Standard Chartered Bank	-	57,365,734	-	-
Prime Bank PLC	57,090,000	-	-	-
The Premier Bank PLC	100,000,000	100,000,000	100,000,000	100,000,000
United Commercial Bank PLC	520,000,000	500,000,000	520,000,000	500,000,000
Union Capital PLC	290,000,000	290,000,000	290,000,000	290,000,000
	2,252,577,833	2,248,701,431	2,183,799,423	2,180,583,074

Disclosures in compliance to the FID Circular # 6, dated 06 November 2003 of the Bangladesh Bank consist of the following:

		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka

5.4 Maturity grouping of balance with other banks and financial institutions

	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
Up to 1 month	8,342,556,271	8,963,533,038	6,756,806,301	6,908,625,456
Over 1 month but not more than 3 months	1,257,002,653	1,350,567,433	877,293,490	1,309,687,315
Over 3 months but not more than 6 months	278,620,774	299,625,603	195,501,978	290,546,190
Over 6 months but not more than 1 year	557,241,548	599,251,206	391,003,955	581,092,381
Over 1 year but not more than 5 years	-	-	-	-
Over 5 years	-	-	-	-
	10,435,421,247	**11,212,977,281**	**8,220,605,724**	**9,089,951,342**

6 Investment

See accounting policy in note (2.17)

		LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
Government securities		**2,926,330,874**	**2,747,165,122**	**2,611,212,021**	**2,623,793,666**
Treasury Bills		192,452,961	1,865,205,498	-	1,836,773,938
Treasury Bonds		2,733,877,913	881,959,624	2,611,212,021	787,019,728
Other investments		**7,601,471,313**	**8,170,375,346**	**2,979,665,825**	**3,584,714,068**
Non marketable shares and mutual funds	(Note - 6.1)	221,795,791	344,141,791	113,437,292	113,437,292
Non marketable preference shares		643,000,000	932,000,000	603,000,000	892,000,000
Marketable shares and mutual funds	(Note - 6.2)	5,454,704,201	5,451,180,764	1,075,445,545	1,139,692,558
Investment in Perpetual bond		500,000,000	500,000,000	500,000,000	500,000,000
Investment in Subordinated bond		422,287,395	683,468,572	420,000,000	680,000,000
Discretionary corporate fund-LBAMCOL Maximizer		359,683,926	259,584,219	267,782,988	259,584,219
		10,527,802,187	**10,917,540,468**	**5,590,877,846**	**6,208,507,734**

Investment is Designated as follows:

	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
Held for Trading	5,430,127,194	5,426,603,756	1,051,172,945	1,115,419,958
Held to Maturity	4,491,618,269	4,862,633,694	4,134,212,021	4,695,793,666
Available for Sale	384,260,934	284,161,227	292,055,588	283,856,819
Others	221,795,791	344,141,791	113,437,292	113,437,292
	10,527,802,187	**10,917,540,468**	**5,590,877,846**	**6,208,507,734**

6.1 Non marketable shares and mutual funds

		LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
Non marketable shares	(Note - 6.1.1)	119,427,949	121,773,949	21,569,450	21,569,450
Non marketable mutual funds	(Note - 6.1.2)	102,367,842	222,367,842	91,867,842	91,867,842
		221,795,791	**344,141,791**	**113,437,292**	**113,437,292**

6.1.1 Non marketable shares

	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
Asiatic Laboratories Limited	-	4,750,000	-	-
BD Venture Limited	20,000,000	20,000,000	20,000,000	20,000,000
Base Textiles Limited	30,000,000	30,000,000	-	-
Bengal Meat Processing Industries Limited	50,000,000	50,000,000	-	-
Central Depositary (Bangladesh) Limited	1,569,450	1,569,450	1,569,450	1,569,450
Chittagong Stock Exchange Limited*	3,749,999	3,749,999	-	-
Dhaka Stock Exchange Limited*	8,704,500	8,704,500	-	-
Financial Excellence Limited	4,000,000	3,000,000	-	-
Evolution Auto Ltd	1,404,000	-	-	-
	119,427,949	**121,773,949**	**21,569,450**	**21,569,450**

6.1.2 Non marketable mutual funds

	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
CAPM Unit Fund	2,000,000	2,000,000	2,000,000	2,000,000
LankaBangla 1st PE Fund	10,500,000	10,500,000	-	-
LBAMC Al-Arafah Shariah Unit Fund	39,867,842	39,867,842	39,867,842	39,867,842
LB Multi Asset Income ETF	-	120,000,000	-	-
LankaBangla 1st Balanced Unit Fund	50,000,000	50,000,000	50,000,000	50,000,000
	102,367,842	**222,367,842**	**91,867,842**	**91,867,842**

*LankaBangla Securities PLC has received the following shares from DSE and CSE against the membership under demutualization scheme of the stock exchanges

Stock Exchange	Type of Shares	Number of Shares	Face Value	Face Value amount
Dhaka Stock Exchange	Floated (53.33%)	2,886,042	10	28,860,420
	Blocked (46.67%)	2,525,287	10	25,252,870
		5,411,329		**54,113,290**
Chittagong Stock Exchange	Floated (53.33%)	1,714,932	10	17,149,320
	Blocked (46.67%)	1,500,565	10	15,005,650
		3,215,497		**32,154,970**

Valuation of membership has been shown at cost in the accounts.

		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
6.2 Marketable shares and mutual funds					
Bank		302,030,374	470,782,255	158,377,728	196,405,310
Cement		158,761,187	164,324,413	23,113,251	23,113,251
Bond		15,134,528	17,134,528	-	-
Engineering		222,182,072	202,595,316	8,888,673	8,888,673
Food and Allied		152,385,190	173,504,760	105,909,734	139,800,408
Fuel and Power		607,899,328	605,836,426	157,402,872	158,568,019
Insurance		43,403,662	47,468,547	-	-
Miscellaneous		138,740,427	129,664,762	94,929,699	94,929,699
Mutual Funds		24,577,008	24,577,008	24,272,600	24,272,600
Non-Bank Financial Institutions		831,012,801	816,687,652	300,855,209	300,855,209
Pharmaceuticals and Chemicals		2,035,140,788	1,891,680,010	77,662,917	68,736,217
Services and Real Estate		17,222,877	17,222,877	-	-
Tannery Industries		55,417,079	47,313,929	-	90,310
Telecommunication		544,844,842	545,607,146	97,951,675	97,951,675
Textile		305,952,037	296,781,134	26,081,186	26,081,186
Travel and Leisure		-	-	-	-
		5,454,704,201	5,451,180,764	1,075,445,545	1,139,692,558

All investments in marketable shares are valued at average cost price as on reporting date and adequate provision has been made as per Bangladesh Bank and BSEC Guidline.*

Investments in non-marketable shares are valued at cost due to fair value cannot be measured reliably.

6.3 Maturity wise grouping of investments					
Up to 01 Month		2,716,061,835	2,816,610,195	1,365,437,896	1,880,414,103
More than 01 Month to 03 Months		2,402,768,847	2,491,719,129	161,196,983	116,777,550
More than 03 Month to 01 years		2,748,551,808	2,850,302,944	626,914,074	1,777,887,202
More than 01 year to 05 years		1,433,086,387	1,486,139,114	2,582,096,127	1,420,631,821
More than 05 years		1,227,333,310	1,272,769,086	855,232,766	1,012,797,058
		10,527,802,187	10,917,540,468	5,590,877,846	6,208,507,734
7 Leases, loans and advances					
Loans , cash credit and overdraft etc.	(Note - 7.1)	63,513,280,091	65,353,462,614	61,495,188,665	61,719,186,662
Bills discounted and purchased		-	-	-	-
		63,513,280,091	65,353,462,614	61,495,188,665	61,719,186,662
7.1 Loans , cash credit and overdraft etc.					
See accounting policy in note (2.18), (2.19) and (2.20)					
Corporate finance					
Lease finance		5,470,520,354	4,429,007,289	5,470,520,354	4,429,007,289
Secured Overdraft		853,804,717	443,744,998	853,804,717	443,744,998
Short term finance		668,200,097	541,104,218	668,200,097	541,104,218
Term loan to subsidiaries	(Note - 7.1.1)	-	-	2,524,020,539	1,516,715,450
Term loan		12,954,576,276	12,119,227,001	12,954,576,276	12,119,227,001
Syndication finance		2,869,394,517	1,534,238,250	2,869,394,517	1,534,238,250
		22,816,495,960	19,067,321,755	25,340,516,499	20,584,037,205
Retail finance					
Auto loan	(Note - 7.1.2)	2,623,022,584	2,188,901,179	2,617,192,584	2,188,901,179
Credit card receivables	(Note - 7.1.3)	5,672,316,198	5,034,776,244	5,672,316,198	5,034,776,244
Home loan	(Note - 7.1.4)	7,620,580,766	7,678,771,975	7,620,580,766	7,678,771,975
Personal loan	(Note - 7.1.5)	1,605,333,027	2,000,166,972	1,591,083,253	1,992,696,266
		17,521,252,575	16,902,616,369	17,501,172,801	16,895,145,663
CMSME Finance					
Term loan		15,573,299,706	17,388,846,644	15,573,299,706	17,388,846,644
Lease finance		487,689,008	2,003,276,580	487,689,008	2,003,276,580
Auto loan		-	1,232,184,109	-	1,232,184,109
Emerging and commercial		2,592,510,651	2,948,002,076	2,592,510,651	2,948,002,076
Loan against deposit		-	18,655,203	-	18,655,203
Home Loan		-	77,965,873	-	77,965,873
Real state developer finance		-	35,224,550	-	35,224,550
Short term loan		-	161,641,550	-	161,641,550
Syndication finance		-	374,207,209	-	374,207,209
		18,653,499,365	24,240,003,794	18,653,499,365	24,240,003,794

MJA Chartered Accountants

	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Others				
Debit balance of share trading clients	4,107,703,483	4,723,683,752	-	-
Margin loan to share trading clients	414,328,707	419,836,943	-	-
	4,522,032,190	**5,143,520,696**	-	-
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**
Place of disbursement				
In Bangladesh	63,513,280,091	65,353,462,614	61,495,188,665	61,719,186,662
Outside of Bangladesh	-	-	-	-
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**

7.1.1 Term loan to subsidiaries

LankaBangla Investments Limited	-	-	2,524,020,539	1,516,715,450
LankaBangla Securities PLC	-	-	-	-
	-	-	**2,524,020,539**	**1,516,715,450**

Total interest of taka 1,097,255,089 has been charged in the year 2024 against the loan with LankaBangla Investments Limited at the rate of 11% for the period of 01 July 2019 to 31 December 2024 according to Bangladesh Bank instruction letter no DFIM(S)1055/40/2025-1700 dated 26/05/2025. However, such interest was transferred to an interest suspense account instead of interest income as of 31 December 2024.

7.1.2 Auto Loan

Commercial loan	2,575,389,983	2,121,119,928	2,575,389,983	2,121,119,928
Staff loan	47,632,602	67,781,251	41,802,602	67,781,251
	2,623,022,584	**2,188,901,179**	**2,617,192,584**	**2,188,901,179**

7.1.3 Credit card receivables

Master card	3,853,386,761	3,329,891,693	3,853,386,761	3,329,891,693
VISA card	1,262,319,724	1,167,261,138	1,262,319,724	1,167,261,138
Master card ezypay	462,584,912	442,948,340	462,584,912	442,948,340
VISA card ezypay	94,024,802	94,675,073	94,024,802	94,675,073
	5,672,316,198	**5,034,776,244**	**5,672,316,198**	**5,034,776,244**

7.1.4 Home loan

Bangladesh Bank refinance loan	139,532,417	177,866,489	139,532,417	177,866,489
Commercial loan	7,279,179,797	7,255,891,063	7,279,179,797	7,255,891,063
Staff loan	201,868,552	245,014,422	201,868,552	245,014,422
	7,620,580,766	**7,678,771,975**	**7,620,580,766**	**7,678,771,975**

7.1.5 Personal Loan

Loan against deposit	566,646,537	548,752,173	566,646,537	548,752,173
Term loan	949,927,455	1,368,466,881	949,927,455	1,368,466,881
Staff loan	88,759,035	82,947,918	74,509,261	75,477,212
	1,605,333,027	**2,000,166,972**	**1,591,083,253**	**1,992,696,266**

7.1.6 Maturity wise grouping of leases, loans and advances

On demand	1,603,768,050	2,124,733,375	1,501,217,548	2,015,261,441
Not more than 3 months	11,791,180,065	12,219,771,616	11,671,688,839	12,171,033,445
More than 03 month to 01 years	28,759,522,881	29,542,875,064	28,906,088,137	26,256,491,725
More than 01 year to 05 years	17,115,992,251	18,286,131,904	15,181,126,657	18,096,449,396
More than 05 years	4,242,816,844	3,179,950,655	4,235,067,484	3,179,950,655
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**

7.1.7 Classification wise leases, loans and advances

Unclassified				
Standard (UC)	50,604,833,676	51,333,973,542	48,586,742,251	47,699,697,591
Special Mention Accounts (SMA)	4,462,059,939	9,443,543,156	4,462,059,939	9,443,543,156
	55,066,893,615	**60,777,516,698**	**53,048,802,190**	**57,143,240,747**
Classified				
Sub-standard (SS)	832,695,851	1,697,765,931	832,695,851	1,697,765,931
Doubtful (DF)	1,593,724,425	568,704,268	1,593,724,425	568,704,268
Bad/loss (BL)	6,019,966,200	2,309,475,716	6,019,966,200	2,309,475,716
	8,446,386,475	**4,575,945,915**	**8,446,386,475**	**4,575,945,915**
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**

7.1.8 Leases, Loans and advances on the basis of significant concentration

a) Loans, advances and leases to the institutions in which Directors have interest	-	-	2,524,020,539	1,516,715,450
b) Loans, advances and leases to Chief Executive and other senior executives	77,390,491	62,907,649	77,390,491	62,907,649

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	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
c) Loans, advances and lease to customer groups:				
i) Real estate finance	7,279,179,797	7,255,891,063	7,279,179,797	7,255,891,063
ii) Car loan	2,575,389,983	2,121,119,928	2,575,389,983	2,121,119,928
iii) Personal loan	949,927,455	1,368,466,881	949,927,455	1,368,466,881
iv) Loan against deposits (LAD)	566,646,537	548,752,173	566,646,537	548,752,173
v) Small and medium enterprises	18,653,499,365	24,240,003,794	18,653,499,365	24,240,003,794
vi) Special program loan (Bangladesh Bank refinancing scheme)	139,532,417	177,866,489	139,532,417	177,866,489
vii) Staff loan	338,260,189	395,743,591	318,180,415	388,272,885
viii) Industrial loans, advances and leases	22,816,495,960	19,067,321,755	25,340,516,499	20,584,037,205
ix) Other loans and advances	10,194,348,389	10,178,296,939	5,672,316,198	5,034,776,244
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**

d) Status of customer group wise outstanding balances of leases, loans and advances as on reporting date which is exceeded 15% of capital

Number of clients	1	-	2	2
Amount of oustanding balance as on reporting period	1,539,490,631	-	4,063,511,170	2,805,975,735
Amount of classified loan			-	-

e) Details of industrial loans, advances and leases

1	**Trade and commerce**	14,411,750,303	13,016,797,049	14,411,750,303	13,016,797,049
2	**Industry**				
	A. Garments & Knitwear	1,940,095,998	2,088,192,696	1,940,095,998	2,088,192,696
	B. Textiles	1,897,566,526	1,822,336,877	1,897,566,526	1,822,336,877
	C. Food Production, Processing & Rice Mills	4,778,285,159	5,438,789,011	4,778,285,159	5,438,789,011
	D. Jute & Jute products	166,962,043	126,107,806	166,962,043	126,107,806
	E. Plastic & Rubber Industry	1,051,272,850	1,188,085,609	1,051,272,850	1,188,085,609
	F. Leather & Leather goods	287,014,826	1,121,442,774	287,014,826	1,121,442,774
	G. Iron, Steel & Engineering	985,261,400	1,797,806,411	985,261,400	1,797,806,411
	H. Pharmaceuticals & Chemicals	1,612,532,621	1,845,675,090	1,612,532,621	1,845,675,090
	I. Cement & Allied Industry	653,994,346	1,553,529,195	653,994,346	1,553,529,195
	J. Paper, Packaging, Printing, Publishing & Allied Industry	725,809,482	642,634,126	725,809,482	642,634,126
	K. Wood, Furniture & Fixture	148,721,469	156,260,731	148,721,469	156,260,731
	L. Glass, Glassware & Ceramic Industry	-	188,202,727	-	188,202,727
	M. Ship Manufacturing & Breaking	-	-	-	-
	N. Electronics & Electrical Products	1,502,390,340	1,319,536,557	1,502,390,340	1,319,536,557
	O. Power, Gas, Petrollium, Water & Sanitary	307,074,938	539,745,524	307,074,938	539,745,524
	P. Transport & Aviation	1,228,396,067	1,941,396,843	1,228,396,067	1,941,396,843
	Q. Others	-	-	-	-
3	**Agriculture**				
	A. Crops	24,330,917	-	24,330,917	-
	B. Forestry	-	847,429	-	847,429
	C. Poultry & Livestock	1,246,043,831	426,680,712	1,246,043,831	426,680,712
	D. Fisheries	43,467,917	18,676,401	43,467,917	18,676,401
	E. Others (Cold Storage, Biofuel, Seed, Feed, Agri-related Other Institutions & Services)	179,581,832	964,773,849	179,581,832	964,773,849
4	**Mining & Quarrying**	-	-	-	-
5	**Housing**			-	
	A. Individual/Retail Housing	6,929,553,593	7,104,784,905	6,929,553,593	7,104,784,905
	B. Project/Commercial Housing	1,025,529,149	-	1,025,529,149	-
6	**Financial Corporation**				
	A. Bank	-	-	-	-
	B. Financial Institution	-	-	-	-
	C. Insurance Company	-	-	-	-
	D. NGO	2,639,927,272	3,092,432,365	2,639,927,272	3,092,432,365
	E. Audit & Accounting firm	22,989,117	12,114,800	22,989,117	12,114,800
	F. Credit Rating Agency		-	-	-
	G. Merchant Banking			-	
	i. Loans to Own Subsidiaries	-	-	2,524,020,539	1,516,715,450
	ii. Loans to Other FI/Bank Subsidiaries	-	-	-	-
	iii. Loans to Brokerage House	616,683,259	554,900,500	616,683,259	554,900,500
	H. Other Financial Auxiliaries	-	-	-	-
7	**Service**				
	A. Education, Career & Training (Institutional), Consultancy Supervisory	17,387,197	183,858,475	17,387,197	183,858,475
	B. Tourism, Hospitality & Logistics	1,007,898,198	918,660,289	1,007,898,198	918,660,289
	C. Health Sector	223,284,627	363,658,485	223,284,627	363,658,485
	D. Media, Advertising & Event Management	16,896,665	54,152,874	16,896,665	54,152,874

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		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
	E. Beautification & Gym	7,855,620	7,234,847	7,855,620	7,234,847
	F. Tailoring & Laundry	10,233,027	8,234,617	10,233,027	8,234,617
	G. Private Survey Institution	-	-	-	-
	H. Restaurant Service, Catering & Online Food Supplier	33,815,610	54,937,267	33,815,610	54,937,267
	I. Telecommunication & Information Technology	584,296,789	1,277,034,810	584,296,789	1,277,034,810
	J. Others	3,906,217,878	1,160,944,126	3,906,217,878	1,160,944,126
8	**Consumer Finance**				
	A. Personal Loan	981,509,209	1,496,142,710	967,259,435	1,488,672,004
	B. Auto Loan	1,219,474,674	1,843,889,012	1,213,644,673	1,843,889,012
	C. Employee/Staff Loan	318,180,415	389,142,980	318,180,415	389,142,980
	D. Credit Card	5,672,316,198	5,034,776,244	5,672,316,198	5,034,776,244
	E. Loan Against Deposit	566,646,537	455,525,193	566,646,537	455,525,193
9	**Others**	4,522,032,190	5,143,520,696	-	-
		63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**

7.1.9 Particulars of loans, advances and leases

i) Loan considered good in respect of which the Bank/ FI is fully secured	22,958,458,915	22,778,838,443	25,482,479,454	24,295,553,893
ii) Loan considered good for which the Bank/FI holds no other security than the debtor's personal security.	12,217,741,794	10,185,767,645	7,675,629,829	5,034,776,244
iii) Loan considered good and secured by the personal security of one or more parties in addition to the personal security of the debtors.	28,337,079,382	32,388,856,526	28,337,079,382	32,388,856,526
iv) Loan adversely classified for which no provision is created.	-	-	-	-
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**
v) Loan due by directors or officers of the Bank/ FI or any of them either jointly or separately with any other persons.	338,260,189	395,743,591	318,180,415	388,272,885
vi) Loan due by companies and firms in which the directors of the Bank/FI have interests as directors, partners or managing agent or in case of private companies as members.	-	-	2,524,020,539	1,516,715,450
Note: These loans, advances and leases are given to subsidiaries companies where some of the Directors of LankaBangla Finance PLC are Directors in those subsidiaries companies				
vii) Maximum total amount of advances, including temporary advances made at any time during the year to directors and managers or officers of the Bank/ FI or any of them either severally or jointly with any other persons.	-	-	-	-
viii) Maximum total amount of advances, including temporary advances granted during the year to the companies or firms in which the directors of the Bank/ FI have interests as directors, partners or managing agents or, in case of private companies as members.	-	-	-	-
Note: These loans, advances and leases are given to subsidiaries companies where some of the Directors of LankaBangla Finance PLC are Directors in those subsidiaries companies				
ix) Due from other bank/ FI companies	-	-	-	-
x) Information in respect of classified loans and advances:				-
a) Classified loans for which interest/ profit not credited to income	8,446,386,475	4,575,945,915	8,446,386,475	4,575,945,915
b) Amount of provision kept against loans classified as bad/ loss as at the Balance Sheet date	642,508,633	1,586,222,681	642,508,633	1,586,222,681
	9,088,895,108	**6,162,168,597**	**9,088,895,108**	**6,162,168,597**
c) Amount of interest credited to the interest suspense account	(533,642,913)	(39,750,764)	563,612,175	78,597,225
xi) Cumulative amount of written off loans:				
Opening Balance	3,591,846,157	2,921,002,798	1,805,244,630	1,327,501,075
Amount written off during the year	710,002,425	707,755,463	703,278,155	514,655,659
Amount received from written off during the year	(50,063,116)	(36,912,104)	(50,063,116)	(36,912,104)
Balance of written off loans and advances yet to be recovered	**4,251,785,466**	**3,591,846,157**	**2,458,459,669**	**1,805,244,630**

The amount of written off loans for which law suits have been filed.

		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka

7.1.10 Leases, Loans, and advances -geographical location-wise

Inside Bangladesh				
Urban				
Dhaka	42,587,939,201	44,057,829,994	41,246,952,781	41,170,874,032
Chittagong	9,479,744,259	9,264,159,352	8,953,101,571	8,657,287,334
Sylhet	822,445,328	925,303,745	775,804,496	875,389,112
Jessore	1,146,347,260	1,286,374,279	1,146,282,945	1,285,023,540
Narshindi	748,565,354	671,982,822	743,154,929	671,835,278
Comilla	645,813,767	641,287,561	582,237,544	579,505,813
Bogura	1,380,906,698	1,519,800,796	1,379,562,720	1,519,712,705
Barisal	557,699,273	483,342,523	554,616,451	481,534,206
Khulna	529,259,087	781,130,917	524,382,369	777,724,175
Mymensingh	926,555,181	1,232,062,391	926,541,594	1,232,062,391
Narayangonj	651,100,426	810,508,830	633,218,238	792,626,641
Rajshahi	871,254,511	934,542,059	871,230,953	934,518,500
Feni	6,493,906	4,018,480	-	-
Tangail	1,043,316	15,876	-	-
Chowmuhani	431,302,564	397,039,547	431,302,564	397,039,547
Dinajpur	867,955,579	787,132,408	867,955,579	787,132,408
Gazipur	782,150,587	574,683,385	782,150,587	574,683,385
Faridpur	295,844,482	299,733,736	295,844,482	299,733,736
Habiganj	380,192,603	333,750,507	380,192,603	333,750,507
Kushtia	400,666,706	348,763,407	400,656,258	348,753,351
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**
Outside Bangladesh	-	-	-	-
	63,513,280,091	**65,353,462,614**	**61,495,188,665**	**61,719,186,662**

8. Fixed Assets including Land, Building, Furniture and Fixtures

Assets used for Administrative purpose	(Note - 8.1)	1,303,446,474	1,495,902,256	398,458,252	543,252,258
Investment property	(Note - 8.2)	-	-	-	-
		1,303,446,474	**1,495,902,256**	**398,458,252**	**543,252,258**

8.1 Assets used for Administrative purpose

See accounting policy in note (2.22)

Freehold assets	(Note - 8.1.1)	1,047,964,494	1,150,489,091	262,585,912	334,849,796
Intangible assets	(Note - 8.1.2)	130,865,252	146,327,858	99,166,263	130,820,597
Right-of-use assets	(Note - 8.1.3)	124,616,728	199,085,307	36,706,077	77,581,865
		1,303,446,474	**1,495,902,256**	**398,458,252**	**543,252,258**

Details are given in Annexure - A and Annexure - B

8.1.1 Freehold assets

Land		-	-	-	-
Freehold asset other than land	(Note - 8.1.1.1)	1,047,964,494	1,150,489,091	262,585,912	334,849,796
		1,047,964,494	**1,150,489,091**	**262,585,912**	**334,849,796**

8.1.1.1 Freehold asset other than land

A. Cost				
Opening Balance	2,250,303,725	1,943,955,606	971,190,447	703,914,461
Add : Addition during the year	129,242,280	338,067,019	88,057,936	295,111,045
	2,379,546,005	2,282,022,625	1,059,248,383	999,025,506
Less: Sales/ disposal during the year	30,079,858	31,718,901	27,281,324	27,835,060
	2,349,466,147	2,250,303,725	1,031,967,059	971,190,447
B. Accumulated depreciation				
Opening Balance	1,099,814,633	990,935,130	636,340,651	565,733,032
Add : Charged during the year	231,545,285	140,383,900	160,302,187	98,440,324
	1,331,359,918	1,131,319,030	796,642,838	664,173,356
Less: Adjusted during the year	29,858,266	31,504,397	27,261,691	27,832,705
	1,301,501,652	1,099,814,633	769,381,147	636,340,651
C. Written down value Total (A-B)	**1,047,964,494**	**1,150,489,091**	**262,585,912**	**334,849,796**

8.1.2 Intangible assets

System Software	(Note - 8.1.2.1)	130,865,252	146,327,858	99,166,263	130,820,597
		130,865,252	**146,327,858**	**99,166,263**	**130,820,597**

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			LankaBangla Group		LankaBangla Finance PLC	
			31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
8.1.2.1	**System software**					
	A. Cost					
	Opening Balance		438,106,468	386,648,840	400,061,768	385,688,314
	Add: Addition during the year		39,007,642	55,820,129	11,943,450	14,373,454
			477,114,110	442,468,968	412,005,218	400,061,768
	Less: Adjustment during the year		-	4,362,500	-	-
			477,114,110	438,106,468	412,005,218	400,061,768
	B. Accumulated amortization					
	Opening Balance		291,778,610	232,831,665	269,241,171	226,828,124
	Less : Amortized during the year		54,470,249	63,309,445	43,597,784	42,413,046
			346,248,859	296,141,110	312,838,955	269,241,171
	Less: Adjustment during the year		-	4,362,500	-	-
			346,248,859	291,778,610	312,838,955	269,241,171
	C. Written down value		**130,865,252**	**146,327,858**	**99,166,263**	**130,820,597**
8.1.3	**Right-of-use Assets**					
	Right-of-use Assets					
	Right-of-use assets-vehicles	(Note - 8.1.3.1)	3,092,833	4,582,861	1,720,866	2,867,902
	Right-of-use assets-office premises	(Note - 8.1.3.2)	121,523,895	194,502,445	34,985,211	74,713,963
			124,616,728	**199,085,307**	**36,706,077**	**77,581,865**
8.1.3.1	**Right-of-use assets-vehicles**					
	A. Cost					
	Opening Balance		37,529,908	37,529,908	28,101,000	28,101,000
	Add: Addition during the year		-	-	-	-
			37,529,908	37,529,908	28,101,000	28,101,000
	Less: Adjusted during the year		4,900,000	-	4,900,000	-
			32,629,908	37,529,908	23,201,000	28,101,000
	B. Accumulated amortization					
	Opening Balance		32,947,047	31,374,405	25,233,098	24,089,196
	Add : Charged during the year		1,490,028	1,572,642	1,147,036	1,143,902
			34,437,075	32,947,047	26,380,134	25,233,098
	Less: Adjustment during the year		4,900,000	-	4,900,000	-
			29,537,075	32,947,047	21,480,134	25,233,098
	C. Written down value		**3,092,833**	**4,582,861**	**1,720,866**	**2,867,902**
8.1.3.2	**Right-of-use assets-office premises**					
	A. Cost					
	Opening Balance		451,839,579	485,617,205	230,045,038	277,715,438
	Add: Addition during the year		22,951,930	20,552,817	(0)	-
			474,791,509	506,170,022	230,045,038	277,715,438
	Less: Adjusted during the year		35,480,489	54,330,443	7,531,557	47,670,400
			439,311,020	451,839,579	222,513,481	230,045,038
	B. Accumulated amortization					
	Opening Balance		257,337,134	203,156,803	155,331,076	152,225,073
	Add : Charged during the year		95,863,996	108,054,781	39,728,752	50,776,403
			353,201,129	311,211,584	195,059,828	203,001,476
	Less: Adjustment during the year		35,414,004	53,874,450	7,531,557	47,670,400
			317,787,126	257,337,134	187,528,271	155,331,076
	C. Written down value		**121,523,895**	**194,502,445**	**34,985,211**	**74,713,963**
8.2	**Investment property**					
	See accounting policy in note (2.23)					
	Land	(Note -8.2.1)	-	-	-	-
	Building	(Note -8.2.2)	-	-	-	-
			-	-	-	-
8.2.1	**Land**					
	Opening balance		-	787,519,083	-	787,519,083
	Add : Addition/Designated from Assets used for Administrative purpose		-	-	-	-
	Less : Sale during the year		-	(787,519,083)	-	(787,519,083)
			-	-	-	-

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MJA

		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
8.2.2 Building					
Opening balance		-	676,614,420	-	676,614,420
Add : Addition/Designated from Assets used for Administrative purpose		-	286,288,941	-	286,288,941
Less : Sale during the year		-	(962,903,361)	-	(962,903,361)
		-	-	-	-
9. Other assets					
See accounting policy in note (2.24 and 2.17.4)					
Non income generating assets					
Advances and prepayments	(Note - 9.1)	3,857,449,630	4,884,521,082	2,164,704,955	3,360,675,979
Income generating assets		345,955,923	350,945,571	3,967,234,021	5,915,349,860
Interest and other receivables	(Note - 9.2)	345,955,923	350,945,571	151,578,251	163,441,860
Investment in subsidiaries*		-	-	3,815,655,770	5,751,908,000
LankaBangla Securities PLC		-	-	3,153,169,413	4,114,152,099
LankaBangla Investments Limited		-	-	117,844,997	1,034,905,695
LankaBangla Asset Management Company Limited		-	-	544,641,360	602,850,207
		4,203,405,553	5,235,466,653	6,131,938,976	9,276,025,839

9.1 Advances and Prepayments

Advance office rent		20,798,901	32,039,642	11,028,131	19,113,870
Advance for expenses		119,878,667	52,810,005	117,632,417	49,199,827
Advance insurance premium		4,315,356	4,397,288	-	-
Advance to suppliers and others		21,590,328	44,483,202	21,590,328	44,483,201
Advance income tax*		3,146,478,191	2,561,820,489	1,614,841,178	1,193,246,329
Advance interest payment		169,867,707	82,708,794	169,867,707	82,708,794
Security and other deposit receivable		147,153,065	167,305,223	128,534,733	142,469,016
Advance for bank guarantee margin		639,644	507,540	-	-
Prepayments and others	(Note - 9.1.1)	226,727,770	1,938,448,899	101,210,461	1,829,454,942
		3,857,449,630	4,884,521,082	2,164,704,955	3,360,675,979

*Advance income tax represents corporate income tax paid as per Section-154 of the Income Tax Act 2023 and the amount of income tax deducted at source (TDS) by different financial institutions on the interest on bank balances of LankaBangla Finance PLC.

9.1.1 Prepayments and others

Receivables against share trading		24,616	2,089,306	3,836	2,096
Receivables DSE and CSE		39,853,953	22,330,657	-	-
Deferred tax asset	(Note -9.1.1.1)	22,892,945	22,748,045	20,670,433	20,670,433
Dividend receivable		87,619,055	91,492,171	16,147,832	21,422,872
Inventory		46,609,094	35,131,105	43,442,768	31,955,180
Receivable against investment property sale		-	1,735,900,156	-	1,735,900,156
Other receivable		29,728,106	28,757,458	20,945,592	19,504,205
		226,727,770	1,938,448,899	101,210,461	1,829,454,942

9.1.1.1 Deferred tax asset

Deferred tax has been calculated base on deductible/taxable temporary difference arising due to difference in the carrying amount of the assets and its tax base in accordance with the provision of Bangladesh Accounting Standard (IAS) 12 "Income Taxes".

Particulars	Accounting base carrying amounts	Tax base amounts	Deductible/ (Taxable) temporary
Deferred tax asset is arrived at as follows			
Assets:			
Fixed assets net of depreciation as on 31 December 2024	361,752,175	507,028,804	145,276,629
Right-of-use Assets - Office premises	36,706,077	-	(36,706,077)
Liabilities:			
Employee gratuity as on 31 December 2024	64,225,144	24,034,411	40,190,733
Lease liability - Office premises	47,726,394	-	47,726,394
Sub-total	510,409,790	531,063,215	196,487,679
Applicable tax rate @37.5%			73,682,880
Deferred tax asset as on 31 December 2024			73,682,880
Deferred tax asset as on 31 December 2023			20,670,433
Deferred tax income need to account for during the year			53,012,447

However, as per IAS 12 deferred tax asset shall be recognized to the extent that it is probable that taxable profit will be available against which the deductible difference can be utilized. However, due to having huge amount of accumulated business loss as per tax laws, it is not probable that there will be future taxable profit against which these deductible temporary difference can be utilized. Hence, no additional deferred tax asset has been recognized during the current year.

In addition to that subsidiary companies recognized its respective deferred tax assets to the extent of its available taxable profit.

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		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Group deferred tax assets					
LankaBnagla Finance PLC		20,670,433	20,670,433		
LankaBangla Securities PLC		-	-		
LankaBangla Investments Limited		758,113	1,116,726		
LankaBangla Asset Management Company Limited		1,464,399	960,886		
		22,892,945	**22,748,045**		

See Note 2.5.5 for departure of IAS 12 in order to comply with Bangladesh Bank.

9.2 Interest and other receivables

Interest receivables from fixed deposit account	112,604,243	92,844,604	111,614,001	92,582,473
Interest receivables from Perpetual bond	-	25,068,493	-	25,068,493
Interest receivable against Govt. subsidised stimulus package for COVID-19	39,964,250	38,119,970	39,964,250	38,119,970
Interest receivables from Subordinated bond	-	44,890	-	44,890
Coupon Receivable - Treasury Bill/Bond	4,975,796	10,709,086	-	7,626,035
Issue management fees receivable	1,970,000	2,270,000	-	-
Account receivable from advertisement	165,404,343	161,710,815	-	-
Account receivable from circulation	8,744,426	8,282,474	-	-
Receivable from LB Gratuity Wealth Builder Fund	862,955	976,023	-	-
Receivable from LankaBangla 1st PE Fund	350,000	350,000	-	-
Receivable from LB Gratuity Opportunities Fund	1,014,922	1,143,992	-	-
Receivable from LankaBangla Al-Arafah Shariah Unit Fund	2,792,928	3,044,825	-	-
Receivable from LB ETF-DS30	3,466,962	2,369,378	-	-
Receivable from LankaBangla 1st balanced unit fund	3,805,100	4,011,022	-	-
	345,955,923	**350,945,571**	**151,578,251**	**163,441,860**

*As on 31 December 2024, total interest suspense was kept BDT 75,577,703 in the note 12 against total interest receivable balance BDT 87,825,000 with investment in TDR with Union Capital PLC and total interest received during the year 2024 BDT 5,400,000 from Union Capital PLC.

9.3 Classification of other assets

Unclassified				
Standard (UC)	4,194,610,117	5,226,671,218	6,123,143,541	9,267,230,404
Special Mention Accounts (SMA)	-	-	-	-
	4,194,610,117	5,226,671,218	6,123,143,541	9,267,230,404
Classified				
Sub-standard (SS)	-	-	-	-
Doubtful (DF)	6,595,435	6,595,435	6,595,435	6,595,435
Bad/loss (BL)	2,200,000	2,200,000	2,200,000	2,200,000
	8,795,435.20	8,795,435	8,795,435	8,795,435
	4,203,405,553	**5,235,466,653**	**6,131,938,976**	**9,276,025,839**

10 Borrowings from Bangladesh Bank, other banks and financial institutions

See accounting policy in note (2.25)

Inside Bangladesh	(Note - 10.1)	22,928,798,058	25,618,496,232	21,390,127,652	23,740,783,452
Outside Bangladesh	(Note - 10.2)	1,280,580,361	1,995,906,891	1,280,580,361	1,995,906,891
		24,209,378,420	**27,614,403,123**	**22,670,708,014**	**25,736,690,342**

10.1 Inside Bangladesh

Secured:					
Bank overdraft	(Note - 10.1.1)	916,953,092	385,491,399	916,953,092	385,491,399
Long term loan	(Note - 10.1.2)	6,585,111,383	6,927,834,955	6,285,669,471	6,432,022,448
REPO against Govt. Treasury Bills		-	1,594,484,710	-	1,594,484,710
REPO against Govt. Treasury Bonds		2,553,404,925	655,775,424	2,553,404,925	655,775,424
Lease liability-Vehicles		1,499,163	4,691,663	1,369,291	1,995,394
		10,056,968,563	**9,568,278,150**	**9,757,396,778**	**9,069,769,375**
Unsecured:					
Call loans	(Note - 10.1.3)	-	250,000,000	-	250,000,000
Short term borrowings	(Note - 10.1.4)	4,604,733,825	5,086,413,804	3,120,000,000	3,320,000,000
Zero Coupon Bond	(Note - 10.1.5)	942,585,538	1,432,040,516	1,127,833,242	1,728,515,975
Subordinate bond	(Note - 10.1.6)	330,434,688	802,019,242	390,822,188	892,753,582
Long term loan	(Note - 10.1.2)	6,692,872,844	8,269,284,519	6,692,872,844	8,269,284,519
Long term loan-SME Foundation		301,202,600	210,460,000	301,202,600	210,460,000
		12,871,829,495	**16,050,218,082**	**11,632,730,874**	**14,671,014,077**
		22,928,798,058	**25,618,496,232**	**21,390,127,652**	**23,740,783,452**

10.1.1 Bank overdraft

Secured by FDR				
Standard Chartered Bank	100,663,974	41,685,101	100,663,974	41,685,101
	100,663,974	**41,685,101**	**100,663,974**	**41,685,101**

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	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Secured by Pari Passu sharing agreement				
Midland Bank PLC	194,134,054	11,483,803	194,134,054	11,483,803
BASIC Bank PLC	99,907,815	89,460,138	99,907,815	89,460,138
Dhaka Bank PLC	138,323,235	23,480,371	138,323,235	23,480,371
Mercantile Bank PLC	198,016,888	193,566,970	198,016,888	193,566,970
Mutual Trust Bank PLC	195,423,954	25,815,015	195,423,954	25,815,015
United Commercial Bank PLC	(9,516,828)	-	(9,516,828)	-
	816,289,118	343,806,297	816,289,118	343,806,297
	916,953,092	385,491,399	916,953,092	385,491,399

10.1.2 Long term loan

Opening Balance	15,197,119,474	14,669,316,109	14,701,306,967	14,121,450,352
Add: Addition during the year	6,633,280,000	9,664,000,102	6,483,280,000	9,364,000,102
	21,830,399,474	24,333,316,211	21,184,586,967	23,485,450,453
Less: Adjusted during the year	8,552,415,246	9,136,196,737	8,206,044,652	8,784,143,486
Closing Balance	13,277,984,228	15,197,119,474	12,978,542,315	14,701,306,967

Details of the above balance is presented below:

Secured:				
From other than Bangladesh Bank and its agents Bank				
Commercial Bank of Ceylon	500,000,000	750,000,000	500,000,000	750,000,000
Dutch Bangla Bank PLC	2,162,817,163	1,296,793,382	2,162,817,163	1,296,793,382
Investment Corporation of Bangladesh	117,057,320	157,849,708	-	-
Mercantile Bank PLC	492,975,927	661,559,279	492,975,927	661,559,279
Megna Bank PLC	451,254,120	-	451,254,120	-
Midland Bank PLC	511,581,614	190,177,012	490,837,589	131,660,013
Mutual Trust Bank PLC	200,000,000	-	200,000,000	-
National Credit and Commerce Bank PLC	573,684,629	934,796,440	498,652,401	821,975,554
NRB Bank PLC	232,806,688	294,683,197	232,806,688	294,683,197
One Bank PLC	86,608,340	166,624,913	-	-
Trust Bank PLC	732,332,059	1,049,655,924	732,332,059	1,049,655,924
United Commercial Bank PLC	461,493,524	613,195,100	461,493,524	613,195,100
Woori Bank	62,500,000	187,500,000	62,500,000	187,500,000
Syndicated Term Loan*	-	625,000,000	-	625,000,000
	6,585,111,383	6,927,834,955	6,285,669,471	6,432,022,448
Unsecured:				
From Bangladesh Bank and its agents Bank				
Bangladesh Bank (under re-finance)- Women Entrepreneur	1,505,738,988	957,577,011	1,505,738,988	957,577,011
Bangladesh Bank (under re-finance)- Mortgage Loan	111,898,587	157,500,370	111,898,587	157,500,370
Bangladesh Bank (under re-finance)- IPFF Fund	2,083,526,641	1,289,306,853	2,083,526,641	1,289,306,853
Bangladesh Bank (under re-finance)- ADB Project	84,648,353	125,300,160	84,648,353	125,300,160
Bangladesh Bank (Under Pre-Finance)- CMSME Sector	1,648,722,917	2,090,726,369	1,648,722,917	2,090,726,369
Bangladesh Bank (under re-finance)- Covid-19 Stimulus Packages	410,050,912	2,563,843,190	410,050,912	2,563,843,190
Bangladesh Bank (under re-finance)- New Enterprise Fund	180,775,476	504,698,869	180,775,476	504,698,869
Bangladesh Bank (under re-finance)- Agro Processing Industry	641,713,889	500,340,702	641,713,889	500,340,702
Bangladesh Bank (under re-finance)- JICA Assisted Project-FSPDSME	25,797,082	79,990,995	25,797,082	79,990,995
	6,692,872,844	8,269,284,519	6,692,872,844	8,269,284,519
	13,277,984,228	15,197,119,474	12,978,542,315	14,701,306,967

Bank borrowings are secured by:

a. First ranking pari passu charge on present and future fixed and floating assets of LankaBangla Finance PLC with the future and existing lenders.

b. Usual charge documents (Letter of Hypothecation, Promissory Notes, Letter of Continuation, Letter of Arrangements, etc.)

c. Funds required for the operation of business are primarily obtained from various banks and financial institutions. Secured loans are covered by way of first priority floating charge with full title guarantee ranking pari-passu among all the lenders of the company.

***Syndicated Term Loan**

In 2021, Standard Chartered Bank has arranged a syndicated term loan facility of BDT 4,950 million for LankaBangla Finance PLC. Out of the raised BDT 4,950 million, LankaBangla has drawn down BDT 2,000 million in two tranches as of the reporting date. The loan will be repaid in eight (08) equal quarterly instalments (EQI) starting from the end of nine months from the initial draw down.

The syndicate members include Standard Chartered Bank, DutchBangla Bank PLC, Agrani Bank PLC, Trust Bank PLC, Meghna Bank PLC and Midland Bank PLC.

Initially the syndicated loan was measured at fair value BDT 2,000,000,000 less transaction costs BDT 24,696,171, i.e. 1,975,303,829 as per Para 5.1.1 of IFRS 9. Subsequently, the syndicated loan was measured at amortized cost using the effective interest method as per Para B5.4.1 of IFRS 9.

10.1.3 Call loan

NRB Bank PLC	-	150,000,000	-	150,000,000
One Bank PLC	-	100,000,000	-	100,000,000
	-	250,000,000	-	250,000,000

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		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
10.1.4	**Short term borrowings**				
	Citizens Bank PLC	450,000,000	-	450,000,000	-
	Dhaka Bank PLC	800,000,000	800,000,000	800,000,000	800,000,000
	Investment Corporation of Bangladesh	152,496,055	72,414,283	-	-
	Alliance Finance PLC	-	50,000,000	-	50,000,000
	Midland Bank PLC	38,250,684	35,342,482	-	-
	National Credit and Commerce Bank PLC	140,771,595	139,367,705	-	-
	One Bank PLC	687,121,104	1,246,710,863	-	500,000,000
	Shahjalal Islami Bank PLC	-	109,087,222	-	-
	South Bangla Agriculture and Commerce Bank PLC	207,615,591	205,216,772	-	-
	Social Islami Bank PLC	71,103,502	69,011,660	-	-
	Standard Chartered Bank	1,457,375,294	1,659,262,817	1,270,000,000	1,270,000,000
	Trust Bank PLC	600,000,000	600,000,000	600,000,000	600,000,000
	Woori Bank	-	100,000,000	-	100,000,000
		4,604,733,825	**5,086,413,804**	**3,120,000,000**	**3,320,000,000**
10.1.5	**Zero Coupon Bond**				
	Zero Coupon Bond	**942,585,538**	**1,432,040,516**	**1,127,833,242**	**1,728,515,975**

LankaBangla Finance PLC received consents from Bangladesh Bank on May 25, 2021 and from Bangladesh Securities & Exchange Commission on September 5, 2021 to issue Non-Convertible, Zero Coupon Bond with face value up to BDT 3,000 million. After discounting the face value of BDT 3,000 million at 7.25% p.a. (the discount rate) the company will receive BDT 2,653,371,721. The bond will be redeemed semi-annually (twice a year) in 6 instalments.

Out of the discounted value of BDT 2,653,371,721, the company has received BDT 1,284,231,913 in multiple tranches as of the reporting date, against which it has incurred transaction costs of BDT 14,591,155. Initially the Zero Coupon Bond was measured at fair value (BDT 1,284,231,913) less transaction costs (BDT 14,591,155), i.e. BDT 1,269,640,758 as per Para 43 of IAS 39. Subsequently, the Zero Coupon Bond was measured at amortized cost using the effective interest method as per Para 9 of IAS 9.

10.1.6	**Subordinate bond**				
	SK. Akijuddin Limited	-	300,715,612	-	300,715,612
	Green Delta Securities Limited	-	1,458,706	-	1,458,706
	Green Delta Insurance Co. Employee Provident Fund	4,451,387	12,742,423	4,451,387	12,742,423
	Index Poultry (Pvt) Limited	44,337,102	67,466,781	44,337,102	67,466,781
	Sonali Bank PLC	271,642,744	404,629,587	271,642,744	404,629,587
	LankaBangla Investment Limited	-	-	60,387,500	90,734,341
	LankaBangla 1st Balanced Unit Fund	10,003,455	15,006,133	10,003,455	15,006,133
		330,434,688	**802,019,242**	**390,822,188**	**892,753,582**

On 25 November 2020, the company completed the issuance of the entire issue of its coupon bearing, non-convertible, subordinated bond with approved face value of BDT 3,000 million with maturity up to 6 years issued in multiple tranches. The coupon rate of the bond is floating with floor of 8.00% and ceiling of 11.00%. Total transaction costs incurred for issuance of the subordinated bond (for the entire issue) was BDT 36,196,620. The bond was measured at fair value BDT 3,000,000,000 less transaction costs BDT 36,196,620 as per Para 5.1.1 of IFRS 9. Subsequently, the bond was measured at amortized cost using the effective interest method as per Para B5.4.1 of IFRS 9. The bond is being redeemed semi-annually starting from the end of six months from the issuance of each tranche.

10.2	**Outside Bangladesh**				
a)	Foreign term loan-Islamic Corporation for The Development (ICD)	-	4,378,016	-	4,378,016
b)	Foreign term loan-Blueorchard Micro Finance Fund	565,449,756	832,563,332	565,449,756	832,563,332
c)	Foreign term loan-Healthier Lives DAC	86,358,733	259,169,785	86,358,733	259,169,785
d)	Foreign term loan-ResponsAbility Investments AG	628,771,872	899,795,757	628,771,872	899,795,757
		1,280,580,361	**1,995,906,891**	**1,280,580,361**	**1,995,906,891**

a) On 13 January 2019, LankaBangla Finance PLC received USD 19,984,730, which is equivalent to BDT 1,675,719,611 at the exchange rate of 83.85, against a foreign currency facility from Islamic Corporation for the Development of the Private Sector (ICD), private sector wing of Islamic Development Bank (IsDB). The tenure of the facility is 40 months. Repayment will be made in 14 (fourteen) quarterly instalments starting from the end of the third month from the receipt of the loan. The mark-up rate of the facility is 5.53%. Total transaction costs incurred for this purpose was USD 321,386 equivalent to BDT 26,985,958 at the average foreign exchange rate of 83.25.
Initially the fund was measured at fair value (USD 19,984,730) less transaction costs (USD 321,386) i.e. USD 19,662,894 as per Para B5.1.1 of IFRS 9 and subsequently, the loan was measured at amortized cost using the effective interest rate method as per Para B5.4.1 of IFRS 9.

b) On 25 May 2021, LankaBangla Finance PLC received USD 15,000,000, which is equivalent to BDT 1,271,700,000 at the exchange rate of 84.78, as foreign currency term loan from BlueOrchard Microfinance Fund (managed by Swiss impact investment manager BlueOrchard Finance PLC). The tenure of the loan is 60 months. The loan will be repaid in 9 (nine) half yearly instalments starting from the end of the twelfth month from the receipt of the loan. The interest rate of the loan is 4.50% p.a. Total transaction costs incurred for this purpose was USD 166,791 equivalent to BDT 14,140,539.7 at the average foreign exchange rate of 84.78. Initially, the loan was measured at fair value (USD 15,000,000) less transaction costs (USD 166,791) i.e. USD 14,833,209.01 as per Para B5.1.1 of IFRS 9 and subsequently, the loan was measured at amortized cost using the effective interest rate method as per Para B5.4.1 of IFRS 9.

c) On 21 September 2021, LankaBangla Finance PLC received USD 5,000,000, which is equivalent to BDT 426,500,000 at the exchange rate of 85.30, as foreign currency term loan from Financing for Healthier Lives DAC—an SPV based in Ireland, established to issue social bonds for the purpose of on-lending. The tenure of the foreign currency loan is 60 months. The loan will be repaid in three instalments—40% at the end of the 24th month, 40% at the end of 36th month, and the rest 20% at the end of the 60th month from the drawdown date. The interest rate of the facility is 4.50% p.a. Total transaction costs incurred for this purpose was USD 40,633 equivalent to BDT 3,465,982 at the average foreign exchange rate of 85.30.
Initially the fund was measured at fair value (USD 5,000,000) less transaction costs (USD 40,633) i.e. USD 4,959,367 as per Para B5.1.1 of IFRS 9 and subsequently, the loan was measured at amortized cost using the effective interest rate method as per Para B5.4.1 of IFRS 9.

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	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka

d) On 24 November 2021, LankaBangla Finance PLC received USD 16,000,000, which is equivalent to BDT 1,393,600,000 at the exchange rate of 87.10, as foreign currency term loan from responsAbility Investments AG, through five funds managed by it. The tenure of the foreign currency loan is 60 months. The loan will be repaid in 20 (twenty) quarterly instalments starting from the end of three months from the receipt of the loan. The interest rate of the loan is 4.50% p.a. Total transaction costs incurred for this purpose was USD 115,951 equivalent to BDT 10,099,343 at the average foreign exchange rate of 87.10.
Initially the fund was measured at fair value (USD 16,000,000) less transaction costs (USD 115,951) i.e. USD 15,884,049 as per Para B5.1.1 of IFRS 9 and subsequently, the loan was measured at amortized cost using the effective interest rate method as per Para B5.4.1 of IFRS 9.

Total foreign exchange loss BDT 327,619,747.97 and BDT 214,990,817.28 has been recognized against above all funds in the year 2024 and 2023 respectively which reflected in note no. 19.2 as per Para 5.7.2 of IFRS 9 and Para 23 of IAS 21.

Foreign loan is translated at initial conversion rate instead of year end conversion rate. This departure has been made as per IAS 1 and approval of Bangladesh Bank and explained in Note 2.1 and 2.34, 19.1.

Maturity grouping of borrowings from other banks and financial institutions

Payable on demand	-	-	-	-
Up to 1 month	4,688,953,134	5,848,975,209	4,217,814,284	5,221,015,542
Over 1 month but within 3 months	2,749,828,476	3,328,774,211	2,562,690,456	2,876,770,015
Over 3 months but within 1 year	9,657,917,326	8,857,706,766	8,835,111,158	8,166,777,031
Over 1 year but within 5 years	7,082,504,400	9,578,946,936	7,024,917,032	9,472,127,755
Over 5 years	30,175,084	-	30,175,084	-
	24,209,378,420	**27,614,403,123**	**22,670,708,014**	**25,736,690,342**

11 Term deposits and other deposits

See accounting policy in note (2.26)

Term deposits	(Note - 11.1)	41,711,745,694	42,034,290,738	42,098,047,591	42,253,992,614
Other deposit	(Note - 11.2)	156,567,039	187,770,127	156,567,039	187,770,127
		41,868,312,733	**42,222,060,865**	**42,254,614,630**	**42,441,762,741**

11.1 Term deposits

Product wise break-up of term deposit

Periodic return term deposits	5,321,925,326	3,387,104,689	5,321,925,326	3,387,104,689
Cumulative term deposits	6,657,560	7,529,622	6,657,560	7,529,622
Double money term deposits	2,754,176,526	3,183,378,488	2,754,176,526	3,183,378,488
Money builders scheme	1,944,450,073	1,580,628,250	1,944,450,073	1,580,628,250
Fixed term deposit	2,494,396,593	4,336,249,690	2,880,698,490	4,555,951,566
Flexi Deposits	13,020,424	10,342,541	13,020,424	10,342,541
CMSME term deposits	5,872,329,610	5,140,180,482	5,872,329,610	5,140,180,482
Retail institution deposit	2,899,436,534	2,802,977,459	2,899,436,534	2,802,977,459
Term deposit shohoj sanchoy	2,912,423,959	2,747,374,511	2,912,423,959	2,747,374,511
Term deposit quick sanchoy	514,701,195	1,349,018,768	514,701,195	1,349,018,768
Term deposit triple money	1,113,856,570	1,014,518,906	1,113,856,570	1,014,518,906
Term deposit (fixed term)-3 months	1,105,623	1,052,561	1,105,623	1,052,561
Term deposit Earn First Fixed Rate	558,798,824	628,841,385	558,798,824	628,841,385
Term deposit Agroj (Senior Citizen)	2,764,739,162	3,472,217,846	2,764,739,162	3,472,217,846
Term deposit classic TDR	12,539,727,715	12,372,875,541	12,539,727,715	12,372,875,541
	41,711,745,694	**42,034,290,738**	**42,098,047,591**	**42,253,992,614**

11.2 Other deposits against leases, loans and advances

Other deposits				
Corporate Clients	125,735,910	147,791,478	125,735,910	147,791,478
Retail Clients	17,329,013	23,545,053	17,329,013	23,545,053
CMSME clients	13,502,116	16,433,596	13,502,116	16,433,596
	156,567,039	**187,770,127**	**156,567,039**	**187,770,127**

11.3 Group-wise break-up of term deposits and other deposits

Bank and Non Bank Financial Institutions (NBFI)	2,440,000,000	4,804,822,222	2,440,000,000	4,804,822,222
Corporate houses	11,285,774,171	12,529,472,483	11,672,076,068	12,749,174,359
Individual	28,142,538,562	24,887,766,160	28,142,538,562	24,887,766,160
	41,868,312,733	**42,222,060,865**	**42,254,614,630**	**42,441,762,741**

11.4 Remaining maturity grouping of term deposits and other deposits

Payable on demand	-	-	-	-
In not more than 01 month	4,201,579,879	3,538,056,435	4,225,534,110	3,541,017,658
In more than 01 month but not more than 06 months	16,932,320,418	16,224,256,484	16,960,127,213	16,236,588,908
In more than 06 months but not more than 01 year	13,087,989,384	14,290,907,570	13,111,721,281	14,301,714,310
In more than 01 year but not more than 05 years	6,248,776,082	6,458,160,531	6,358,607,717	6,462,996,640
In more than 05 years but not more than 10 years	1,397,646,969	1,710,679,845	1,598,624,309	1,899,445,226
In more than 10 years	-	-	-	-
	41,868,312,733	**42,222,060,865**	**42,254,614,630**	**42,441,762,741**

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		LankaBangla Group		LankaBangla Finance PLC	
		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka

12. Other liabilities

See accounting policy in note (2.27),(2.28),(2.29),(2.37),(2.38) and (2.39)

		31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Accrued expenses		27,194,070	74,927,391	8,634,217	48,298,245
Salaries and related expenses payable		16,674,035	19,864,370	821,965	3,006,041
Office rent payable		6,813,256	6,932,758	-	-
Utility bill payable		2,554,449	3,051,757	1,015,711	1,015,711
Balance for adjustment with client and bank clearing		548,496,466	799,254,977	548,496,467	799,254,977
CDBL expenses payable		1,612,364	1,979,232	-	-
Client positive balance		31,645,191	36,465,920	31,645,191	36,465,920
Deferred liability-employee gratuity	(Note -12.1)	69,282,085	48,962,928	64,225,144	47,153,361
Deferred tax liability		8,423,128	23,288,547	-	-
Employees provident fund payable		17,903,112	11,816,836	5,211,807	487,843
Interest payable	(Note - 12.2)	2,817,764,001	2,795,636,120	2,741,308,486	2,730,349,326
Interest suspense account	(Note - 12.3)	400,617,051	934,259,965	1,497,872,140	934,259,965
Interest suspense for other investment		75,577,703	61,077,703	75,577,703	61,077,703
IPO subscription payable		51,794	51,794	51,794	51,794
ITCL settlement A/C		21,477,735	30,042,169	21,477,735	30,042,169
Payable against merchants claims and others		27,606,881	26,134,749	27,606,881	26,134,749
Payable against receipt from other card holders		8,050,215	7,914,551	8,050,215	7,914,551
Provision for building construction for sale of investment property		52,911,368	125,461,557	52,911,368	125,461,557
Payable to LB Foundation		1,218,042	2,917,356	-	1,716,642
Payable to Workers' Welfare Fund (WWF)		40,625,745	40,625,745	40,625,745	40,625,745
Payable to Workers' Welfare Foundation Fund (WWFF)		40,625,745	40,625,745	40,625,745	40,625,745
Payable DSE and CSE		47,430,268	13,917,715	-	-
Payable to share trading clients		1,707,327,650	1,792,205,560	-	-
Payable to wagely for employee advance		302,940	-	302,940	-
Provisions for loans, investments and other assets	(Note - 12.4)	4,550,318,766	4,194,232,885	3,631,053,039	3,408,755,003
Provision for taxation	(Note - 12.5)	2,719,076,497	2,312,966,458	1,155,391,844	945,893,086
Payables/(receivables)-Other MasterCard Operator		45,466,489	85,782,394	45,466,489	85,782,394
Payable to right share holder		206,623	206,623	206,623	206,623
Payable against legal and professional fees		14,025,731	21,123,793	13,520,479	20,499,293
Payable against redemption of mortgage property		5,054,725	4,687,725	5,054,725	4,687,725
Provision for audit fee		1,355,238	1,420,988	690,000	690,000
Sundry creditors suppliers		34,664,418	72,337,048	30,706,585	69,513,026
Safety net deposit-factoring and others		12,665,318	13,765,235	12,665,318	13,765,235
Security Deposits		2,129,236	4,620,900	-	3,044,300
Privileged creditors	(Note - 12.6)	225,763,229	170,293,895	224,701,910	164,166,487
Lease liability- Office premises	(Note - 12.7)	142,528,481	227,286,586	47,726,394	97,272,607
Unpaid dividend	(Note - 12.8)	57,148,379	43,727,526	53,641,082	39,935,062
VISA settlement A/C		7,478,481	9,496,293	7,478,481	9,496,293
Brokerage sharing		7,206,314	7,503,069	-	-
Other liabilities		294,679	296,476	-	-
Mobile phone bill payable-Handset		221,899	199,644	221,899	199,644
Payable against parent health insurance		83,110	54,674	83,110	54,674
		13,797,872,907	14,067,417,658	10,395,069,230	9,797,903,495

12.1 Deferred liability - employee gratuity

	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Opening Balance	48,962,928	51,731,313	47,153,361	49,395,653
Addition during the year	49,227,264	39,681,140	41,106,194	35,024,627
	98,190,193	91,412,453	88,259,555	84,420,281
Transfer to gratuity fund account	28,908,108	42,449,525	24,034,411	37,266,920
Closing Balance	69,282,085	48,962,928	64,225,144	47,153,361

12.2 Interest payable

	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Call loan borrowings	-	268,056	-	268,056
Inter Bank REPO against Govt. Treasury Bills	-	1,861,310	-	1,861,310
Term deposit receipts	2,445,605,409	2,521,557,710	2,458,436,080	2,528,375,332
Long term loan-Commercial Bank	104,345,845	77,241,381	104,345,845	77,241,381
Long term loan-Bangladesh Bank	1,016,923	1,565,594	1,016,923	1,565,594
Long term loan-Bangladesh Bank-IPFF	109,939,054	18,392,635	109,939,054	18,392,635
Long term loan-Bangladesh Bank-Woman	14,225,627	22,649,363	14,225,627	22,649,363
Long term loan-Bangladesh Bank-Agro Processing Industry	164,466	5,526,564	164,466	5,526,564
Long term loan-Bangladesh Bank-JICA Assisted Project-FSPDSME	757,877	1,200,616	757,877	1,200,616
Long term loan-Bangladesh Bank-ADB Project	5,111,139	11,459,496	5,111,139	11,459,496
Long term loan-Bangladesh Bank-Covid-19 Stimulus Packages	1,171,844	23,643,277	1,171,844	23,643,277
Long term loan-Bangladesh Bank-New Enterprise Fund	1,413,052	2,718,278	1,413,052	2,718,278
Long term loan-Bangladesh Bank (Under Pre-Finance)- CMSME Sector	819,140	11,568,496	819,140	11,568,496
Bangladesh Bank REPO against Govt. Treasury Bonds	9,483,578	784,944	9,483,578	784,944
Short term borrowings	123,513,742	95,050,264	34,227,556	22,945,847
Lease assets	196,304	148,137	196,304	148,137
	2,817,764,001	2,795,636,120	2,741,308,486	2,730,349,326

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	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
12.3 Interest suspense account				
Interest suspense on Leases, loans and advances	400,617,051	920,695,465	1,497,872,140	920,695,465
Lease Finance	22,929,795	79,122,349	22,929,795	79,122,349
Term Finance	289,334,067	668,170,331	1,386,589,156	668,170,331
Credit card	18,312,545	13,154,245	18,312,545	13,154,245
Home loan	70,040,644	160,248,541	70,040,644	160,248,541
Margin Loan	-	-	-	-
Additional Interest suspense on Leases, loans and advances	-	13,564,500	-	13,564,500
	400,617,051	**934,259,965**	**1,497,872,140**	**934,259,965**

In consolidated Financial Statements, total interest suspense of taka 1,097,255,089 eliminated as inter company transactions with loan balance of LankaBangla Investments Limited which was charged as interest in the year 2024.

12.3.1 Interest suspense on leases, loans and advances account				
Corporate Finance				
Lease finance	8,363,969	13,025,942	8,363,969	13,025,942
Short term finance	6,880,582	-	6,880,582	-
Term loan to subsidiaries	-	-	1,097,255,089	-
Term loan	51,836,134	132,101,326	51,836,134	132,101,326
Syndication finance	22,362,226	11,381,173	22,362,226	11,381,173
	89,442,910	**156,508,442**	**1,186,697,999**	**156,508,442**
Retail Finance				
Auto Loan	15,788,085	25,311,327	15,788,085	25,311,327
Credit Cards	18,312,545	13,154,245	18,312,545	13,154,245
Home Loan	72,829,366	146,083,042	72,829,366	146,083,042
Personal Loan	49,071,354	93,098,022	49,071,354	93,098,022
	156,001,350	**277,646,636**	**156,001,350**	**277,646,636**
SME Finance				
Term loan	121,821,793	355,987,639	121,821,793	355,987,639
Lease finance	12,082,036	51,512,816	12,082,036	51,512,816
Auto loan	14,675,778	36,342,563	14,675,778	36,342,563
Emerging and commercial	6,593,184	249,935	6,593,184	249,935
Home Loan	-	14,994,994	-	14,994,994
Real state developer finance	-	2,412,584	-	2,412,584
Short term finance	-	16,719,268	-	16,719,268
Syndication finance	-	21,885,089	-	21,885,089
	155,172,791	**500,104,887**	**155,172,791**	**500,104,887**
Margin loan	-	-	-	-
	400,617,051	**934,259,965**	**1,497,872,140**	**934,259,965**
12.3.2 Movement of interest suspense account				
Opening Balance	934,259,965	974,010,728	934,259,965	855,662,740
Transferred to interest suspense during the year	1,323,861,487	419,925,720	1,323,861,487	419,925,720
Elimination of suspense for inter company transaction	(1,097,255,089)	-	-	-
Interest suspense realized during the year	(599,829,113)	(232,100,875)	(599,829,113)	(232,100,875)
	561,037,250	**1,161,835,573**	**1,658,292,339**	**1,043,487,585**
Write off during the year	(160,420,198)	(227,575,609)	(160,420,198)	(109,227,621)
	400,617,051	**934,259,965**	**1,497,872,140**	**934,259,965**
12.4 Provisions for leases, loans, investments, off-balance sheet exposures and other assets				
Leases, loans and advances	3,190,401,181	3,111,453,705	3,218,936,490	3,141,788,014
Margin loan	114,057,085	126,941,158	-	-
Negative equity	626,900,195	626,900,195	-	-
Diminution in value of investment in equity shares	581,271,890	320,765,129	406,398,134	261,064,291
Other assets	37,467,718	7,767,718	5,497,718	5,497,718
Off-Balance Sheet Exposure	220,697	404,980	220,697	404,980
	4,550,318,766	**4,194,232,885**	**3,631,053,039**	**3,408,755,003**

Total provision requirement on leases, loans, and others was taka 789.61 crore out of which taka 363.11 is kept as on 31 December 2024. Bangladesh Bank allowed, through vid letter no DFIM(C)1054/31/2025-2835, dated 04 September 2025, to the Company to finalize the Financial Statements with a short provision of taka 426.50 crore.

12.4.1 Provisions for leases, loans and advances				
Corporate Finance				
Lease finance	1,053,049,907	79,744,724	1,053,049,907	79,744,724
Secured overdraft	7,341,939	4,437,450	7,341,939	4,437,450
Short term finance	20,460,091	5,411,042	20,460,091	5,411,042
Term loan to subsidiaries	50,480,411	-	50,480,411	30,334,309
Term loan	2,914,282,047	468,077,088	2,914,282,047	468,077,088
Syndication finance	459,561,296	19,108,156	459,561,296	19,108,156
	4,505,175,691	**576,778,460**	**4,505,175,691**	**607,112,769**

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	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Retail Finance				
Auto loan	814,729,261	62,214,244	814,729,261	62,214,244
Credit Cards	248,746,939	644,305,975	248,746,939	644,305,975
Home Loan	497,865,845	206,724,048	497,865,845	206,724,048
Personal Loan	200,211,084	217,390,444	200,211,084	217,390,444
	1,761,553,129	**1,130,634,712**	**1,761,553,129**	**1,130,634,712**
SME Finance				
Term loan	765,186,271	958,135,883	765,186,271	958,135,883
Lease finance	189,373,459	138,332,409	189,373,459	138,332,409
Auto loan	217,357,210	216,153,328	217,357,210	216,153,328
Emerging and commercial	44,777,285	5,973,297	44,777,285	5,973,297
Loan against deposit	-	46,638	-	46,638
Home Loan	-	2,235,155	-	2,235,155
Real state developer finance	-	1,640,598	-	1,640,598
Short term finance	576,956	34,120,951	576,956	34,120,951
Syndication finance	-	46,909,479	-	46,909,479
Work order finance	-	492,795	-	492,795
	1,217,271,181	**1,404,040,533**	**1,217,271,181**	**1,404,040,533**
Short provision	(4,265,063,510)	-	(4,265,063,510)	-
	3,218,936,490	**3,111,453,705**	**3,218,936,490**	**3,141,788,014**

12.4.2 Movement of provisions for loans, investments and other assets

Opening Balance	4,194,232,885	3,812,036,113	3,408,755,003	2,977,804,911
Provision required for the year	2,459,083,350	2,032,681,443	2,312,411,432	1,979,167,968
Special provision charged (released) during the year*	19,900,000	-	19,900,000	-
Provision released during the year	(1,573,315,242)	(1,219,429,800)	(1,567,155,439)	(1,142,789,839)
Provision charged for the year	905,668,108	813,251,643	765,155,993	836,378,130
Provision transfer from general reserve to margin loan	-	49,124,983	-	-
Write off during the year	(549,582,227)	(480,179,854)	(542,857,956)	(405,428,038)
Closing Balance	**4,550,318,766**	**4,194,232,885**	**3,631,053,039**	**3,408,755,003**

* Provision for providing COVID related circular advantage

During the year 2024, LankaBangla Finance PLC had written off its receivables of contracts as per write off policy of the Bangladesh Bank (DFIM Circular No. 02 dated 01 April 2019) and subsidiaries of LankaBangla Finance PLC had written off receivables as per their respective write off policy.

12.4.3 Grouping of provisions for loans, investments and other assets

General Provision				
Standard (UC)	1,602,381,681	363,622,382	1,630,916,990	393,956,691
Special Mention Account (SMA)	389,238,053	649,384,361	389,238,053	649,384,361
	1,991,619,734	**1,013,006,743**	**2,020,155,043**	**1,043,341,052**
Specific Provision				
Sub-standard (SS)	83,044,125	285,868,010	83,044,125	285,868,010
Doubtful (DF)	473,228,689	226,356,271	473,228,689	226,356,271
Bad Loss (BL)	642,508,633	1,586,222,681	642,508,633	1,586,222,681
	1,198,781,447	**2,098,446,962**	**1,198,781,447**	**2,098,446,962**
Provision for margin loan	114,057,085	126,941,158	-	-
Negative equity	626,900,195	626,900,195	-	-
Provision for investment in shares	581,271,890	320,765,129	406,398,134	261,064,291
Provision for other assets	37,467,718	7,767,718	5,497,718	5,497,718
Off-Balance Sheet Exposure	220,697	404,980	220,697	404,980
	4,550,318,766	**4,194,232,885**	**3,631,053,039**	**3,408,755,003**

12.5 Provision for taxation

Opening Balance	2,312,966,458	1,957,771,276	945,893,086	703,386,679
Provision during the year	409,984,909	357,443,402	209,498,757	242,506,407
	2,722,951,367	2,315,214,677	1,155,391,844	945,893,086
Adjusted during the year	(3,874,870)	(2,248,219)	-	-
	2,719,076,497	**2,312,966,458**	**1,155,391,844**	**945,893,086**

12.6 Privileged creditors

Three major categories of government dues are reported. tax deduction at source, VAT, excise duty payable to govt. exchequer.

VAT at source	24,270,298	39,567,484	24,210,008	39,567,484
Withholding tax payable	128,662,611	62,176,535	127,661,582	56,049,127
Excise Duty Payable	72,830,320	68,549,876	72,830,320	68,549,876
	225,763,229	**170,293,895**	**224,701,910**	**164,166,487**

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	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka

12.7 Lease liability- Office premises

See accounting policy in note 2.18.

Opening Balance	227,286,586	313,986,999	97,272,607	151,976,460
Add: Addition during the year	22,951,930	20,552,817	-	-
	250,238,516	**334,539,816**	**97,272,607**	**151,976,460**
Less: Repayment during the year and adjustment	107,710,035	107,253,230	49,546,214	54,703,853
Closing Balance	**142,528,481**	**227,286,586**	**47,726,394**	**97,272,607**

12.8 Unpaid dividend-parent

Summary of unpaid/unclaimed dividend as on 31 December 2024

In compliance with directive no. BSEC/CMRRCD/2021-386/03 dated 14 January 2021 of Bangladesh Securities & Exchange Commission (BSEC) clause no. 3(vii) summary of unpaid/unclaimed cash & stock dividend as on 31 December 2024 is given below:

Dividend year	Particulars	Cash	Stock	Remarks
2020-2023	Up to 4 years	50,875,136	-	-
2018-2019	Up to 2 years	2,765,946	-	BDT 6,397,373.04 and 922 stocks have been transferred to Capital Market Stabilization Fund as on 22 June 2023
2006-2017	More than 5 years & above		-	BDT 19,144,615 and 6,075 stocks have been transferred to Capital Market Stabilization Fund as on 23 September 2021
	Total	**53,641,082**		

Unpaid dividend-group

LankaBangla Finance PLC	53,641,082	39,935,062
LankaBangla Securities PLC	3,507,297	3,792,464
LankaBangla Investments Limited	-	-
LankaBangla Asset Management Company Limited	-	-
	57,148,379	**43,727,526**

13. Share capital

Authorized capital	**10,000,000,000**	**10,000,000,000**	**10,000,000,000**	**10,000,000,000**
1,000,000,000 ordinary shares of Tk.10/- each				
Issued, subscribed and paid up capital	**5,388,386,230**	**5,388,386,230**	**5,388,386,230**	**5,388,386,230**

13.1 Given below the history of raising of share capital of LankaBangla Finance PLC

Date of Issue	Particulars	Number of Shares Issued		Paid up Shares (Cumulative)	Amount of Shares Capital (BDT)	Amount of Shares Capital (BDT)
		Bonus Shares	Subscription			
05-Nov-96	First (Subscription as per Memorandum and Articles of Association) at the time of Incorporation	-	500,000	500,000	5,000,000	5,000,000
05-Apr-98	Subscription	-	9,500,000	10,000,000	95,000,000	100,000,000
12-Apr-03	Subscription	-	10,105,363	20,105,363	101,053,630	201,053,630
28-Jun-04	Subscription	-	4,000,000	24,105,363	40,000,000	241,053,630
03-May-05	Subscription	-	1,894,637	26,000,000	18,946,370	260,000,000
14-Sep-06	IPO	-	9,000,000	35,000,000	90,000,000	350,000,000
19-May-08	10% Stock Dividend for 2007	3,500,000	-	38,500,000	35,000,000	385,000,000
05-May-09	15% Stock Dividend for 2008	5,775,000	-	44,275,000	57,750,000	442,750,000
30-Mar-10	20% Stock Dividend for 2009	8,855,000	-	53,130,000	88,550,000	531,300,000
27-Mar-11	55% Stock Dividend for 2010	29,221,500	-	82,351,500	292,215,000	823,515,000
28-Mar-12	30% Stock Dividend for 2011	24,705,450	-	107,056,950	247,054,500	1,070,569,500
03-May-12	1:1 Right of 82,351,500 Shares	-	82,351,500	189,408,450	823,515,000	1,894,084,500
31-Mar-13	10% Stock Dividend for 2012	18,940,845	-	208,349,295	189,408,450	2,083,492,950
31-Mar-14	5% Stock Dividend for 2013	10,417,464	-	218,766,759	104,174,640	2,187,667,590
19-Mar-15	10% Stock Dividend for 2014	21,876,675	-	240,643,434	218,766,750	2,406,434,340
30-Mar-16	15% Stock Dividend for 2015	36,096,515	-	276,739,949	360,965,150	2,767,399,490
30-Mar-17	15% Stock Dividend for 2016	41,510,992	-	318,250,941	415,109,920	3,182,509,410
31-Jan-18	2:1 Right of 159,125,470 Shares	-	159,125,470	477,376,411	1,591,254,700	4,773,764,110
31-Mar-18*	7.5% Stock Dividend for 2017	35,803,230		513,179,641	358,032,300	5,131,796,410
07-Sep-20	5.00% Stock Dividend for 2019	25,658,982	-	538,838,623	256,589,820	5,388,386,230
	Total				**5,388,386,230**	

Details of shares holding position are as under:

Sponsor shareholders:	Percentage 31.12.2024	31.12.2024		31.12.2023	
a. Foreign sponsors		Number of shares	Taka	Number of shares	Taka
Sampath Bank PLC, Sri Lanka	9.47%	51,036,605	510,366,050	51,036,605	510,366,050
b. Local sponsors	24.08%	129,759,316	1,297,593,160	129,759,316	1,297,593,160
One Bank PLC, Bangladesh	3.78%	20,362,737	203,627,370	20,362,737	203,627,370
Individuals	20.30%	109,396,579	1,093,965,790	109,396,579	1,093,965,790
General shareholders	66.45%	358,042,702	3,580,427,020	358,042,702	3,580,427,020
	100.00%	**538,838,623**	**5,388,386,230**	**538,838,623**	**5,388,386,230**

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Shares groups		LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka	LankaBangla Finance PLC 31.12.2024 Taka	LankaBangla Finance PLC 31.12.2023 Taka
		Number of share	Percentage	Number of share	Percentage
Less than 500		1,625,824	0.30%	1,955,862	0.36%
501	to 5000	29,038,483	5.39%	32,123,074	5.96%
5,001	to 10000	24,959,509	4.63%	24,182,669	4.49%
10,001	to 20000	31,626,412	5.87%	29,589,452	5.49%
20,001	to 30000	19,390,882	3.60%	18,582,022	3.45%
30,001	to 40000	15,256,415	2.83%	13,994,941	2.60%
40,001	to 50000	14,187,077	2.63%	12,782,856	2.37%
50,001	to 100000	39,864,064	7.40%	35,886,359	6.66%
100,001	to 1000000	94,007,315	17.45%	102,507,301	19.02%
Above 1000000		268,882,642	49.90%	267,234,087	49.59%
		538,838,623	100%	538,838,623	100%

The shares were listed with Dhaka Stock Exchange PLC and Chittagong Stock Exchange PLC on 17 October 2006 and 31 October 2006 respectively, also trading in

13.2 Name of the sponsors and/or directors and their shareholdings as at 31 December 2024

Sl No.	Name	Status	Share Holding as on 31.12.2024	% of Share holding as on 31.12.2024	Share holding as on 31.12.2023
1	Mr. Mohammad A. Moyeen	Sponsor Director and Chairman	22,842,546	4.24%	22,842,546
2	Mr. Don Ajanta de Vas Gunasekara (Representing Sampath Bank PLC)	Director	51,036,605	9.47%	51,036,605
3	Mr. Md. Monzur Mofiz (Representing ONE Bank PLC)	Director	20,362,737	3.78%	20,362,737
4	Mrs. Aneesha Mahial Kundanmal	Sponsor Director	41,503,844	7.70%	41,503,844
5	Mr. Mahbubul Anam	Sponsor	13,198,741	2.45%	23,998,741
6	Mr. Tahsinul Huque	Sponsor Director	20,973,565	3.89%	20,973,565
7	Mr. Abrar Anam Chowdhury	Director	10,800,000	2.00%	-
8	Mrs. Jasmine Sultana	Sponsor	77,883	0.01%	77,883
9	Mr. Md. Fakhrul Alam	Independent Director	-	-	-
10	Mr. Ahmad Ahsanul Munir	Independent Director	-	-	-
	Total		180,795,921	33.55%	180,795,921

Pursuant to the BSEC notification no. BSEC/CMRRCD/2009-193/10/Admin/118 Dated: 22 March 2021, no director or shareholder of LankaBangla Finance PLC ("The Company") holding 10% or more shares has availed any loan or credit facility through lien or pledge of their shares in the company or has not availed margin loan from any stockbroker or portfolio manager.

13.3 Capital Adequacy Ratio (CAR)

"As per section 4(GHA) of the Financial Institution Regulations 1994, the minimum paid up capital of the Financial Institution (FI) shall be Tk. 100 crore; Provided that the sum of paid up capital and reserves shall not be less than the minimum capital determined by the Bangladesh Bank under the Risk-Based Assets of the Company. The surplus eligible capital of the Group as well as the Company at the close of business on 31 December 2024 were Tk. 5,690.93 million and Tk. 1,599.69 million respectively."

Core Capital (Tier-1)					
Paid-up capital	(Note - 13)	5,388,386,230	5,388,386,230	5,388,386,230	5,388,386,230
Share premium		1,090,888,800	1,090,888,800	-	-
Statutory reserves	(Note - 14)	2,134,638,448	2,119,267,149	2,134,638,448	2,119,267,149
General reserves		-	-	-	-
Capital Reserve		115,135,365	106,011,236	-	-
Dividend equalization reserves		-	-	-	-
Other (Share money deposit for right issue)		-	-	-	-
Retained earnings	(Note - 16)	1,145,148,985	1,434,329,385	(197,208,807)	1,155,134,291
Non-controlling interest		819,206,657	812,676,140	-	-
Sub-Total		**10,693,404,485**	**10,951,558,940**	**7,325,815,871**	**8,662,787,670**
Deductions from Tier-1 (Core Capital)					
Goodwill and value of any contingent assets which are shown as assets		-	-	-	-
Any investment exceeding the approved limit		-	-	581,824,021	336,366,669
Total Eligible Tire - 1 Capital		**10,693,404,485**	**10,951,558,940**	**6,743,991,850**	**8,326,421,001**
Supplementary capital (Tier -II)					
General provision (unclassified loans up to specified limit + SMA + off balance sheet exposure)		546,712,513	698,169,408	597,426,830	747,203,540
Assets revaluation reserves up to 50%		-	-	-	-
Revaluation reserve for securities up to 45 %		-	-	-	-
Revaluation reserve for Equity Instruments upto 10%		-	-	(22,421,335)	83,704,921
All others preference shares		-	-	-	-
Others (if any other item approved by Bangladesh Bank) (Subordinated bond)		330,434,688	802,019,242	390,822,188	892,753,582
Sub-Total		**877,147,201**	**1,500,188,650**	**965,827,682**	**1,723,662,043**

	LankaBangla Group		LankaBangla Finance PLC	
	31.12.2024 Taka	31.12.2023 Taka	31.12.2024 Taka	31.12.2023 Taka
Deduction from Tier-II (Supplementary capital)				
Any investment exceeding the approved limit	-	-	581,824,021	336,366,669
Total Eligible Tire - 2 Capital	877,147,201	1,500,188,650	384,003,661	1,387,295,374
A) Total capital	11,570,551,686	12,451,747,590	7,127,995,511	9,713,716,376
Total assets including off-balance sheet exposures	90,591,038,285	94,895,938,559	82,444,064,132	87,516,691,428
B) Total risk weighted assets	58,796,194,909	75,416,351,102	55,283,018,805	68,627,400,546
C) Required capital based on risk weighted assets (10% on B)	5,879,619,491	7,541,635,110	5,528,301,880	6,862,740,055
D) Surplus capital (A-C)	5,690,932,195	4,910,112,480	1,599,693,631	2,850,976,321
E) Capital Adequacy Ratio	19.68%	16.51%	12.89%	14.15%
F) Core Capital to RWA	18.19%	14.52%	12.20%	12.13%
G) Supplementary Capital to RWA	1.49%	1.99%	0.69%	2.02%

14. Statutory reserve

See accounting policy in note (2.44)

Opening Balance	2,119,267,149	2,085,277,643	2,119,267,149	2,085,277,644
Add: Transferred from profit during the year @ 20%	15,371,299	33,989,506	15,371,299	33,989,506
	2,134,638,448	2,119,267,149	2,134,638,448	2,119,267,149

15. General Reserve

Opening balance	-	47,489,333	-	-
Add: Addition during the year	-	-	-	-
	-	47,489,333	-	-
Less: Transferred to general provision on margin loan	-	47,489,333	-	-
Closing balance	-	-	-	-

16. Retained earnings

	1,708,453,934	**2,467,095,530**	**357,001,115**	**1,727,962,420**
Opening Balance	1,434,329,385	2,089,583,094	1,155,134,291	1,558,014,891
Prior year adjustment*	566,634	-	(874,989,670)	-
Add: Profit during the year	273,557,915	377,512,436	76,856,494	169,947,529
Less: Adjustment during the year:	**563,304,948**	**1,032,766,145**	**554,209,922**	**572,828,129**
Transfer to statutory reserve during the year	15,371,299	33,989,506	15,371,299	33,989,506
Capital Reserve	9,124,129	19,921,796	-	-
Changing in non-controlling interest	(29,102)	440,016,220	-	-
Cash dividend	538,838,623	538,838,623	538,838,623	538,838,623
	1,145,148,985	**1,434,329,385**	**(197,208,807)**	**1,155,134,291**

***Please see the note no 2.9 for prior year adjustment.**

16A. Revaluation reserve for investment in subsidiaries

See accounting policy in note 2.17.4

Investment in subsidiaries (at fair value as per IFRS 9)	**3,815,655,770**	**5,751,908,000**
LankaBangla Securities PLC	3,153,169,413	4,114,152,099
LankaBangla Investments Limited	117,844,997	1,034,905,695
LankaBangla Asset Management Company Limited	544,641,360	602,850,207
Investment in subsidiaries at cost	**4,039,869,123**	**4,914,858,793**
LankaBangla Securities PLC	688,919,183	1,563,908,853
LankaBangla Investments Limited	2,404,999,940	2,404,999,940
LankaBangla Asset Management Company Limited	945,950,000	945,950,000
Revaluation reserve	**(224,213,354)**	**837,049,207**
Change in revaluation reserve	**(1,061,262,560)**	**(1,299,797,975)**

LankaBangla Investments PLC has not recognized the interest expense referred to in notes 7.1.1 and 12.3 during the year. However, LankaBangla Finance PLC has considered the adjusted Net Asset Value per share of LankaBangla Investments PLC (after considering the due interest) as the fair value of the investment as on 31 December 2024.

17 Non-controlling interest

See accounting policy in note (2.4)

Name of Subsidiaries	Percentage in Non-controlling interest	Equity as on 31.12.2024	LankaBangla Group 31.12.2024 Taka	LankaBangla Group 31.12.2023 Taka
LankaBangla Securities PLC	13.1088157%	6,088,933,579	798,187,081	793,291,908
LankaBangla Investments Limited	0.0000025%	1,214,083,924	30	26
LankaBangla Asset Management Company Limited	0.0001057%	540,543,621	571	637
LankaBangla Information System Limited	13.2825981%	7,744,946	1,028,730	954,885
BizBangla Media Limited	16.0410266%	124,619,488	19,990,245	18,428,685
			819,206,657	**812,676,140**

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		LankaBangla Group		LankaBangla Finance PLC	
		December 2024	December 2023	December 2024	December 2023
		Taka	Taka	Taka	Taka
18	**Interest income**				
	See accounting policy in note (2.35.1) (2.35.2), (2.35.3) and (2.35.4)				
	Leases, loans and advances				
	Lease finance	899,851,805	589,350,719	899,851,805	589,350,719
	Lending to subsidiaries	-	-	-	-
	Real estate developers Finance	1,972,121	4,815	1,972,121	4,815
	Short term lending	56,979,228	74,550,324	56,979,228	74,550,324
	Term Finance	1,591,598,418	1,405,720,572	1,591,598,418	1,405,720,572
	Term loan secured overdraft	83,166,849	15,518,841	83,166,849	15,518,841
	Term loan syndication finance	238,887,184	72,713,342	238,887,184	72,713,342
	Auto loan	334,607,464	389,378,183	334,607,464	389,378,183
	Credit card (Note- 18.1)	1,087,185,795	790,754,926	1,087,185,795	790,754,926
	Home loan (Note- 18.2)	998,714,561	738,993,287	998,714,561	738,993,287
	Personal loan (Note- 18.3)	236,270,291	224,939,642	235,158,088	224,420,563
	Emerging and commercial	346,915,859	296,703,919	346,915,859	296,703,919
	Term loan CMSME	1,608,693,718	1,195,923,176	1,608,693,718	1,195,923,176
	Lease finance CMSME	56,163,509	49,187,145	56,163,509	49,187,145
		7,541,006,802	**5,843,738,890**	**7,539,894,598**	**5,843,219,811**
	Treasury finance				
	Fixed deposit accounts	172,895,569	185,108,703	168,610,816	185,079,298
	Short term deposit accounts	570,803,508	468,173,632	560,186,357	456,900,164
	Money at call and short notice	-	216,667	-	216,667
		743,699,076	**653,499,002**	**728,797,173**	**642,196,128**
	Others				
	Debit balance of share trading clients	351,921,875	441,882,913	-	-
	Margin loan to share trading clients	37,393,846	32,707,302	-	-
		389,315,722	**474,590,215**	**-**	**-**
		8,674,021,600	**6,971,828,107**	**8,268,691,772**	**6,485,415,940**
18.1	**Credit Card**				
	Master card account	731,510,424	509,087,245	731,510,424	509,087,245
	VISA card account	253,205,376	186,122,209	253,205,376	186,122,209
	Master card ezypay account	92,632,264	84,951,333	92,632,264	84,951,333
	VISA card ezypay account	9,837,730	10,594,138	9,837,730	10,594,138
		1,087,185,795	**790,754,926**	**1,087,185,795**	**790,754,926**
18.2	**Home loan**				
	Bangladesh Bank refinance loan	15,445,526	15,583,091	15,445,526	15,583,091
	Commercial loan	972,384,759	711,551,072	972,384,759	711,551,072
	Staff loan	10,884,275	11,859,124	10,884,275	11,859,124
		998,714,561	**738,993,287**	**998,714,561**	**738,993,287**
18.3	**Personal loan**				
	Term loan	154,492,219	162,186,364	154,492,219	162,186,364
	Loan against deposit	70,943,915	53,785,042	70,943,915	53,785,042
	Staff loan	10,834,157	8,968,236	9,721,954	8,449,157
		236,270,291	**224,939,642**	**235,158,088**	**224,420,563**
19	**Interest expenses on deposits and borrowings**				
	See accounting policy in note (2.30)				
	Other than Bangladesh Bank				
	Term loan- commercial bank	937,931,939	708,536,935	762,615,094	525,555,321
	Lease liability	346,891	585,519	273,956	410,288
	Syndicated term loan	5,376,563	96,739,970	5,376,563	96,739,970
	Foreign term loan (Note-19.1)	401,404,070	349,143,534	401,404,070	349,143,534
	Zero Coupon Bond	109,531,712	129,789,880	129,494,673	152,837,383
	Subordinated bond	55,898,155	95,418,168	62,559,647	104,350,425
	Term deposits	4,328,105,885	3,572,137,967	4,356,339,631	3,599,292,402
	Short term loans	326,511,047	248,748,839	326,511,047	248,748,839
	Bank overdraft	46,342,256	30,484,637	46,342,256	30,484,637
	Call loan	7,738,958	41,166,583	7,738,958	41,166,583
	Commercial paper	-	-	-	-
		6,219,187,474	**5,272,752,031**	**6,098,655,895**	**5,148,729,382**
	Bangladesh Bank				
	Term loan- Bangladesh Bank	228,459,423	198,290,752	228,459,423	198,290,752
	Bangladesh Bank REPO against Govt. Treasury Bonds	129,698,335	22,176,526	129,698,335	22,176,526
	Inter Bank REPO against Govt. treasury bills	50,909,339	56,402,443	50,909,339	56,402,443
		409,067,097	**276,869,722**	**409,067,097**	**276,869,722**
		6,628,254,571	**5,549,621,752**	**6,507,722,992**	**5,425,599,103**

		LankaBangla Group		LankaBangla Finance PLC	
		December 2024	December 2023	December 2024	December 2023
		Taka	Taka	Taka	Taka
19.1	**Foreign term loan**				
	Profit/interest on foreign term loan	73,784,322	134,152,717	73,784,322	134,152,717
	Foreign exchange loss on foreign loan	327,619,748	214,990,817	327,619,748	214,990,817
		401,404,070	**349,143,534**	**401,404,070**	**349,143,534**

Foreign exchange loss on foreign loan includes only realized loss during the year 2024 and 2023 during the settlement of payment. Provision of IAS 21 to include unrealized loss as well has been departed to avoid any misunderstanding of the stakeholders about the finacial health of the Company. Such departure was made by conforming with IAS 1 and by taking aproval from Bangladesh Bank. Details are in Note 2.1 and 2.34.

20	**Income from investment**				
	See accounting policy in note (2.35.5)				
	Income from investment in share (Capital gain)	231,545,324	444,874,576	21,845,487	400,522,436
	Dividend income	365,640,780	233,579,922	161,104,258	123,870,813
	Treasury bills	103,808,412	82,851,994	85,561,362	82,568,771
	Treasury bonds	241,880,065	37,077,133	236,375,056	34,826,054
	Subordinated bond	52,975,976	60,229,655	52,975,976	60,229,655
	Perpetual bond	50,136,986	49,863,014	50,136,986	49,863,014
	Discretionary corporate fund-LBAMCOL maximizer	9,568,907	6,200,280	9,568,907	6,200,280
		1,055,556,450	**914,676,573**	**617,568,032**	**758,081,022**
21	**Commission, exchange and brokerage income**				
	See accounting policy in note (2.35.8)				
	Brokerage commission	594,681,519	484,503,670	-	-
	Underwriting commission	410,000	300,000	-	-
		595,091,519	**484,803,670**	-	-
22	**Other operational income**				
	See accounting policy in note (2.35.6), (2.35.7), (2.35.8), (2.35.9), (2.22.6) and (2.36)				
	Fees and documentations				
	Portfolio and issue management fees	2,770,264	5,759,928	-	-
	Membership fees of credit card	58,237,350	58,858,150	58,237,350	58,858,150
	Other income from credit card	88,717,773	90,798,317	88,717,773	90,798,317
	Fees and documentations (Note-22.1)	321,179,160	327,229,785	321,179,160	327,229,785
		470,904,547	**482,646,179**	**468,134,283**	**476,886,252**
	Others				
	Advertisement	182,939,869	167,626,128	-	-
	Circulation	15,372,773	15,534,561	-	-
	Late payment charge-factoring	1,137,778	1,814,244	1,137,778	1,814,244
	Corporate advisory fees	5,652,409	8,835,954	-	-
	Foreign exchange gain/(loss)	12,721	15,245	12,721	15,245
	Income from CDBL	21,048,433	16,091,685	-	-
	Income from unit fund operation	17,885,277	18,510,609	-	-
	Income from IPM fund operation	6,056,751	6,026,220	-	-
	Miscellaneous	9,332,796	8,618,464	668,602	286,558
	Office space rent	2,394,025	1,340,861	-	-
	Write off recovery	50,063,116	36,912,104	50,063,116	36,912,104
	Profit on sale of fixed asset	2,907,945	649,897,492	996,822	649,820,493
	Redemption income against mortgage property	324,400	1,015,570	324,400	1,015,570
	Selling agent fees	340,959	-	340,959	-
	Sponsorship	26,653,588	26,172,317	-	-
	Management fees	-	-	5,000,000	5,000,000
	Round Table Conference	2,005,000	798,000	-	-
		344,127,840	**959,209,454**	**58,544,398**	**694,864,215**
		815,032,387	**1,441,855,633**	**526,678,681**	**1,171,750,466**
22.1	**Fees and documentations**				
	Lending finance				
	Lease finance	833,401	850,779	833,401	850,779
	Revolving credit -secured	2,000	34,435	2,000	34,435
	Short term loan	420,039	801,086	420,039	801,086
	Term loan	3,368,021	3,409,685	3,368,021	3,409,685
	Work order finance	336,304	401,174	336,304	401,174
	Auto loan	6,654,460	7,192,837	6,654,460	7,192,837
	Credit card	245,543,328	233,918,771	245,543,328	233,918,771
	Home loan	5,813,324	9,749,128	5,813,324	9,749,128
	Personal loan	2,820,408	3,506,550	2,820,408	3,506,550
	CMSME finance	36,273,753	44,007,011	36,273,753	44,007,011
	Emerging and commercial	18,914,120	23,358,329	18,914,120	23,358,329
		321,179,160	**327,229,785**	**321,179,160**	**327,229,785**

M.J. Abedin & Co. Chartered Accountants

		LankaBangla Group		LankaBangla Finance PLC	
		December 2024	December 2023	December 2024	December 2023
		Taka	Taka	Taka	Taka
23	**Salary and allowances** See accounting policy in note (2.37.1) and (2.38)				
	Salary and allowances	1,155,780,377	1,062,211,257	750,989,343	701,688,985
	Provident fund contribution	45,963,611	41,939,488	28,988,274	26,039,779
	Gratuity fund	67,849,761	46,149,581	41,106,194	34,765,806
	Festival bonus	57,420,209	56,255,791	57,420,209	56,255,791
	Business performance incentive	41,471,565	53,454,596	33,025,230	44,772,084
		1,368,485,522	1,260,010,713	911,529,250	863,522,445
24	**Rent, taxes, insurance, electricity etc.** See accounting policy in note (2.37)				
	* Office rent	46,163,109	27,461,348	42,924,320	27,461,348
	Insurance premium	19,925,024	17,716,156	11,974,750	10,114,912
	Electricity	28,009,287	26,127,391	16,502,937	15,617,430
		94,097,421	71,304,896	71,402,007	53,193,691

*As adoption of IFRS 16, Office rent expense has been charged through depreciation of Right of Use Assets and Interest on Lease liability (disclosed in note 18.1). Some short term leases has not been recognized as asset and liability as per IFRS 16 rather charged as expenses as per IFRS 16.

25	**Legal and professional fees** See accounting policy in note (2.37)	52,346,904	61,141,532	48,508,825	51,688,667
26	**Postage, stamp, telecommunication etc.** See accounting policy in note (2.37)				
	Postage and courier	2,532,036	1,594,285	2,061,656	1,162,940
	Stamp charges	4,035,384	3,261,603	4,013,424	3,232,828
	Telephone bill	21,384,021	19,371,732	15,839,092	13,625,557
		27,951,440	24,227,620	21,914,171	18,021,325
27	**Stationery, printing, advertisement** See accounting policy in note (2.37)				
	Printing and stationery	21,009,034	25,708,293	14,953,997	19,870,236
	Advertisement	19,813,693	36,621,801	17,503,018	33,098,134
		40,822,727	62,330,093	32,457,015	52,968,369
28	**Managing director's salary and allowance** See accounting policy in note (2.37.1) and (2.38)				
	Salary and allowances	10,360,321	13,340,000	10,360,321	13,340,000
	Provident fund contribution	-	311,226	-	311,226
	Gratuity fund	-	258,822	-	258,822
		10,360,321	13,910,048	10,360,321	13,910,048
29	**Directors' fees and expenses** See accounting policy in note (2.37)				
	Board meeting and audit committee attendance fees	3,584,000	2,922,200	1,869,100	836,600
	Other financial benefits	-	-	-	-
		3,584,000	2,922,200	1,869,100	836,600
30	**Auditors' fees** See accounting policy in note (2.37)	1,371,750	1,312,750	690,000	690,000
31	**Repairs, maintenance and depreciation** See accounting policy in note (2.22.3) and (2.37)				
	Repairs and maintenance	6,049,065	6,776,262	3,569,444	5,645,866
	Software maintenance	104,810,832	86,514,323	93,898,699	66,056,380
	Depreciation and amortization	371,341,204	304,354,175	244,775,759	192,773,675
		482,201,101	397,644,760	342,243,902	264,475,921

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	LankaBangla Group		LankaBangla Finance PLC	
	December 2024	December 2023	December 2024	December 2023
	Taka	Taka	Taka	Taka

32 Other expenses

See accounting policy in note (2.37)

Bank charges	9,032,690	7,480,185	5,105,519	3,363,483
Business promotion	99,076,240	112,813,950	86,761,062	103,348,701
CDBL fee	29,345,803	23,529,222	3,450	766,567
Certification fee	4,207,525	2,564,040	4,207,525	2,564,040
CIB Charge	3,852,643	4,405,558	3,852,643	4,405,558
Commission of bank guarantee	6,150,046	4,687,130	-	-
Commission on mobile banking transaction	221	605,323	221	605,323
Computer accessories	1,607,242	588,606	1,592,008	581,706
Contact point verification fee	2,366,015	3,100,960	2,366,015	3,100,960
Conveyance	12,110,639	9,897,671	11,839,017	9,606,683
Cost of Newspaper, P. S Plates & Polyester film	28,156,223	31,309,496	-	-
Credit card accessories	8,915,645	4,979,737	8,915,645	4,979,737
Cleaning and security services	32,604,711	30,953,107	31,224,454	30,953,107
Donation and miscellaneous expenses	790,000	1,083,651	-	935,608
Educational expense reimbursements	104,723	495,131	78,891	474,658
Entertainment	20,072,477	17,015,080	8,507,797	6,305,882
Excise duty	7,520,117	8,227,798	6,998,817	7,608,298
Factory overhead	147,160,774	131,987,902	-	-
Fair and conference	539,270	628,900	-	-
Fuel expense	3,697,154	3,999,562	2,337,052	2,395,769
HR event	2,370,812	1,180,440	2,370,812	1,180,440
Internet and e-mail	32,544,310	30,854,515	22,075,284	20,652,181
IT Security Service	3,823,194	2,426,108	3,823,194	2,426,108
Laga charges	49,119,783	39,103,095	-	-
Contribution to workers' profit participation fund	-	4,215,991	-	4,215,991
LB foundation	1,058,660	2,757,974	-	1,716,642
Loss on sales of fixed asset	52,098	191,844	-	98
Lease liability- Office premises	17,417,003	25,684,229	7,406,919	12,296,612
Marketing expenses	4,062,046	2,547,619	4,062,046	2,547,619
Master Card Consolidated Billing System charges (MCBS)	51,081,962	40,882,988	51,081,962	40,882,988
Master Card-Stand By Letter of Credit issuance charge (SBLC)	6,555,166	8,280,521	6,555,166	8,280,521
Meeting expense	128,724	96,412	128,724	96,412
Membership and regulatory fees	9,792,754	8,077,976	4,890,667	4,816,486
Networking charge	602,419	505,123	-	-
News paper and periodicals	547,558	627,443	249,799	314,803
Office maintenance	56,772,360	53,159,163	35,629,949	29,657,544
OMS Expense	14,791,000	9,560,000	-	-
Other expense	223,236	300,526	-	-
Other operational expenses credit card	8,878,827	12,970,414	8,878,827	12,970,414
Recovery commission	2,200,411	725,568	2,200,411	725,568
Recruitment expense	221,865	407,181	221,865	407,181
Selling & distribution expenses	19,249,025	17,258,307	-	-
SMS service charge	9,551,455	8,798,631	9,551,455	8,798,631
Staff welfare	2,250	5,859	2,250	5,859
Subscription	5,030,267	4,572,787	-	-
Training	7,505,720	10,642,142	6,221,375	9,499,637
Travelling	46,498,491	45,979,558	39,414,152	39,370,366
Vehicle maintenance/registration	68,465,855	62,859,965	32,017,997	31,464,756
Water and sewerage bill	3,003,745	2,772,642	1,841,690	1,735,500
	840,649,042	**803,359,896**	**412,729,659**	**421,509,192**

During the year 2024, the company shows a profit of taka 7.69 crore (Solo basis) with short provision of taka 426.50 crore. For that, no provision has been charged for WPPF and LB Foundation. However, the subsidiary companies have been charged adequate provision according to policy approved by the board.

33 Provisions for loans, investments and off-balance sheet exposures and other assets

See accounting policy in note (2.28)

Provisions for leases and loans	**621,805,432**	**763,460,665**	**620,006,432**	**793,794,974**
General provision	943,667,601	464,547,570	941,868,601	494,881,879
Specific provision	(321,862,168)	298,913,095	(321,862,168)	298,913,095
Provision for margin loan	(6,159,803)	(1,888,145)	-	-
Provision for diminution in value of investments	260,506,761	49,807,926	145,333,843	39,211,958
General provision for Off-Balance Sheet Exposure	(184,282)	73,480	(184,282)	73,480
Provision for other assets	29,700,000	1,797,718	-	3,297,718
	905,668,108	**813,251,643**	**765,155,993**	**836,378,130**

34 Provision for tax made during the year

See accounting policy in note (2.39)

Current tax expense:

Current income tax charge	409,984,909	357,443,402	209,498,757	242,506,407
Adjustment in respect of current income tax of prior year	-	-	-	-
	409,984,909	357,443,402	209,498,757	242,506,407

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	LankaBangla Group		LankaBangla Finance PLC	
	December 2024	December 2023	December 2024	December 2023
	Taka	Taka	Taka	Taka
Deferred tax expense/(income):				
Origination and reversal of temporary difference	(15,010,319)	1,920,229	-	-
Changes in tax rate	-	-	-	-
	(15,010,319)	1,920,229	-	-
Income tax expense reported in profit and loss account	**394,974,591**	**359,363,631**	**209,498,757**	**242,506,407**

34.1 Reconciliation of current income tax charge

	Taxable Income or Gross receipts	
Taxable Income or Gross receipts	-	-
Applicable tax rate*	37.50%	37.50%
Income tax charge as per applicable tax rate	-	-
Reduction in tax rate	-	-
Factors affecting the tax charge for current period:		
Tax on reduced tax rates for dividend income	32,220,852	24,774,163
Tax on reduced tax rates for capital gain	3,276,823	217,732,244
Additional tax charge for minimum tax under section 163	174,001,082	-
Changes in estimates related to prior period	-	-
	209,498,757	**242,506,406**

*LankaBangla Finance PLC provided for current tax expense as per Section 163 of the Finance Act 2023.

**The Group's tax charge is the accumulation of tax charged separately in individual financial statements of the Group companies.

35 Earnings Per Share (EPS)

See accounting policy in note (2.41)

Earning attributable to ordinary shareholders	273,557,915	377,512,436	76,856,494	169,947,529
Weighted number of shares outstanding (Note - 35.1)	538,838,623	538,838,623	538,838,623	538,838,623
Basic earnings per share	**0.51**	**0.70**	**0.14**	**0.32**

35.1 Outstanding number of shares for the period ended 31 December 2024

Weighted number of shares outstanding	538,838,623	538,838,623	538,838,623	538,838,623
	538,838,623	**538,838,623**	**538,838,623**	**538,838,623**

36 Net asset value per share- (NAV)

Net asset value	9,874,197,828	10,138,882,800	7,101,602,518	9,499,836,877
Weighted number of shares outstanding (Note - 35.1)	538,838,623	538,838,623	538,838,623	538,838,623
	18.32	**18.82**	**13.18**	**17.63**

37 Net Operating Cash Flows Per Share - (NOCFPS)

Net cash flows/(used in) from operating activities	896,493,272	653,246,821	163,480,560	(374,489,876)
Weighted number of shares outstanding (Note - 35.1)	538,838,623	538,838,623	538,838,623	538,838,623
	1.66	**1.21**	**0.30**	**(0.69)**

37.1 Reconciliation of net profit before tax with net cash flows from operating activities

The following reconciliation has been provided as per No. BSEC/CMRRCD/2006-158/208/Admin/81 Dated : 20 June 2018

Profit before tax	**683,909,049**	**752,126,080**	**286,355,251**	**412,453,936**
Adjustments:				
Depreciation and amortization	383,369,558	313,320,769	244,775,759	192,773,675
(Gain)/Loss on sale of fixed assets	(2,855,846)	(649,705,648)	(996,822)	(649,820,396)
Provision for loans, leases and advances & investments	905,668,108	813,251,643	765,155,993	836,378,130
Interest Income from Treasury bill and Bond	(345,688,477)	(119,929,127)	(321,936,417)	(117,394,825)
Revaluation gain/(loss) from Investment property	-	-	-	-
Foreign exchange (gain)/loss	(12,721)	(15,245)	(12,721)	(15,245)
	1,624,389,670	**1,109,048,471**	**973,341,043**	**674,375,275**
Increase/(decrease) in operating assets & liabilities				
Loans and advances to customers	756,957,383	(787,593,329)	244,752,217	(714,831,556)
Other assets	(119,036,453)	(158,495,882)	(106,470,674)	(138,689,065)
Deposits from customers and others	(353,748,132)	(685,352,624)	(187,148,111)	(1,214,948,505)
Other liabilities	(423,536,624)	1,550,178,466	(339,399,065)	1,265,387,186
	1,485,025,844	**1,027,785,103**	**585,075,409**	**(128,706,664)**
Income tax paid	(588,532,572)	(374,538,281)	(421,594,849)	(245,783,212)
Net Cash flows from/(used in) Operating Activities	**896,493,272**	**653,246,821**	**163,480,560**	**(374,489,876)**

38. Segment report

38.1. Basis for segmentation

The Group has the following four strategic divisions, which are reportable segments. These divisions offer different products and services, and are managed separately based on the Group's management and internal reporting structure.

Reportable Segments	Operations
Core Financing Business	Fees based services include Credit Card Membership Fees, Loan processing fees etc. Fund based services include Lease Finance, Term Finance, Real Estate Finance, Hire Purchase, Credit Card Operation, CMSME, Auto loan, Personal Loan, Emerging and Commercial, Syndication Finance, Revolving Credit, Loan against Deposit, and Staff Loan etc.
Brokerage Business	Act as a member of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited to carry on the business of brokers or dealers in stocks, shares and securities, commercial papers, bonds, debentures, debentures stocks, foreign currencies, treasury bills and/or any financial instruments.
Investment Business	Trading, margin loan and corporate finance activities
Asset Management Business	Fund management activities

The Group's Management Committee reviews internal management reports from each segment at least monthly.

38.2 Information about reportable segments

Information related to each reportable segment is set out below. Segment profit before tax, as included in internal management reports reviewed by the Group's management committee, is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to the other entities that operate within the same industries. Inter-segment pricing is determined on an arm's length basis.

Amount in Taka

Particulars	For the year ended 31 December 2024				
	Core Financing Business	Brokerage Business	Investment Business	Asset Management Business	Consolidated
Revenue from external customers					
Interest revenue	8,268,691,772	357,620,437	46,148,269	1,561,123	8,674,021,600
Revenue from investment	617,568,032	170,264,415	320,519,202	5,645,716	1,113,997,364
Commission, exchange and brokerage income	-	590,941,471	4,150,048	-	595,091,519
Other operational income	526,678,681	264,008,557	10,696,470	18,961,679	820,345,387
Total revenue from external customers	**9,412,938,485**	**1,382,834,879**	**381,513,988**	**26,168,518**	**11,203,455,869**
Revenues from transactions with other operating segments of the same entity :					
Interest revenue	-	-	19,137,079	9,096,667	28,233,746
Revenue from investment	-	-	14,926,896	11,697,558	31,816,460
Other operational income	-	-	-	5,000,000	5,000,000
Total revenues from transactions with other operating segments of the same entity	-	-	**34,063,975**	**25,794,225**	**1,417,287**
Total segment revenue	**9,412,938,485**	**1,382,834,879**	**415,577,963**	**51,962,743**	**11,204,873,156**
Interest expenses					
Segment interest expenses	6,452,864,792	175,389,779	-	-	6,628,254,571
Expenses from transactions with other operating segments of the same entity	54,858,200	-	-	-	55,655,118
Total segment interest expenses	**6,507,722,992**	**175,389,779**	-	-	**6,683,909,689**
Operating expenses					
Segment operating expenses	1,759,807,373	963,455,729	60,660,597	37,651,780	2,821,575,478
Expenses from transactions with other operating segments of the same entity	-	-	-	5,000,000	5,000,000
Total segment operating expenses	**1,759,807,373**	**963,455,729**	**60,660,597**	**42,651,780**	**2,826,575,478**
Depreciation and amortization	**93,898,699**	**10,156,131**	**193,200**	**562,802**	**104,810,832**
Net operating income	**1,051,509,421**	**233,833,240**	**354,724,166**	**8,748,160**	**1,589,577,156**
Material non-cash items other than depreciation and amortisation					
Provisions for loans, investments and other assets	719,785,508	6,159,803	124,700,000	67,342,403	905,668,108
Profit before tax and reserve	**331,723,913**	**239,993,043**	**230,024,166**	**(58,594,243)**	**683,909,048**
Provision for tax made during the period	209,498,757	139,746,496	56,544,669	4,194,988	409,984,909
Deferred tax (expense)/ Income	-	(14,865,418)	358,612.44	(503,513)	(15,010,319)
	209,498,757	**124,881,077**	**56,903,282**	**3,691,475**	**394,974,591**
Net profit after tax	**122,225,156**	**115,111,965**	**173,120,885**	**(62,285,718)**	**288,934,457**
Total segment assets	82,421,994,392	11,584,139,154	3,077,989,367	1,102,975,135	98,187,098,047
Inter segmental assets	6,401,156,151	-	368,118,592	848,854,759	7,618,129,502
Net segment assets	**76,020,838,241**	**11,584,139,154**	**2,709,870,774**	**254,120,376**	**90,568,968,545**
Amount of addition to non-current fixed assets	595,349,166	179,286,850	12,441,643.57	7,861,392.10	794,939,051
Segment capital employed	7,101,602,519	5,790,799,980	1,214,083,924	540,543,621	14,647,030,044
Segment liability	73,573,504,012	5,786,586,856	433,888,041	559,450,239	80,353,429,149
Inter segmental liabilities	1,746,887,859	6,752,319	1,430,017,402	2,981,275	3,186,638,854
Total segmental liability	**82,421,994,390**	**11,584,139,155**	**3,077,989,367**	**1,102,975,135**	**98,187,098,047**

Amount in Taka

Particulars	For the year ended 31 December 2023				
	Core Financing Business	Brokerage Business	Investment Business	Asset Management Business	Consolidated
Revenue from external customers					
Interest revenue	6,485,415,940	447,441,320	37,696,624	1,274,224	6,971,828,107
Revenue from investment	758,081,022	99,692,060	59,661,649	20,289,344	937,724,076
Commission, exchange and brokerage income	-	480,021,880	4,781,790	-	484,803,670
Other operational income	1,171,750,466	239,550,265	15,749,093	19,541,309	1,446,591,133
Total revenue from external customers	**8,415,247,428**	**1,266,705,525**	**117,889,156**	**41,104,877**	**9,840,946,986**
Revenues from transactions with other operating segments of the same entity :					
Interest revenue	-	-	21,594,539	5,559,896	27,154,435
Revenue from investment	-	-	8,932,257	11,704,470	8,932,257
Other operational income	-	-	-	5,000,000	5,000,000
Total revenues from transactions with other operating segments of the same entity	-	-	**30,526,796**	**22,264,366**	**41,086,692**
Total segment revenue	**8,415,247,428**	**1,266,705,525**	**148,415,952**	**63,369,243**	**9,882,033,678**
Interest expenses					
Segment interest expenses	5,378,192,808	195,672,972	752,619	687,581	5,575,305,982
Revenues from transactions with other operating segments of the same entity	59,702,907	-	-	-	59,353,613
Total segment interest expenses	**5,437,895,715**	**195,672,972**	**752,619**	**687,581**	**5,634,659,595**
Operating expenses					
Segment operating expenses	1,662,463,266	833,568,481	60,926,078	33,524,214	2,590,482,039
Inter segment operation expenses	-	-	-	5,000,000	5,000,000
Total segment operation expenses	**1,662,463,266**	**833,568,481**	**60,926,078**	**38,524,214**	**2,595,482,039**
Depreciation and amortization	**66,056,380**	**19,651,367**	**239,400**	**567,176**	**86,514,323**
Net operating income	**1,248,832,066**	**217,812,705**	**86,497,855**	**23,590,272**	**1,565,377,722**
Material non-cash items other than depreciation and amortisation					
Provision for leases, loans and advances / investments	806,043,821	(1,888,145)	3,500,000	5,595,968	813,251,643
Profit before tax and reserve	**442,788,246**	**219,700,850**	**82,997,855**	**17,994,304**	**752,126,079**
Provision for tax made during the period	242,506,407	101,955,548	8,476,102	4,505,344	357,443,402
Deferred tax (expense)/ Income	-	2,857,628	- 1,207,196	269,797.14	1,920,229
	242,506,407	**104,813,176**	**7,268,907**	**4,775,141**	**359,363,631**
Net profit after tax	**200,281,839**	**114,887,675**	**75,728,948**	**13,219,163**	**392,762,449**
Total segment assets	87,476,193,456	11,869,211,016	2,834,334,612	1,187,540,732	103,367,279,816
Inter segmental assets	1,034,905,695	-	6,902,913	14,469	1,041,823,076
Net segment assets	**86,441,287,761**	**11,869,211,016**	**2,827,431,700**	**1,187,526,263**	**102,325,456,740**
Amount of addition to non-current assets	636,340,651	301,910,853	12,518,742	12,207,100	962,977,347
Segment capital employed	9,499,836,876	5,742,294,945	1,040,963,040	602,829,339	16,885,924,200
Segment liability	74,656,356,579	5,087,807,464	1,793,371,573	584,711,393	82,122,247,009
Inter segmental liabilities	3,320,000,000	1,039,108,607	-	-	4,359,108,607
Total segmental liability	**87,476,193,456**	**11,869,211,016**	**2,834,334,612**	**1,187,540,732**	**103,367,279,816**

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39. Group subsidiaries

39.1 List of significant subsidiaries

The table below provides details of the significant subsidiaries of the Group

Sl.	Name	Place of business	Ownership Interest
1	LankaBangla Securities PLC	Bangladesh	86.8911843%
2	LankaBangla Investments Limited	Bangladesh	99.9999975%
3	LankaBangla Asset Management Company Limited	Bangladesh	99.9998943%
4	LankaBangla Information System Limited	Bangladesh	86.7174019%
5	BizBangla Media Limited	Bangladesh	83.9589734%

39.2 Financial support given to structured entities

All the transactions with or among the subsidiaries are arms length transactions and are properly disclosed in the related party disclosure **(Note-40)**. Other than those no other financial support has been given to any of the subsidiaries during the year December 2024.

39.3 Significant restrictions

The Group does not have any significant restrictions on its ability to access or use its assets and settle its liabilities other than those resulting from the supervisory framework within which financial subsidiaries operate. The regulatory frameworks require financial organizations to keep certain level of regulatory capital and liquid assets, limit their exposure to other parts of the Group and comply with other ratios.

39.4 Non-controlling interest (NCI) in subsidiaries

Name	% of NCI	Profit allocated to NCI	
		December 2024	December 2023
		Taka	Taka
LankaBangla Securities PLC	13.1088157%	13,739,007	13,689,873
LankaBangla Investments Limited	0.0000025%	4	2
LankaBangla Asset Management Company Limited	0.0001057%	(66)	(411)
LankaBangla Information System Limited	13.2825981%	73,975	106,496
BizBangla Media Limited	16.0410266%	1,563,624	1,454,055
Total		**15,376,543**	**15,250,014**

40. Related party disclosure

i) Names of the Directors along with list of entities in which they have interest are stated below:

Sl. #	Name of Director	Status in LankaBangla Finance PLC	Name of the firms/companies having interest as proprietor, partner, director, managing agent, guarantor, employee etc.	
1	Mr. Mohammad Abdul Moyeen	Chairman	1	Tropica Garments Ltd.
			2	WAC Logistics Limited
			3	Wings Ocean Freight Limited
			4	Standard Paper Products Limited
			5	Swift Logistics Services Limited
			6	The M & M Limited
			7	STS Capital Limited
			8	SG Logistics (Pvt.) Limited
			9	Wings Tours and Travels Limited
			10	CLS Logistics Limited
			11	Cross Freight Lines Limited
			12	Orchid Aviation Limited
			13	STS Holdings Limited
			14	Global Aviation Services Limited
			15	Global Ground Services
			16	Wings Express Limited
			17	Origin Solutions Limited
			18	Freight Options Limited
			19	BizBangla Media Limited
			20	Bengal Meat Processing Industries Limited
			21	Datafort Limited
			22	Wings Aviation Limited
			23	APS Logistics International Limited
			24	Innoweb Limited
			25	First Forwarding Limited
			26	ANYESHAN Limited
			27	Expo Holdings (BD) Limited
			28	AVS Cargo Management Services Ltd.
			29	ZENOV BPO Ltd.
			30	Rajshai Agro Fisheries Complex (Pvt.) Ltd
			31	LankaBangla Information System Limited
			32	Aeroness International Ltd.
			33	Meat Products Limited
			34	Bangal Meat Distribution Limited
			35	Bengal Cattle Breeding & Fattenning Farms Limited
			36	Bengal Goat Breeding Farms Limited
			37	Uniworld Logistics Limited
			38	Air Line Cargo Resources Ltd.
			39	Air Lines Services Ltd.
			40	Allied Aviation Bangladesh Limited
			41	Arrow Aviation Limited
			42	Cargo Center Limited
			43	Colloid Enterprises Limited
			44	Expo Express Services Limited
			45	Expo Freight Limited
			46	InfoSapex Limited
			47	Joules Power Limited

Sl. #	Name of Director	Status in LankaBangla Finance PLC	Name of the firms/companies having interest as proprietor, partner, director, managing agent, guarantor, employee etc.	
			48	Technaf Solartech Energy Limited
			49	Voytech Limited
			50	Wings Spence Aviation Limited
			51	Wings Travels Limited
			52	Forseti Logistics Ltd.
			53	Sigma Powertech Ltd.
2	**Mr. Don Ajanta de Vas Gunasekara** (Representing Sampath Bank PLC)	**Director**	Sampath Centre Limited	
3	**Mrs. Aneesha Mahial Kundanmal**	**Director**	1	Royal Park Residence Hotel
4	**Mr. Md. Monzur Mofiz** (Representing ONE Bank PLC)	**Director**	N/A	
5	**Mr. Abrar Anam Chowdhury**	**Director**	N/A	
6	**Mr. Md. Fakhrul Alam**	**Independent Director**	LankaBangla Securities PLC, LankaBangla Investments PLC & LankaBangla Asset Management Limited	
7	**Mr. Ahmad Ahsanul Munir**	**Independent Director**	N/A	

ii)	Significant contracts where Company is a party and wherein Directors have interest during the year 2024	NIL

iii)	Shares issued to Directors and Executives without consideration or exercisable at a discount	NIL

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iv) **Related party transactions**

The company in normal course of business has entered into transactions with other individuals/entities that fall within definition of related party contained in International Accounting Standards-24 (Related Party Disclosures) as noted below:

SL No.	Name of Related Party	Relationship	% of Holding	Outstanding 01.01.2024	Amount of transaction during the year 2024		Outstanding 31.12.2024	Nature of Transaction	Outstanding balance present in note
					Debit	Credit			
1	Colloid Enterprises Limited	Concern related to Directors	-	15,981,578	396,203	1,628,127	17,213,503	TDR	11.1
2	Global Aviation Services Limited	Concern related to Directors	-	16,000,000	1,710,000	1,710,000	16,000,000	TDR	11.1
3	WAC Logistics Limited.	Concern related to Directors	-	51,700,000	57,618,518	5,918,518	-	TDR	11.1
4	Wings Tours and Travels Limited	Concern related to Directors	-	5,406,612	5,865,108	5,051,416	4,592,920	TDR	11.1
5	One Bank Limited	Concern related to Directors	-	1,201,554,167	2,926,871,143	2,645,316,976	920,000,000	TDR	11.1
6	LankaBangla Investment Limited	Subsidiary Company	99.99	157,923,126	28,550,196	140,272,290	269,645,220	TDR	11.1
7	LankaBangla Asset Management Limited	Subsidiary Company		61,778,751	32,258,778	87,136,704	116,656,677	TDR	11.1
8	LankaBangla Finance Limited-PF	Provident Fund of LBFL	-	317,174,844	46,169,113	27,748,139	298,753,870	TDR	11.1
9	LankaBangla Finance Limited-GF	Gratuity Fund of LBFL	-	91,501,358	916,388	8,463,876	99,048,846	TDR	11.1
10	One Bank Limited	Concern related to Directors	-	633,115,880	18,721,245,872	19,303,327,821	51,033,931	Interest, non-interest-bearing bank balance	5.1 &5.2
11	One Bank Limited	Concern related to Directors	-	107,969,384	-	107,969,384	-	FDR	5.3
12	One Bank Limited	Concern related to Directors	-	1,180,000,000	-	260,000,000	920,000,000	Bond	6
13	LankaBangla Investment Limited	Subsidiary Company	99.99	90,734,341	36,900,000	6,553,159	60,387,500	Subordinate bond	10.1.6
14	LankaBangla Investment Limited	Subsidiary Company	99.99	127,248,982	56,000,000	8,265,403	79,514,385	Zero coupon bond	10.1.5
15	LankaBangla Asset Management Company Limited	Subsidiary Company	99.99	172,695,048	76,000,000	11,217,333	107,912,380	Zero coupon bond	10.1.5
17	LankaBangla Investment Limited	Subsidiary Company	99.99	1,516,715,450	50,000	90,000,000	2,524,020,539	Term loan	7.1.1
18	LankaBangla Securities Limited	Subsidiary Company	86.89	688,919,183			688,919,183	Equity Investment at cost	9 & 16A
19	LankaBangla Asset Management Company Limited	Subsidiary Company	99.99	945,950,000			945,950,000	Equity Investment at cost	9 & 16A
20	LankaBangla Investment Limited	Subsidiary Company	99.99	2,404,999,940			2,404,999,940	Equity Investment at cost	9 & 16A
21	LankaBangla Securities Limited	Subsidiary Company	86.89		5,313,000	5,313,000	-	Lease of office premises	8.1.4.2, 10.1 & 23

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v)	Disclosure of transaction regarding Directors and their related concerns	Disclosed above (iv)

vi)	Lease agreement made with the Ex-Sponsor Director and Existing Depositor Director	NIL

vii)	Investment in the Securities of Directors and their related concern	NIL

41. Audit committee disclosures

As per clause number 3 (Ka) of Bangladesh Bank DFIM Circular No. 13 dated October 26, 2011 and clause number 2.2(b) of "Corporate Governance Code" Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated June 3, 2018 of Bangladesh Securities and Exchange Commission (BSEC) Audit Committee of LankaBangla Finance PLC (LBFPLC) was re-constituted through Board Circular No. 12/2024 dated 14 October 2024.

Sl. #	Name of Member	Status in the Organization	Status in the Committee	Educational Qualification
1	Mr. Ahmad Ahsanul Munir	Independent Director	Chairman	MBA from Indiana University, Fort Wayne, USA.
2	Mr. Md. Monzur Mofiz	Director	Member	Graduated from Bangladesh University of Engineering and Technology (BUET) in Civil Engineering and completed MBA with major in Finance from the Institute of Business Administration (IBA), University of Dhaka
3	Mr. Md. Fakhrul Alam	Independent Director	Member	MBA from Institute of Business Administration (IBA) of Dhaka University

The Company Secretary acts as Secretary of the Audit committee of the Board.

During the year 2024, the Audit Committee conducted 5 (five) meetings in which, among other things, the following issues were reviewed/discussed:

a) The integrity of the financial statements of LBFPLC and its subsidiaries;
b) The Company's external auditors' qualifications and independence,
c) Performance and effectiveness of the Company's internal and external audits,
d) Internal controls and the measurement of operational risk,
e) Compliance by the Company with legal and regulatory requirements.
f) Examine any matter relating to the financial and other connected issues to the Company.
g) Monitor all internal and external audit and Bangladesh Bank's inspection program.
h) Review the efficiency of internal control systems and procedures, in place.
i) Review the quality of accounting policies and their adherence to statutory and regulatory compliance.
j) Review the Company's annual report and accounts and interim financial statements prepared for disclosure, before submission to the Board.
k) Ensure that a well-managed sound financial reporting system is in place to provide timely reliable information to the Board of Directors, regulatory authorities, management and all other stakeholders.
l) Ensure Company's policies are firmly committed to the highest standards of good corporate governance practices and operations conform to the highest ethical standards and in the best interests of all stakeholders.

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42. Impact of inflation and changing prices

Financial Institutions are affected differently by inflation than those of industrial ventures. While industrial and manufacturing companies generally have significant investments in inventories and fixed assets, financial institutions ordinarily do not have such investment. As a result, financial institutions are generally in a better position than industrial ventures to respond to inflationary trends by monitoring the spread between interest cost and interest income yields through adjustments of maturities and interest rates of assets and liabilities.

Financial statements presented herein have been prepared in accordance with International Accounting Standards and International Financial Reporting Standards as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), which required the measurement of the financial position and operating results in terms of historical costs. However, in some cases, particular IAS/IFRS specifically suggests to measure some assets/liabilities at fair value. Such as IFRS 9 requires equity investments to be measured at fair value.

43. Others Disclosure

a) Reasons for significant variances in Net Profit after Tax

Consolidated Net Profit after tax for the year 2024 was BDT 288.93 million, which was 26% lower than that of 2023 (BDT 392.76 million). Reasons for the changes in profitability are as follows:

Name of the Company	YTD Dec 2024	YTD Dec 2023	Y-O-Y Growth		Major factors for variances in net profit after tax.
			Amount	%	
LankaBangla Finance PLC (LBF PLC)	76,856,494	169,947,530	(93,091,035)	(55%)	Net interest income increased by BDT 701,151,944 during the year 2024 compared to 2023. The primary reason behind this variance is the higher yield rate and better asset quality. Interest income on loan portfolio by BDT 1,783,275,832 is increased in 2024 compared to 2023. On the other hand due to higher cost of fund and higher dollar rate total interest expense including foreign loan increased by BDT 1,082,123,888 in the year 2024 compared to 2023.
					Income from investment has reduced by BDT 140,512,990 during 2024 compared to 2023. Here the primary reason behind this variance is bearish capital market, for that income from investment in share (Capital gain) decreased by BDT 378,676,949 in 2024 compared to 2023. Other operational income has decreased by BDT 645,071,785 in 2024 compared to the previous year. In the year 2023, there was a capital gain of BDT 64.5 crore from sale of building.
					Total operating expenses of LBF PLC increased by BDT 112,887,991 during 2024 compared to 2023. The reason behind this variance is the increase of repairs, maintenance and depreciation of fixed asset, Salary and allowances and Rent, taxes, insurance, electricity etc. Provision for current tax is decreased by BDT 33,007,650 in 2024

					compared to the previous year due to decrease taxable income.
					Provisions for loans, investments and other assets of LBF PLC released by BDT 173,788,542 during the year 2024 compared to 2023 due to short provision against classified loans. On the other hand, provision for diminution in value of investments increased by BDT 106,121,885 during 2024 compared to 2023 due to bearish capital market.
LankaBangla Securities Limited (LBSL)	115,111,966	114,887,674	224,291	0.20%	As overall daily turnover in stock exchanges increased, LBS PLC's main source of income "Brokerage Commission" increased by BDT 110,919,591 in YTD December 2024 compared to 2023.
					Net interest income of LBS PLC decreased by BDT 69,537,690 in the year 2024 in comparison to 2023 where debit balance of share trading clients contributed vastly.
					Income from investment of LBS PLC increased by BDT 70,572,354 in the year 2024 compared to 2023. The primary reason behind this variance is dividend income. Alongside revenue from the print media business contributed positively to an increase in other operational income of BDT 24,458,292 in the year 2024 compared to 2023.
					In the year 2024, operating expenses increased BDT 120,392,012 due to adjustment of inflation. As income is increased, relevant income tax expense has been increased by BDT 20,067,901 in the year 2024 compared to 2023.
LankaBangla Investment Limited (LBIL)	173,120,885	75,728,948	97,391,936	129%	Net interest income of LBIL increased by BDT 6,746,805 in the year 2024 compared to 2023 due to increase of Interest on margin loan-non-discretionary.
					Income from investment of LBIL increased by BDT 266,852,191. Here dividend income and income from investment in share (Capital gain) are the main reason. Alongside, Commission, Exchange and Brokerage Income decreased by BDT 5,684,365 and other related operational income also decreased by BDT 5,052,623 in the year 2024 compared to 2023 with major contributions from Portfolio and issue management fees, Brokerage and Underwriting commission.
					Operational expenses decreased by BDT 311,681 during YTD December 2024 compared to 2023. Here legal and professional fees contribute vastly. Provision for current tax is

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					increased by BDT 49,634,375 in 2024 compared to the previous year due to increase taxable income.
LankaBangla Assets Management Company Limited (LBAMCL)	(62,285,718)	(388,941,132)	326,655,415	(84%)	Net income from investment decreased by BDT 14,650,540. On the other hand, there was a decrease in other operational income by BDT 579,630 in the year 2024 compared to 2023.
					Net interest income increased by BDT 4,511,251 due to increase of Interest on Term Deposit Receipt (TDR)
					As income is decreased, relevant income tax expense has been decreased by BDT 1,083,666 in the year 2024 compared to 2023.
Intra Company Dividend	(58,440,914)	(11,704,470)	(46,736,444)	399%	In 2024 LBF PLC earned of BDT 55,513,546 and LBAMCL earned of BDT 2,927,368, total of BDT 58,440,914 as cash dividend from LankaBangla Securities PLC which was eliminated in consolidation and in 2023 there was also a cash dividend for BDT 11,704,470 from LBS PLC for LBF PLC and LBAMCL.
Intra Company provision elimination	45,370,485	432,494,604	(387,124,120)	(90%)	Elimination of provision in inter group investments in shares and loan.
Effect of Intra-Company Right of Use Asset & Lease Liability	(798,741)	349,293	(1,148,034)	(329%)	Effect of Intra-Group elimination for IFRS 16
Consolidated Net Profit After Tax	**288,934,457**	**392,762,449**	**(103,827,990)**	**(26%)**	**Overall, consolidated net profit after tax for the year ended 31 December 2024 was 26 % lower compared to the year ended December 2023.**

b) Variances in other parameters Consolidated

Earnings per share	0.51	0.70	(0.19)	(28%)	Consolidated EPS is decreased by 0.19 basis points from 0.70 in YTD 2023 to 0.51 in YTD 2024. Mainly due to a decline in other operational income and increase of overall operating expenses and tax provision.
Net Operating Cash Flows Per Share - (NOCFPS)	1.66	1.21	0.45	37%	Consolidated Net Operating Cash Flows Per Share (NOCFPS) is increased from 1.21 in 2023 to 1.66 in the year of 2024. Overall operating cash flows increased by BDT 243,246,451 during 2024 compared to 2023 mainly due to settlement and recovery of loans.
Net asset value per share- (NAV)	18.32	18.82	(0.49)	(3%)	Consolidated NAV decreased by 3% from 18.82 in 2023 to 18.32 in the year 2024 due to distribute 10% cash dividend from retained earnings in the year 2024.

c) Board meeting and directors' remuneration

Each director is entitled to receive Tk. 10,000 for attending each Board Meeting. No other remuneration or special payment was made to the directors for attending the Board Meetings or otherwise during the year ended December 2024. Nothing is due from any director of the Company as on the date of closing the accounts. During year under audit nine meetings of Board of Directors were held. Details are as under:

Sl. No.	Meeting No.	Date of Meeting	Number of presences
1	149th Board meeting	12 February 2024	6
2	150th Board meeting	14 May 2024	6
3	151st Board meeting	27 June 2024	7
4	152nd Board meeting	12 August 2024	6
5	153rd Board meeting	25 August 2024	7
6	154th Board meeting	24 September 2024	6
7	155th Board meeting	24 October 2024	5
8	156th Board meeting	3 December 2024	6
9	157th Board meeting	24 December 2024	5

Notes:

- Directors who could not attend meetings were granted leave of absence by the Board.

d) Meeting and directors' remuneration

i) Executive Committee (EC) meeting and directors' remuneration

Each director is entitled to receive Tk. 10,000 for attending each meeting of the Executive Committee. No other remuneration or special payment was made to the directors for attending the meetings or otherwise during the year ended December 2024. During the year under audit four meetings of the Executive Committee were held. Details are as under:

Sl. No.	Meeting No.	Date of Meeting	Number of presences
1	117th EC meeting	1 April 2024	4
2	118th EC meeting	19 May 2024	5
3	119th EC meeting	8 October 2024	4
4	120th EC meeting	25 November 2024	4

Notes:

- Directors who could not attend meetings were granted leave of absence.

ii) Audit Committee meeting and directors' remuneration

Each director is entitled to receive Tk. 10,000 for attending each meeting of the Audit Committee. No other remuneration or special payment was made to the directors for attending the meetings or otherwise during the year ended December 2024. During the year under audit five meetings of Audit Committee were held. Details are as under:

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Sl. No.	Meeting No.	Date of Meeting	Number of presences
1	77th Audit Committee meeting	25 January 2024	3
2	78th Audit Committee meeting	12 May 2024	3
3	79th Audit Committee meeting	11 August 2024	3
4	80th Audit Committee meeting	29 August 2024	3
5	81st Audit Committee meeting	23 October 2024	3

Notes:

- Directors who could not attend meetings were granted leave of absence.
-

e) Dividend Distribution Policy

This Dividend Distribution Policy has been prepared in line with the company's medium and long-term strategies, investment and financial plans, the state of the country's economy and the industry keeping the balance between the expectations of the shareholders and the needs of the Company into consideration. The Board of Directors of LankaBangla Finance PLC understands the importance of shareholders' confidence and trust in the Company. In order to preserve the same with transparency and to ensure that there is no conflict of interest or any apprehension in the minds of its shareholders, the Board of the Company, has adopted the Dividend Distribution Policy in accordance with directive no. BSEC/CMRRCD/2021-386/03 dated 14 January 2021 issued by Bangladesh Securities & Exchange Commission (BSEC).

Authority

This Policy has been adopted by the Board of LankaBangla Finance PLC in its 128th meeting held on March 10, 2021. The Policy will be reviewed by the Board as and when required.

Dividend Distribution

LBFPLC will distribute the approved dividend complying with guidelines of Bangladesh Securities Exchange Commission dated 14 January 2021 and any other guideline issued by the relevant regulator(s).

- LBF PLC shall pay dividend to the shareholders within 30 days of approval;
- LBF PLC shall pay cash dividend to the shareholders through bank accounts or through stock broker or merchant bank in case of margin clients or through security custodian in case of non-resident shareholders;
- After payment of dividend and issuance of tax certificate, all shareholders will be notified through SMS or email regarding payment of dividend;
- LBF PLC shall maintain detailed information of unpaid or unclaimed dividend and to disclose the summary in the annual report. A separate line item named "Unclaimed Dividend" will be inserted in the quarterly/ annual financial statements;
- LBF PLC shall publish in its website annual summary of unpaid or unclaimed dividend. Any unpaid or unclaimed dividend (including interest thereon after adjusting relevant bank charges) shall be transferred to a separate bank account within 1 year of approval of the dividend;

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- LBF PLC shall credit stock dividend directly to the BO account within 30 days of approval. LBFPLC shall maintain a Suspense BO account for unclaimed stock dividend and send at least 3 reminders to shareholders, where applicable;
- Any unpaid or unclaimed dividend (including interest thereon after adjusting relevant bank charges) for a period of 3 years from approval shall be transferred to the Fund as may be prescribed by BSEC;
- If any stock dividend remains unclaimed or unsettled for 3 years from approval, such shares shall be transferred in dematerialized form to the BO account of the Fund to be established by BSEC; and
- After transferring of unclaimed cash or stock dividend to the Fund, if any claim arises from any shareholders, LBFPLC shall within 15 days of receiving such claim inform the Fund Manager about such claim after making necessary verification.

Review of the policy:

This policy will be reviewed by the Board as and when required to ensure that it meets the objectives of the relevant regulation and needs of the Company and remains effective.

f) Event after the Reporting Period

Dividend Information

The Board of Director in its 160nd Meeting held on 31 August 2024 has recommended no dividend to the shareholders.

g) Claim against company not acknowledged as debt

There were no claims against the Company which required to be acknowledged as debt at 31 December 2024.

h) Capital expenditure commitment

There was no other material capital expenditure authorized by the Board but not contracted for as on 31 December 2024.

i) Foreign remittances

During the year 2024, the company remitted **USD 205,900.99, AUD 773.00 (Total in BDT 26,021,485.66)** against Various Technical Service Fees, Foreign Shareholders and services provider.

Sl #	Purpose	Paid to	USD*	AUD*	BDT
01.	Dividend Payment	Sampath Bank PLC	127,994.56	-	15,384,947.20
02.	Dividend Payment	Mr. Tahsinul Huque, USA	46,284.43	-	6,724,070.35
03.	Membership Renewal Fee	APNIC Pty Ltd.	-	773.00	95,752.51
04	Annual Maintenance Charge (AMC)	IFS Research & Development Pvt. Ltd.	31,622	-	5,003,316.25
Total			**205,900.99**	**773.00**	**26,021,485.66**

*USD=United States Dollar; *AUD=Austrian Dollar

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j) Number of Employees

The number of employees including contractual engaged for the whole year or part there of who received a total yearly remuneration of tk. 36,000 or above were 892 which was 810 on 31 December 2023.

k) Financial highlights

Key financial highlights of the Company are annexed as "**Annexure-C**".

l) Interim financial statements

LankaBangla Finance PLC published its quarterly interim financial statements as requirement of the Bangladesh Securities and Exchange Commission and as per IAS 34 "Interim Financial Reporting".

Interim Reporting Period	Publication Date
January to March (1st quarter)	12 August 2024
January to June (Half Year ended)	12 August 2024
January to September (3rd quarter ended)	24 October 2024

m) Numerical presentation

Figures shown in the accounts have been rounded off to the nearest Taka. Previous period figures have been re-arranged where necessary to conform to the current period's presentation.

n) General

i) All shares have been fully called up and paid up.
ii) Company Balances shown in the accounts are duly reconciled.
iii) No amount was spent by the Company for compensating any members of the board for special services rendered during the year.

Mohammad Abdul Moyeen **Chairman**	**Shabbir Ahmed** **Director**	**Ahmad Ahsanul Munir** **Director**
Humaira Azam **Managing Director**	**Masum Ali** **Company Secretary**	**Shamim Al Mamun, FCA** **Chief Financial Officer**

Dhaka,
14 October 2025

M.J. Abedin & Co. Chartered Accountants MJA

Annexure -A

LankaBangla Finance PLC and its Subsidiaries
Consolidated Fixed Assets Schedule
As at 31 December 2024

Amount in Taka

Particulars	COST				DEPRECIATION					Written down value
	Balance as at 01.01.2024	Addition during the year	Sales/Transfer/ Adjustment during the year	Balance as at 31.12.2024	Rate %	Balance as at 01.01.2024	Charged during the year	Adjustment during the year	Balance as at 31.12.2024	as at 31.12.2024
I. Freeholds assets										
Land	-			-		-			-	-
Building	724,305,707	-	-	724,305,707	2.5	71,572,789	8,571,346	-	80,144,135	644,161,573
Furniture and Fittings	257,256,045	2,881,012	705,150	259,431,907	20	228,036,722	11,428,598	702,555	238,762,766	20,669,141
Office Equipment	246,637,145	17,925,064	2,866,065	261,696,143	20	198,614,703	16,386,488	2,813,939	212,187,252	49,508,892
IT Equipment	839,961,977	99,893,421	22,063,653	917,791,744	33.33	473,722,005	177,807,900	21,896,783	629,633,122	288,158,622
Office Renovation	135,552,795	4,078,784	-	139,631,579	20	96,787,102	11,900,367	-	108,687,469	30,944,110
Motor Vehicles	46,590,057	4,464,000	4,444,990	46,609,067	20	31,081,313	5,450,586	4,444,989	32,086,910	14,522,157
	2,250,303,724	**129,242,280**	**30,079,858**	**2,349,466,146**		**1,099,814,633**	**231,545,286**	**29,858,266**	**1,301,501,653**	**1,047,964,494**
II. Intangible assets										
Goodwill	-	-	-	-	-	-	-	-	-	-
System Software	438,106,468	39,007,642	-	477,114,110	25	291,778,611	54,470,249	-	346,248,859	130,865,251
	438,106,468	**39,007,642**	**-**	**477,114,110**		**291,778,611**	**54,470,249**	**-**	**346,248,859**	**130,865,252**
IV. Right of Use Assets										
Motor Vehicle	37,529,909	-	4,900,000	32,629,909	20	32,947,047	1,490,028	4,900,000	29,537,075	3,092,833
Office premises	451,839,579	22,951,930	35,480,489	439,311,020	Equal Monthly Lease period	257,337,134	95,863,996	35,414,004	317,787,126	121,523,895
	489,369,488	**22,951,930**	**40,380,489**	**471,940,929**		**290,284,181**	**97,354,024**	**40,314,004**	**347,324,201**	**124,616,728**
Total	**3,177,779,680**	**191,201,852**	**70,460,347**	**3,298,521,186**		**1,681,877,425**	**383,369,558**	**70,172,270**	**1,995,074,713**	**1,303,446,474**

As at 31 December 2023

Particulars	COST				DEPRECIATION					Written down value
	Balance as at 01.01.2023	Addition during	Sales/Transfer/ Adjustment during the year	Balance as at 31.12.2023	Rate %	Balance as at 01.01.2023	Charged during the year	Adjustment during the year	Balance as at 31.12.2023	as at 31.12.2023
I. Freeholds assets										
Land	-			-		-			-	-
Building	724,305,707	-	-	724,305,707	2.5	63,001,442	8,571,347	-	71,572,789	652,732,919
Furniture and Fittings	253,252,272	4,876,213	872,440	257,256,045	20	212,600,938	16,277,311	841,527	228,036,722	29,219,322
Office Equipment	235,793,333	18,011,474	7,167,662	246,637,145	20	188,730,402	16,867,462	6,983,161	198,614,703	48,022,442
IT Equipment	567,235,251	295,255,524	22,528,799	839,961,977	33.33	414,763,060	81,488,654	22,529,709	473,722,005	366,239,972
Office Renovation	118,628,986	16,923,809	-	135,552,795	20	84,258,208	12,528,894	-	96,787,102	38,765,693
Motor Vehicles	44,740,057	3,000,000	1,150,000	46,590,057	20	27,581,080	4,650,233	1,150,000	31,081,313	15,508,744
	1,943,955,606	**338,067,019**	**31,718,901**	**2,250,303,724**		**990,935,130**	**140,383,900**	**31,504,397**	**1,099,814,633**	**1,150,489,091**
II. Intangible assets										
Goodwill	-	-	-	-	-	-	-	-	-	-
System Software	386,648,840	55,820,129	4,362,500	438,106,468	25	232,831,665	63,309,445	4,362,500	291,778,611	146,327,858
	386,648,840	**55,820,129**	**4,362,500**	**438,106,468**		**232,831,665**	**63,309,445**	**4,362,500**	**291,778,611**	**146,327,858**
IV. Right of Use Assets										
Motor Vehicle	37,529,909	-	-	37,529,909	20	31,374,405	1,572,642	-	32,947,047	4,582,861
Office premises	485,617,205	20,552,817	54,330,443	451,839,579	Equal Monthly Lease period	203,156,803	108,054,781	53,874,450	257,337,134	194,502,445
	523,147,114	**20,552,817**	**54,330,443**	**489,369,488**		**234,531,208**	**109,627,423**	**53,874,450**	**290,284,181**	**199,085,307**
Total	**2,853,751,559**	**414,439,965**	**90,411,844**	**3,177,779,680**		**1,458,298,003**	**313,320,769**	**89,741,346**	**1,681,877,425**	**1,495,902,256**

Gains or losses on sale of fixed assets have been disclosed in the Note. 21 & Note. 31.

Annexure-B

LankaBangla Finance PLC
Schedule of Fixed Assets
As at 31 December 2024

Amount in Taka

Particulars	COST				DEPRECIATION					Written down value as at 31.12.2024
	Balance as at 01.01.2024	Addition during the year	Sales/Transfer/ Adjustment during the year	Balance as at 31.12.2024	Rate %	Balance as at 01.01.2024	Charged/Impaired during the year	Adjustment during the year	Balance as at 31.12.2024	
I. Freeholds assets										
Land	-	-	-	-		-	-	-	-	-
Furniture & Fittings	218,280,485	818,308	705,150	218,393,643	20	203,667,233	8,592,101	702,555	211,556,779	6,836,864
Office Equipment	91,123,763	3,097,340	2,041,530	92,179,572	20	85,597,043	2,929,291	2,041,530	86,484,804	5,694,768
IT Equipment	644,233,264	83,593,289	21,889,654	705,936,899	33.33	329,617,057	148,693,889	21,872,616	456,438,330	249,498,569
Motor Vehicles	17,552,935	549,000	2,644,990	15,456,945	20	17,459,318	86,906	2,644,990	14,901,234	555,711
	971,190,447	**88,057,936**	**27,281,324**	**1,031,967,059**		**636,340,651**	**160,302,187**	**27,261,691**	**769,381,147**	**262,585,912**
II. Intangible assets										
Systems and Software	400,061,768	11,943,450	-	412,005,218	12.50-25.00	269,241,171	43,597,784	-	312,838,955	99,166,263
	400,061,768	**11,943,450**	-	**412,005,218**		**269,241,171**	**43,597,784**	-	**312,838,955**	**99,166,263**
III. Leaseholds assets										
Motor Vehicles	28,101,000		4,900,000	23,201,000	20	25,233,098	1,147,036	4,900,000	21,480,134	1,720,866
Office premises	230,045,038		7,531,557	222,513,481	Equal Monthly Lease period	155,331,076	39,728,752	7,531,557	187,528,271	34,985,211
	258,146,038	-	**12,431,557**	**245,714,481**		**180,564,173**	**40,875,788**	**12,431,557**	**209,008,404**	**36,706,077**
Total	**1,629,398,253**	**100,001,386**	**39,712,881**	**1,689,686,758**		**1,086,145,995**	**244,775,759**	**39,693,248**	**1,291,228,506**	**398,458,252**

As at 31 December 2023

Amount in Taka

Particulars	COST				DEPRECIATION					Written down value as at 31.12.2023
	Balance as at 01.01.2023	Addition during the year	Sales/Transfer/ Adjustment during the year	Balance as at 31.12.2023	Rate %	Balance as at 01.01.2023	Charged/Impaired during the year	Adjustment during the year	Balance as at 31.12.2023	
I. Freeholds assets										
Land	-	-	-	-		-	-	-	-	-
Furniture & Fittings	217,818,523	1,192,921	730,959	218,280,485	20	191,329,989	13,067,271	730,027	203,667,233	14,613,251
Office Equipment	93,457,581	1,241,484	3,575,302	91,123,763	20	84,666,813	4,503,199	3,572,969	85,597,043	5,526,719
IT Equipment	374,085,422	292,676,641	22,528,799	644,233,264	33.33	271,346,790	80,799,976	22,529,709	329,617,057	314,616,207
Motor Vehicles	18,552,935	-	1,000,000	17,552,935	20	18,389,440	69,878	1,000,000	17,459,318	93,617
	703,914,461	**295,111,045**	**27,835,060**	**971,190,447**		**565,733,032**	**98,440,324**	**27,832,705**	**636,340,651**	**334,849,796**
II. Intangible assets										
Systems and Software	385,688,314	14,373,454	-	400,061,768	25	226,828,124	42,413,046	-	269,241,171	130,820,597
	385,688,314	**14,373,454**	-	**400,061,768**		**226,828,124**	**42,413,046**	-	**269,241,171**	**130,820,597**
III. Leaseholds assets										
Motor Vehicles	28,101,000	-	-	28,101,000	20	24,089,196	1,143,902	-	25,233,098	2,867,902
Office premises	277,715,438	-	47,670,400	230,045,038		152,225,073	50,776,403	**47,670,400**	155,331,076	74,713,962
	305,816,438	-	**47,670,400**	**258,146,038**		**176,314,269**	**51,920,305**	**47,670,400**	**180,564,173**	**77,581,865**
Total	**1,395,419,213**	**309,484,499**	**75,505,460**	**1,629,398,253**		**968,875,425**	**192,773,675**	**75,503,104**	**1,086,145,995**	**543,252,258**

Gains or losses on sale of fixed assets have been disclosed in the Note. 21 & Note. 31.

Annexure-C

Highlights

(As per Bangladesh Bank guidelines)

Amount in taka (million)

Sl #	Key indicators	LankaBangla Group		LankaBangla Finance PLC	
		2024	2023	2024	2023
1	Paid-up capital	5,388.39	5,388.39	5,388.39	5,388.39
2	Total capital	11,570.55	12,451.75	7,128.00	9,713.72
3	Capital surplus	5,690.93	4,910.11	1,599.69	2,850.98
4	Total assets	90,568.97	94,855.44	82,421.99	87,476.19
5	Total deposits	41,868.31	42,222.06	42,254.61	42,441.76
6	Total loans, advances and leases	63,513.28	65,353.46	61,495.19	61,719.19
7	Total contingent liabilities and commitments	22.07	40.50	22.07	40.50
8	Credit deposit ratio	1.52	1.55	1.46	1.45
9	Percentage of classified loans against total loans, advances and leases	13.30%	7.00%	13.74%	7.41%
10	Profit after tax and provision	288.93	392.76	76.86	169.95
11	Amount of classified loans during current period	8,446.39	4,575.95	8,446.39	4,575.95
12	Provisions kept against classified loans	1,198.78	2,098.45	1,198.78	2,098.45
13	Provision surplus against classified loan	-	-	-	-
14	Cost of fund	10.99%	8.63%	10.99%	8.63%
15	Interest earnings assets	74,675	77,474	70,440	71,713
16	Non-interest earnings assets	15,893.66	17,381.53	11,981.88	15,763.06
17	Return on investment (ROI)	0.34%	0.46%	0.10%	0.21%
18	Return on assets (ROA)	0.31%	0.42%	0.09%	0.20%
19	Income from investment	1,055.56	914.68	617.57	758.08
20	Earnings Per Share (EPS)	0.51	0.70	0.14	0.32
21	Net income per share	0.51	0.70	0.14	0.32
22	Market price per share	17.60	26.00	17.60	26.00
23	Price earnings (PE) ratio	34.67	37.11	123.39	82.44

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