

IDLC FINANCE PLC.
Declaration by CEO and CFO

Date: July 18, 2024

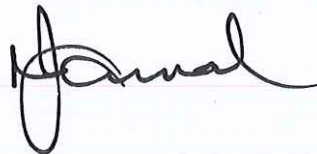
The Board of Directors
IDLC Finance PLC.
Bay's Galleria (1st Floor)
57 Gulshan Avenue
Dhaka.

Subject: Declaration on Financial Statements for the period ended on June 30, 2024

Dear Sirs,

Pursuant to the condition No. 1(5) (xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80, dated June 03, 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

- (1) The Financial Statements of IDLC Finance PLC. for the period ended on June 30, 2024 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
- (5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and



(6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that:

(i) We have reviewed the financial statements for the period ended on June 30, 2024 and that to the best of our knowledge and belief:

(a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

(b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.

(ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the period which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,



(M. Jamal Uddin)
CEO & Managing Director

Date: July 18, 2024



(Masud Karim Majumder)
Chief Financial Officer (CFO)

Date: July 18, 2024



IDLC Finance PLC.

Financial Statements

As at and for the period ended June 30, 2024

IDLC Finance PLC. and its Subsidiaries
Consolidated Balance Sheet (Un-audited) as at June 30, 2024

	Note	30.06.2024 BDT	31.12.2023 BDT
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	420,000	420,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,738,674,334	1,298,197,218
		1,739,094,334	1,298,617,218
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	18,676,968,192	16,482,645,389
Outside Bangladesh	4(b)	-	-
		18,676,968,192	16,482,645,389
Money at call and short notice	5	-	500,000,000
Investments	6		
Government		4,427,865,890	4,796,439,173
Others		5,380,754,990	4,992,741,845
		9,808,620,880	9,789,181,018
Loans, advances and leases	7		
Loans, cash credit, overdraft etc.		115,987,049,801	115,656,328,366
Bills purchased and discounted		-	-
		115,987,049,801	115,656,328,366
Fixed assets including land, building, furniture and fixtures	8(c)	1,430,288,131	1,431,003,501
Other assets	9	2,246,529,106	2,220,914,596
Non-banking assets		-	-
Total Assets		149,888,550,444	147,378,690,089
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	29,990,204,589	32,251,864,181
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		83,642,018,908	80,465,410,270
Bearer certificate of deposits		-	-
Other deposits		3,353,517,618	3,159,627,264
		86,995,536,526	83,625,037,535
Other liabilities	12	13,774,197,819	12,502,160,138
Total Liabilities		130,759,938,935	128,379,061,854
Capital/Shareholders' equity			
Paid-up capital	13	4,156,984,840	4,156,984,840
Share premium	14	1,260,585,930	1,260,585,930
Statutory reserves	15	3,808,756,195	3,808,756,195
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves	16 (a)	500,000,000	500,000,000
Capital reserves	16 (b)	253,928,032	211,351,296
Retained earnings		8,148,352,829	8,061,946,330
Total Equity attributable to equity holders of the company		19,128,607,826	18,999,624,591
Non-controlling interest		3,683	3,644
Total Liabilities and Shareholders' equity		149,888,550,444	147,378,690,089

	Note	30.06.2024	31.12.2023
		BDT	BDT
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		32,126,400	32,126,400
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		782,126,400	782,126,400
Other commitments			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Un-drawn note issuance and revolving underwriting facilities		-	-
Un-drawn formal standby facilities, credit lines		-	-
Un-disbursed contracted loans and leases		-	-
		-	-
Total Off-Balance Sheet items including contingent liabilities		782,126,400	782,126,400
Net Assets Value (NAV) per share	35	46.02	45.71

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these consolidated financial statements.

<u>Sd/-</u> Director	<u>Sd/-</u> Director	<u>Sd/-</u> Director
<u>Sd/-</u> CEO & Managing Director	<u>Sd/-</u> Chief Financial Officer	<u>Sd/-</u> Company Secretary

This is the consolidated balance sheet referred to in our separate report of even date.

Dhaka, July 18, 2024

IDLC Finance PLC. and its Subsidiaries
Consolidated Profit and Loss Account (Un-audited) for the period ended June 30, 2024

	Note	Jan- Jun'24 BDT	Jan- Jun'23 BDT	Apr to Jun'24	Apr to Jun'23
Interest income	19	7,014,872,202	6,100,859,369	3,672,618,472	3,108,958,706
Interest on deposits and borrowings etc.	20	(4,458,856,196)	(3,632,761,849)	(2,395,253,437)	(1,904,108,698)
Net interest income		2,556,016,006	2,468,097,520	1,277,365,035	1,204,850,007
Investment income	21	266,962,940	115,326,417	158,607,430	56,723,859
Commission, exchange and brokerage	22	192,450,025	175,777,706	79,703,636	103,781,754
Other operating income	23	344,026,254	305,850,062	161,999,379	147,017,405
Total operating income		3,359,455,225	3,065,051,704	1,677,675,480	1,512,373,025
Salaries and allowances	24	944,329,471	940,695,473	458,255,275	475,242,103
Rent, taxes, insurance, electricity etc.	25	35,165,153	29,344,010	23,017,225	16,533,037
Legal expenses	26	11,433,598	11,640,358	5,518,936	5,718,610
Postage, stamp, telecommunication etc.	27	27,395,340	27,675,521	13,352,591	13,139,787
Stationery, printing, advertisements etc.	28	63,340,810	93,023,504	47,978,090	40,664,249
Managing Director's salary and benefits	29	7,592,335	7,550,002	4,317,334	4,020,000
Directors' fees	30	1,783,787	871,200	1,150,187	642,400
Auditors' fees	31	632,500	575,000	300,000	280,000
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	147,943,324	132,047,484	74,044,277	66,786,947
Other expenses	33	253,661,661	261,498,805	130,591,072	140,625,011
Total operating expenses		1,493,277,978	1,504,921,358	758,524,988	763,652,144
Profit before provision		1,866,177,247	1,560,130,346	919,150,492	748,720,881
Provision for loans and investments	12.6(ii)				
General provision		20,753,716	31,377,515	(4,683,286)	(1,179,461)
Specific provision		286,405,913	493,351,498	87,585,503	174,735,758
Provision for diminution in value of investments		136,203,584	(2,211,745)	55,093,840	(2,686,250)
Other provisions		-	-	-	-
Total provision		443,363,213	522,517,269	137,996,058	170,870,046
Total profit before taxation		1,422,814,033	1,037,613,077	781,154,434	577,850,835
Provision for taxation					
Current tax expense	12.2	675,860,827	313,862,448	390,549,831	198,245,814
Deferred tax expense/(income)	Annex B	(5,577,793)	1,666,562	(7,775,208)	1,610,686
		670,283,033	315,529,010	382,774,622	199,856,500
Net profit after taxation		752,531,000	722,084,067	398,379,812	377,994,335
Attributable to:					
Shareholders of the Company		752,530,961	722,084,017	398,379,796	377,994,310
Non-controlling interest		39	50	16	25
		752,531,000	722,084,067	398,379,812	377,994,335
Earnings Per Share (EPS)	34	1.81	1.74	0.96	0.91

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these consolidated financial statements.

Sd/-

Director

Sd/-

Director

Sd/-

Director

Sd/-

CEO & Managing Director

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

This is the consolidated profit & loss account referred to in our separate report of even date.

Dhaka, July 18, 2024

IDLC Finance PLC. and its Subsidiaries
Consolidated Cash Flow Statement (Un-audited)
For the period ended June 30, 2024

	30.06.2024	30.06.2023
	BDT	BDT
A) Cash flows from operating activities		
Interest received	6,819,128,470	6,055,096,906
Interest paid	(4,232,429,061)	(3,447,133,969)
Dividend received	75,776,544	52,536,523
Fees and commission received	192,450,025	175,777,706
Paid to employees and suppliers	(1,368,740,621)	(1,390,644,005)
Payment of income tax	(524,072,420)	(1,174,311,124)
Received from other operating activities	532,651,516	366,088,059
Cash generated from operating activities before changes in operating assets and liabilities	1,494,764,452	637,410,096
Increase/(decrease) in operating assets and liabilities		
Lease receivable	(162,717,387)	282,387,301
Long-term finance	(445,599,941)	(5,918,180,913)
Real estate finance	(237,284,549)	(847,034,610)
Car loan	(93,529,507)	(98,600,667)
Personal loan	5,797,437	8,884,362
Loan against deposit	(118,101,485)	(6,376,446)
Margin loan to portfolio investors	368,248,459	148,801,574
Short term finance	513,843,659	(707,692,524)
Other assets	8,751,101	(104,480,786)
Term and other deposits	3,370,498,992	3,153,703,994
Drawdown of term loans	4,991,118,584	8,775,958,772
Repayment of term loans	(7,786,778,175)	(4,510,872,540)
Net drawdown of short term loan	534,000,000	(1,310,000,000)
Payable and accrued expenses	286,067,031	(549,794,284)
Deferred liability-employee gratuity	4,673,479	34,937,220
Portfolio investors' fund	64,103,621	(75,864,934)
Deferred tax liability	494,456	(13,935,784)
Interest suspense account	33,982,221	101,631,058
	1,337,567,994	(1,636,529,207)
Net cash flows from/(used in) operating activities	2,832,332,446	(999,119,110)
B) Cash flows from investing activities		
Purchase of fixed assets	(62,483,830)	(53,329,852)
Disposal of fixed assets	5,591,321	5,131,181
Net proceeds of investment in securities	(19,439,862)	2,509,265,384
Net cash flows from/(used in) investing activities	(76,332,371)	2,461,066,713
C) Cash flows from financing activities		
Dividend paid	(621,200,157)	(620,494,195)
Net cash flows from/(used in) financing activities	(621,200,157)	(620,494,195)
D) Net increase/(decrease) in cash and cash equivalents (A+ B + C)	2,134,799,919	841,453,408
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year/period	18,281,262,607	29,770,042,590
G) Cash and cash equivalents at end of the year (D+E+F)	20,416,062,526	30,611,495,997
Cash and cash equivalents at end of the year/period		
Cash in hand (including foreign currencies) (Note-3.1)	420,000	440,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,738,674,334	2,575,457,078
Balance with other banks and financial institutions (Note-4)	18,676,968,192	27,835,598,919
Money at call and short notice (Note-5)	-	200,000,000
	20,416,062,526	30,611,495,997
Net operating cash flow per share (Note-36)	6.81	(2.40)

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these consolidated financial statements.

IDLC Finance PLC. and its Subsidiaries
Consolidated Statement of Changes in Equity (Un-audited)
for the period ended June 30, 2024

Particulars	Attributable to equity holders of the Company							Non-controlling interest BDT	Total equity BDT	
	Paid-up capital BDT	Share premium BDT	Statutory reserves BDT	General reserves BDT	Dividend equalisation reserves BDT	Capital reserves BDI	Retained earnings BDT			Total BDT
Balance at January 1, 2024	4,156,984,840	1,260,585,930	3,808,756,195	1,000,000,000	500,000,000	211,351,296	8,061,946,330	18,999,624,591	3,644	18,999,628,235
Changes in accounting policy	-	-	-	-	-	-	-	-	-	-
Restated balance	4,156,984,840	1,260,585,930	3,808,756,195	1,000,000,000	500,000,000	211,351,296	8,061,946,330	18,999,624,591	3,644	18,999,628,235
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	-	-
Net gain and losses not recognised in the profit and loss accounts	-	-	-	-	-	-	-	-	-	-
Net profit for the half yearly ended 2024	-	-	-	-	-	-	752,530,961	752,530,961	39	752,531,000
15% cash dividend (for 2023)	-	-	-	-	-	-	(623,547,726)	(623,547,726)	-	(623,547,726)
Appropriation to reserves	-	-	-	-	-	42,576,736	(42,576,736)	-	-	-
Balance at June 30, 2024	4,156,984,840	1,260,585,930	3,808,756,195	1,000,000,000	500,000,000	253,928,032	8,148,352,829	19,128,607,826	3,683	19,128,611,509
Balance at June 30, 2023	4,156,984,840	1,260,585,930	3,590,032,734	1,000,000,000	500,000,000	60,841,792	7,639,700,056	18,208,145,352	3,590	18,208,148,943

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these consolidated financial statements.

IDLC Finance PLC.
Balance Sheet (Un-audited) as at June 30, 2024

	Note	30.06.2024 BDT	31.12.2023 BDT
PROPERTY AND ASSETS			
Cash	3		
In hand (including foreign currencies)	3.1	325,000	325,000
Balance with Bangladesh Bank and its agent (including foreign currencies)	3.2	1,738,674,334	1,298,197,218
		1,738,999,334	1,298,522,218
Balance with other banks and financial institutions	4		
Inside Bangladesh	4(a)	17,620,066,239	15,432,552,420
Outside Bangladesh	4(b)	-	-
		17,620,066,239	15,432,552,420
Money at call and short notice	5	-	500,000,000
Investments	6		
Government		1,975,087,765	3,199,742,978
Others		2,178,322,853	2,116,407,760
		4,153,410,618	5,316,150,738
Loans, advances and leases	7		
Loans, cash credit, overdraft etc.		114,038,311,503	113,339,341,609
Bills purchased and discounted		-	-
		114,038,311,503	113,339,341,609
Fixed assets including land, building, furniture and fixtures	8(c)	1,334,307,044	1,341,759,332
Other assets	9	5,756,562,888	5,648,445,788
Non-banking assets		-	-
Total Assets		144,641,657,626	142,876,772,104
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	30,097,279,110	32,383,374,860
Deposits and other accounts	11		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits		84,820,739,704	82,401,917,639
Bearer certificate of deposits		-	-
Other deposits		3,353,517,618	3,159,627,264
		88,174,257,322	85,561,544,903
Other liabilities	12	11,550,567,959	10,309,229,957
Total Liabilities		129,822,104,391	128,254,149,720
Capital/Shareholders' equity			
Paid-up capital	13	4,156,984,840	4,156,984,840
Share premium	14	1,260,585,930	1,260,585,930
Statutory reserves	15	3,808,756,195	3,808,756,195
General reserves	16	1,000,000,000	1,000,000,000
Dividend equalisation reserves	16 (a)	500,000,000	500,000,000
Retained earnings		4,093,226,270	3,896,295,420
Total Equity		14,819,553,235	14,622,622,385
Total Liabilities and Shareholders' equity		144,641,657,626	142,876,772,104

	Note	30.06.2024 BDI	31.12.2023 BDI
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
	17.1		
Acceptances and endorsements		-	-
Letters of guarantee		32,126,400	32,126,400
Irrevocable letters of credit		-	-
Bills for collection		-	-
Indemnity bond		-	-
Corporate guarantee		750,000,000	750,000,000
		782,126,400	782,126,400
Other commitments			
Documentary credits and short term trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Un-drawn note issuance and revolving underwriting facilities		-	-
Un-drawn formal standby facilities, credit lines		-	-
Un-disbursed contracted loans and leases		-	-
		-	-
Total Off-Balance Sheet items including contingent liabilities		782,126,400	782,126,400
Net Assets Value (NAV) per share	35	35.65	35.18

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these financial statements.

<u>Sd/-</u> Director	<u>Sd/-</u> Director	<u>Sd/-</u> Director
<u>Sd/-</u> CEO & Managing Director	<u>Sd/-</u> Chief Financial Officer	<u>Sd/-</u> Company Secretary

This is the balance sheet referred to in our separate report of even date.

Dhaka, July 18, 2024

IDLC Finance PLC.
Profit and Loss Account (Un-audited) for the period ended June 30, 2024

	Note	Jan- Jun'24	Jan- Jun'23	Apr to Jun'24	Apr to Jun'23
		BDI	BDI		
Interest income/profit on investments	19	6,825,581,011	5,906,139,255	3,558,552,406	3,010,579,227
Interest paid/profit shared on deposits and borrowings etc.	20	(4,514,345,691)	(3,704,725,602)	(2,403,164,743)	(1,942,243,653)
Net interest income/profit on investments		2,311,235,320	2,201,413,653	1,155,387,663	1,068,335,574
Investment income	21	414,667,692	63,136,249	321,825,501	30,624,378
Commission, exchange and brokerage	22	950,000	5,698,836	850,000	5,698,836
Other operating income	23	336,893,070	301,985,174	165,410,885	144,293,397
Total operating income		3,063,746,082	2,572,233,912	1,643,474,049	1,248,952,185
Salaries and allowances	24	794,741,275	797,325,341	386,128,417	400,586,056
Rent, taxes, insurance, electricity etc.	25	27,615,180	23,342,621	18,514,963	13,279,597
Legal expenses	26	6,019,884	7,741,382	2,208,322	3,791,025
Postage, stamp, telecommunication etc.	27	24,227,283	24,526,302	11,778,014	11,507,984
Stationery, printing, advertisements etc.	28	56,233,711	88,547,450	42,841,381	38,575,539
Managing Director's salary and benefits	29	7,592,335	7,550,002	4,317,334	4,020,000
Directors' fees	30	1,337,187	580,800	879,587	431,200
Auditors' fees	31	460,000	402,500	230,000	201,250
Charges on loan losses		-	-	-	-
Depreciation and repair of Company's assets	32	123,889,328	109,157,786	61,883,133	55,250,534
Other expenses	33	222,569,516	230,053,735	117,281,451	124,576,370
Total operating expenses		1,264,685,699	1,289,227,919	646,062,603	652,219,555
Profit before provisions		1,799,060,383	1,283,005,993	997,411,446	596,732,630
Provision for loans and investments	12.6(ii)				
General provision		25,042,626	22,304,393	(7,007,465)	6,685,805
Specific provision		286,851,390	493,493,538	87,734,789	174,857,797
Provision for diminution in value of investments		100,170,837	6,934,384	44,156,506	744,058
Other provision		-	-	-	-
Total provision		412,064,853	522,732,315	124,883,829	182,287,660
Total profit before taxation		1,386,995,530	760,273,678	872,527,617	414,444,970
Provision for taxation					
Current tax expense	12.2	561,779,579	231,291,882	347,818,002	139,267,432
Deferred tax expense/(income)	Annex B	4,737,375	491,171	(686,662)	264,134
		566,516,954	231,783,054	347,131,340	139,531,566
Net profit after taxation		820,478,576	528,490,624	525,396,277	274,913,404
Retained surplus		820,478,576	528,490,624	525,396,277	274,913,404
Earnings Per Share (EPS)	34	1.97	1.27	1.26	0.66

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these financial statements.

Sd/-

Director

Sd/-

Director

Sd/-

Director

Sd/-

CEO & Managing Director

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

This is the profit & loss account referred to in our separate report of even date.

Dhaka, July 18, 2024

IDLC Finance PLC.
Cash Flow Statement (Un-audited) for the period ended June 30, 2024

	<u>30.06.2024</u>	<u>30.06.2023</u>
	<u>BDI</u>	<u>BDI</u>
A) Cash flows from operating activities		
Interest received	6,629,837,279	5,807,977,632
Interest paid	(4,287,918,556)	(3,519,097,722)
Dividend received	233,603,551	27,300,978
Fees and commission received	950,000	5,698,836
Paid to employees and suppliers	(1,160,796,393)	(1,194,663,205)
Payment of income tax	(428,485,351)	(1,094,988,747)
Received from other operating activities	515,420,786	394,475,466
Cash generated from operating activities before changes in operating assets and liabilities	1,502,611,316	426,703,238
Increase/(decrease) in operating assets and liabilities		
Lease receivable	(162,717,387)	282,387,301
Long-term finance	(445,599,941)	(5,918,180,913)
Real estate finance	(237,284,549)	(847,034,610)
Car loan	(93,529,507)	(98,600,667)
Personal loan	5,797,437	8,884,362
Loan against deposit	(118,101,485)	(6,376,446)
Short term finance	513,843,659	(707,692,524)
Other assets	(73,751,489)	(69,400,154)
Term and other deposits	2,612,712,419	3,496,430,782
Drawdown of term loans	4,966,682,425	8,753,471,144
Repayment of term loans	(7,786,778,175)	(4,510,872,540)
Net drawdown of short term loan	534,000,000	(1,310,000,000)
Payable and accrued expenses	387,324,883	(676,399,774)
Deferred tax liability	(3,323,648)	(11,020,191)
Interest suspense account	33,982,221	101,631,058
	138,011,445	(1,474,278,000)
Net cash flows from/(used in) operating activities	1,640,622,761	(1,047,574,762)
B) Cash flows from investing activities		
Purchase of fixed assets	(59,157,194)	(49,483,360)
Disposal of fixed assets	4,985,405	2,380,673
Net proceeds of investment in securities	1,162,740,120	2,608,261,317
Net cash flows from/(used in) investing activities	1,108,568,332	2,561,158,630
C) Cash flows from financing activities		
Dividend paid	(621,200,157)	(620,494,195)
Net cash flows from/(used in) financing activities	(621,200,157)	(620,494,195)
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)	2,127,990,935	893,089,673
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	17,231,074,638	27,696,061,084
G) Cash and cash equivalents at end of the year (D+E+F)	19,359,065,573	28,589,150,757
Cash and cash equivalents at end of the year/period		
Cash in hand (including foreign currencies) (Note-3.1)	325,000	345,000
Balance with Bangladesh Bank and its agent bank(s) (Note-3.2)	1,738,674,334	2,575,457,078
Balance with other banks and financial institutions (Note-4)	17,620,066,239	25,813,348,679
Money at call and short notice (Note-5)	-	200,000,000
	19,359,065,573	28,589,150,757
Net operating cash flow per share (Note-36)	3.95	(2.52)

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these financial statements.

IDLC Finance PLC.
Statement of Changes in Equity (Un-audited)
for the period ended June 30, 2024

<u>Particulars</u>	<u>Paid-up capital</u> BDT	<u>Share premium</u> BDT	<u>Statutory reserves</u> BDT	<u>General reserves</u> BDT	<u>Dividend equalisation reserves</u> BDT	<u>Retained earnings</u> BDT	<u>Total</u> BDT
Balance at January 1, 2024	4,156,984,840	1,260,585,930	3,808,756,195	1,000,000,000	500,000,000	3,896,295,420	14,622,622,385
Changes in accounting policy	-	-	-	-	-	-	-
Restated balance	4,156,984,840	1,260,585,930	3,808,756,195	1,000,000,000	500,000,000	3,896,295,420	14,622,622,385
Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-
Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-	-
Net gain and losses not recognised in the profit and loss accounts	-	-	-	-	-	-	-
Net profit for the half yearly ended 2024	-	-	-	-	-	820,478,576	820,478,576
15% cash dividend (for 2023)	-	-	-	-	-	(623,547,726)	(623,547,726)
Appropriation to reserve	-	-	-	-	-	-	-
Balance at June 30, 2024	4,156,984,840	1,260,585,930	3,808,756,195	1,000,000,000	500,000,000	4,093,226,270	14,819,553,235
Balance at June 30, 2023	4,156,984,840	1,260,585,930	3,590,032,734	1,000,000,000	500,000,000	3,549,892,202	14,057,495,705

The annexed notes from 1 to 37, annexure A, B and C form an integral part of these financial statements.

IDLC Finance Limited and its Subsidiaries
Notes to the consolidated and separate financial statements (Un-audited)
As at and for the period ended June 30, 2024

1. Company and its activities

1.1 Legal status and nature of the Company

IDLC Finance PLC. (The Company "IDLC") was incorporated in Bangladesh as a public limited company on May 23, 1985 under the Companies Act, 1913 in its earlier name of Industrial Development Leasing Company of Bangladesh Limited. The Company changed its name in August 2007. The registered office of the company is situated at Bay's Galleria (1st Floor), 57 Gulshan Avenue, Gulshan 1, Dhaka. The Company is registered as a Financial Institution under the Finance Company Act, 2023, governed by Bangladesh Bank (the Central Bank of Bangladesh). The Company went for public issue of its shares in 1993. Its shares are listed in both the Stock Exchanges in Bangladesh.

Bangladesh Bank vide their published gazette no. DFIM(L)/1053/12/2023-4133 dated December 12, 2023, has informed that the name of the Finance company 'IDLC Finance Limited' has been changed to 'IDLC Finance PLC.' with immediate effect.

1.2 Principal activities and nature of operation

When incorporated, the Company started with lease and term financing, as its core businesses. It expanded its activities into 'Short-Term Finance' (factoring of accounts receivable and work order financing) and 'Real Estate Finance' operations in 1997. It also started car loan and personal loan services to individuals in 2004 and 2007, respectively. Now, the company has evolved itself as multiproduct financial institution and holds a strong and diversified footing in Corporate, SME and Retail segments. Not only does IDLC provide diversified loan products to small business and women entrepreneur, they also provide home loans and affordable housing solutions. IDLC also provides loan solutions to corporate clients including providing green banking solutions. After COVID-19, to fulfill the market gap and spread financial inclusivity, IDLC also launched Digital Financing Solutions in 2021 through partnership with Bkash.

1.3 Subsidiary companies

1.3.1 IDLC Securities Limited (IDLC SL)

IDLC Securities Limited, a wholly owned subsidiary company (99.99%) of IDLC Finance Limited, was incorporated on April 19, 2006 as a private limited company under Companies Act, 1994. The Company had started its operation from September 2006. The main objective of the Company is to act as a member of stock exchanges to operate the Central Depository System (CDS) and to carry on the business of brokers, jobbers or dealers in stocks, shares, securities, commodities, commercial papers, bonds, obligations and debentures etc.

1.3.2 IDLC Investments Limited (IDLC IL)

As required by the Bangladesh Securities & Exchange Commission (BSEC), the Company formed a separate subsidiary (99.99%) on May 19, 2010 in the name and style of "IDLC Investments Limited" to transfer its merchant banking activities. As per Securities and Exchange Commission (Merchant Banker and Portfolio Manager) Rules, 1996, the services of issue management, portfolio management, underwriting of shares and securities advisory services fall under the purview of merchant banking operation. The Company obtained license from the Bangladesh Securities and Exchange Commission (BSEC) on August 02, 2011 and commenced its business on August 16, 2011.

1.3.3 IDLC Asset Management Limited (IDLC AML)

IDLC Asset Management Limited (IDLC AML), another wholly owned subsidiary company (99.99%) of IDLC Finance Limited, was incorporated on November 19, 2015 as a private limited company under Companies Act, 1994.

The main objective of the Company is to carry out the business of asset management, primarily, through launching and managing mutual funds to cater diverse needs of investors. Beside institutional fund management IDLC AML also facilitates alternative investments in terms of private equity and venture capital.

2. Basis of preparation and significant accounting policies

2.1 Statement of compliance

The consolidated financial statements and separate financial statements of the Company have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement which is stated at market value in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh, except the circumstances where local regulations differ, and the Financial Reporting Act 2015, the Companies Act, 1994, the Finance Company Act, 2023, Securities and Exchange Rules, 1987 & the (Listing) Regulations, 2015 of Dhaka & Chittagong Stock Exchanges and other applicable laws and regulations.

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

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-2.3 & Annexure-C.

However, this departure with IFRS has been made by following all of the relevant provisions of IAS-1 and the details disclosures are given in note-2.3 & Annexure-C by following the provision of Para 20 of IAS-1 (Presentation of Financial Statements).

2.2 Basis of measurement

This financial statements have been prepared based on International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) and 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.

2.3 Disclosure of deviations from few requirements of IAS/IFRS due to mandatory compliance with Bangladesh Bank's requirements

Bangladesh Bank (the local Central Bank) is the prime regulatory body for Financial Institutions in Bangladesh. Some requirements of Bangladesh Bank's rules and regulations contradict with those of financial instruments and general provision standards of IAS and IFRS. As such the company has departed from those contradictory requirements of IAS/IFRS in order to comply with the rules and regulations of Bangladesh Bank, which are disclosed in Annexure-C along with financial impact where applicable.

2.4 Date of authorisation

The Board of directors has authorised this financial statements for public issue on July 18, 2024.

2.5 Reporting

This half yearly financial report has been prepared based on International Accounting Standard (IAS) - 34: "Interim Financial Reporting". These interim financial statements should be read in conjunction with the published financial statement for the year ended December 31, 2023, as they provide an update to previously reported information.

2.6 Accounting policies and method of computations

Accounting policies and methods of computations followed in preparing this financial statement are consistent with those used in the annual financial statements, prepared and published for the year ended December 31, 2023.

2.7 Consolidation of operations of subsidiaries

The consolidation of the financial statements have been made after eliminating all material intra group transactions. The total profits of the Company and its subsidiaries are shown in the consolidated profit and loss account, with the proportion of profit after taxation pertaining to minority shareholders being deducted as 'non-controlling interest'.

2.8 Reclassifications

To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/restated/reclassified, whenever considered necessary, to conform to current period's presentation.

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
3 Cash				
3.1 Cash in hand (including foreign currencies)				
In local currency	325,000	325,000	420,000	420,000
In foreign currency	-	-	-	-
	325,000	325,000	420,000	420,000
3.2 Balance with Bangladesh Bank and its agent (including foreign currencies)				
In local currency	1,738,674,334	1,298,197,218	1,738,674,334	1,298,197,218
In foreign currency	-	-	-	-
	1,738,674,334	1,298,197,218	1,738,674,334	1,298,197,218
	1,738,999,334	1,298,522,218	1,739,094,334	1,298,617,218
4 Balance with other banks and financial institutions in Bangladesh				
4(a) Inside Bangladesh:				
Current deposits in local currency				
Woori Bank	1,007,030	1,007,030	1,007,030	1,007,030
Bank Al- Falah Limited	230,920	230,920	230,920	230,920
One Bank PLC.	-	-	145,683	91,765
Jamuna Bank PLC.	750,830	3,330	784,596	37,518
The City Bank PLC.	17,584,576	49,716,176	19,629,160	51,037,342
National Bank PLC.	1,199,899	849,916	1,199,899	849,916
Islami Bank Bangladesh PLC.	7,430,184	13,599,974	7,430,184	13,599,974
Bank Asia Limited	47,262,064	35,796,552	47,262,064	35,796,552
State Bank of India	41,824	41,824	41,824	41,824
Commercial Bank of Ceylon PLC.	9,115,749	1,694,593	10,130,150	1,748,353
NCC Bank PLC.	3,039,963	9,339,800	103,631,182	54,876,440
Citibank N.A.	12,961,058	1,979,056	12,961,058	1,979,056
Standard Chartered Bank	559,439,409	148,665,428	707,649,103	277,837,654
Mutual Trust Bank PLC.	2,705,034	5,227,200	2,705,034	5,227,200
Exim Bank Limited	50,791,703	1,659,639	50,791,703	1,659,639
Dutch Bangla Bank PLC.	39,743,593	33,260,622	39,743,593	33,260,622
BRAC Bank PLC.	12,115,926	57,501,794	648,584,823	73,155,809
Dhaka Bank PLC.	16,249,224	18,129,205	16,262,261	18,143,063
United Commercial Bank PLC.	40,799,097	11,408,223	40,799,097	11,408,223
Mercantile Bank PLC.	5,517,514	12,364,799	5,517,514	12,364,799
bKash Limited	44,646,016	47,711,189	44,646,016	47,711,189
Nagad	9,217	-	9,217	-
IDLC Investments Limited	20,940,774	1,157,881	-	-
	893,581,604	451,345,151	1,761,209,034	642,111,911
Short-term deposit accounts				
Prime Bank PLC.	4,361,879	16,109,818	4,361,879	16,109,818
The City Bank PLC.	594,021	133,061,696	2,393,551	150,192,738
BRAC Bank PLC.	-	-	-	411,746,109
Southeast Bank PLC.	9,639,628	22,997,069	9,639,628	22,997,069
Citibank N.A.	57,456,485	4,776,375	57,456,485	4,776,375
Standard Chartered Bank	69,888,027	170,053,559	70,001,061	170,524,081
Commercial Bank of Ceylon PLC.	23,856,678	25,624,947	23,856,678	25,624,947
One Bank PLC.	7,013,228	2,003,730,538	7,013,228	2,003,730,538
NCC Bank PLC.	11,322,547	11,227,687	12,268,506	11,423,262
Exim Bank Limited	6,741,187,222	1,527,394,427	6,843,708,363	1,856,320,901
NRB Bank Limited	1,309,705,007	819,099,575	1,309,705,007	819,099,575
Dhaka Bank PLC.	11,937,738	612,381,769	78,332,597	695,738,257
Standard Bank PLC.	9,287,244	148,674,348	9,287,244	148,674,348
Trust Bank Limited	3,399,413	24,012,321	3,399,413	24,012,321
United Commercial Bank PLC.	283,756	34,274,107	283,756	34,274,107
Meghna Bank PLC.	1,287,238,889	-	1,287,238,889	-
Premier Bank PLC.	584,312,873	427,789,032	584,312,873	427,789,032
	10,131,484,635	5,981,207,269	10,303,259,158	6,823,033,478
Fixed Deposits				
BRAC Bank PLC.	-	1,000,000,000	-	1,000,000,000
Community Bank Bangladesh PLC.	-	200,000,000	-	200,000,000
Meghna Bank PLC.	1,250,000,000	750,000,000	1,250,000,000	750,000,000
Mutual Trust Bank Limited	-	600,000,000	-	600,000,000
South Bangla Agriculture & Commerce Bank Limited	45,000,000	-	45,000,000	-
Southeast Bank Limited	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Jamuna Bank PLC.	650,000,000	200,000,000	650,000,000	200,000,000
Dhaka Bank PLC.	3,250,000,000	4,550,000,000	3,250,000,000	4,550,000,000
Exim Bank Limited	400,000,000	700,000,000	400,000,000	700,000,000
Trust Bank Limited	-	-	2,500,000	2,500,000
Standard Chartered Bank	-	-	15,000,000	15,000,000
	6,595,000,000	9,000,000,000	6,612,500,000	9,017,500,000
	17,620,066,239	15,432,552,420	18,676,968,192	16,482,645,389
4(b) Outside Bangladesh	-	-	-	-
Total balance	17,620,066,239	15,432,552,420	18,676,968,192	16,482,645,389

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
5 Money at call and short notice				
Export Import Bank of Bangladesh Ltd.	-	500,000,000	-	500,000,000
	-	500,000,000	-	500,000,000
6 Investments				
Government securities				
Treasury bill	839,638,716	2,154,113,017	2,935,006,463	3,649,531,624
National Investment bonds	-	-	-	-
Bangladesh Bank bill	-	-	-	-
Government notes/bonds	1,135,449,049	1,045,629,961	1,492,859,427	1,146,907,550
Prize bonds	-	-	-	-
Others	-	-	-	-
	1,975,087,765	3,199,742,978	4,427,865,890	4,796,439,173
Other investments				
Investment in non marketable ordinary shares (Note 6.1)	7,864,000	7,864,000	7,864,000	7,864,000
Investment in preference shares (Note 6.2)	111,958,000	111,958,000	111,958,000	111,958,000
Investment in debenture and bonds (Note 6.3)	-	-	722,985,468	247,027,415
Investment in venture capital (Note 6.4)	50,000,000	50,000,000	59,000,000	59,000,000
Investment in marketable securities (Note 6.5)	1,547,257,101	1,485,342,008	3,982,703,771	4,095,648,679
Investment in open end mutual fund (Note 6.6)	461,243,751	461,243,751	496,243,751	471,243,751
Other investments	-	-	-	-
Gold etc.	-	-	-	-
	2,178,322,853	2,116,407,760	5,380,754,990	4,992,741,845
	4,153,410,618	5,316,150,738	9,808,620,880	9,789,181,018
6.1 Investment in non marketable ordinary shares				
	No. of Shares			
Credit Rating Agency of Bangladesh Limited	17,198	1,719,800	1,719,800	1,719,800
* The Bangladesh Rating Agency Limited (BDRAL)	61,442	6,144,200	6,144,200	6,144,200
		7,864,000	7,864,000	7,864,000
* Previously the name was Dan & Bradstreet Rating Agency Bangladesh Limited				
6.2 Investment in preference shares				
Chaldal Limited	111,958,000	111,958,000	111,958,000	111,958,000
	111,958,000	111,958,000	111,958,000	111,958,000
6.3 Investment in bonds				
Thengamara Mohila Sabuj Sangha (TMSS)	-	-	165,587,076	197,027,415
Renata zero coupon bond	-	-	101,754,341	-
SAJIDA 2nd Zero Coupon Bond Trust	-	-	405,644,051	-
Bank Asia 1st Perpetual Bond	-	-	50,000,000	50,000,000
Total	-	-	722,985,468	247,027,415
6.4 Investment in venture capital				
IDLC Venture Capital Fund I	50,000,000	50,000,000	59,000,000	59,000,000
Total	50,000,000	50,000,000	59,000,000	59,000,000
IDLC Finance PLC. invested BDT 50.00 million in IDLC Venture Capital Fund I, an alternative investment fund. The objective of the fund is to provide superior risk adjusted returns over a medium to long term by investing in high growth companies, with good management and corporate governance through Equity and Equity Linked Instruments. IDLC Asset Management Limited (IDLC AML) also invested BDT 9.00 million in this fund.				
6.5 Investment in marketable securities				
Investment in marketable securities (Note 6.5.1)	1,547,257,101	1,485,342,008	3,874,199,191	3,984,481,845
Investment in Initial Public Offering (Note 6.5.2)	-	-	99,999,952	101,359,952
Investment in DPM PLS Scheme	-	-	8,504,628	9,806,882
	1,547,257,101	1,485,342,008	3,982,703,771	4,095,648,679

6.5.1 Investment in marketable securities

Details of marketable securities are given below:

Business Segments	IDLC Finance PLC.		IDLC Group	
	Cost price	Market price at the end of the period	Cost price	Market price at the end of the period
	BDT	BDT	BDT	BDT
Mutual Funds	13,378,078	5,687,601	13,378,078	5,687,601
Banks	748,360,965	666,456,923	1,545,005,163	1,370,843,224
Pharmaceuticals & Chemicals	691,202,513	494,294,323	1,532,124,787	1,265,273,539
Financial Institutions	9,999,990	3,287,038	9,999,990	3,287,038
Telecom	7,751,012	6,192,500	319,008,714	245,147,947
Food & Allied	-	-	173,370,573	115,217,004
Cement	76,564,542	65,768,054	76,564,542	65,768,054
Engineering & Others	-	-	204,747,343	144,118,671
	1,547,257,101	1,241,686,438	3,874,199,191	3,215,343,077

All investments in marketable securities are valued on an aggregate portfolio basis, at cost value, at the balance sheet date. Market price for securities not listed as on reporting date, has been shown at cost for calculation purpose. As on June 30, 2024 there was BDT 658.86 million unrealised loss on consolidated investment in marketable securities and BDT 305.57 million unrealised loss on investment by IDLC Finance PLC. in marketable securities. We have been maintaining required provision for the unrealized loss (if any) of share investment as per BSEC rules.

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
6.5.2 Investment in Initial Public Offering				
Jayson Pharmaceuticals Limited	-	-	99,999,952	99,999,952
Sikder Insurance Company Limited	-	-	-	1,360,000
	-	-	99,999,952	101,359,952

6.6 Investment in open end mutual fund

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
IDLC Balanced Fund	145,962,952	145,962,952	145,962,952	145,962,952
IDLC Growth Fund	137,539,466	137,539,466	137,539,466	137,539,466
IDLC Asset Management Shariah Fund	167,741,333	167,741,333	172,741,333	172,741,333
Mercantile Bank Unit Fund	10,000,000	10,000,000	10,000,000	10,000,000
IDLC Income Fund	-	-	5,000,000	5,000,000
IDLC Nagorik SDG Fund	-	-	25,000,000	-
	461,243,751	461,243,751	496,243,751	471,243,751

IDLC Finance PLC. has invested BDT 283.50 million as the sponsor in the IDLC Balanced Fund and IDLC Growth Fund. IDLC Finance PLC. has also invested BDT 167.74 million in the IDLC Asset Management Shariah Fund. IDLC Asset Management Limited (IDLC AML), as the sponsor, has invested BDT 35.00 million in the IDLC Asset Management Shariah Fund, the IDLC Income Fund, and the IDLC Nagorik SDG Fund. All of these are open-ended mutual funds, and IDLC Asset Management Limited (IDLC AML) is the fund manager. IDLC Finance PLC. has also invested BDT 10.00 million in the Mercantile Bank Unit Fund. The objective of these funds, other than the shariah fund, is to generate returns annually through investments in a range of fixed-income securities, including government securities, investment-grade corporate bonds, and money market instruments, while maintaining the optimum balance of yield, safety, and liquidity. The funds intend to distribute the profit among the investors in the form of dividends as well as capital appreciation.

On the other hand, the objective of the Shariah fund is to generate profit by investing in a portfolio of Shariah-compliant securities vetted by the Shariah Advisory Board.

7 Loans, advances and leases

Inside Bangladesh:

Lease receivable (Note 7.1)	3,660,152,608	3,497,435,220	3,660,152,608	3,497,435,220
Long-term finance (Note 7.2)	70,591,621,636	70,146,021,695	70,591,621,636	70,146,021,695
Real estate finance (Note 7.3)	31,853,163,657	31,615,879,108	31,853,163,657	31,615,879,108
Car loans (Note 7.4)	2,582,669,107	2,489,139,600	2,582,669,107	2,489,139,600
Personal loan (Note 7.5)	60,949,154	66,746,592	60,949,154	66,746,592
Short term finance (Note 7.6)	2,395,979,402	2,909,823,061	2,395,979,402	2,909,823,061
Loan against deposit (LAD)	847,005,185	728,903,700	847,005,185	728,903,700
Margin loan to portfolio investors (Note 7.7)	-	-	1,948,738,298	2,316,986,757
Interest receivable (Note-7.8)	2,046,770,754	1,885,392,633	2,046,770,754	1,885,392,633
	114,038,311,503	113,339,341,609	115,987,049,801	115,656,328,366
Outside Bangladesh	-	-	-	-
	114,038,311,503	113,339,341,609	115,987,049,801	115,656,328,366

7.1 Lease receivable

Balance at January 1	3,497,435,220	3,851,808,782	3,497,435,220	3,851,808,782
Add: Addition during the period/year	692,818,600	1,185,904,317	692,818,600	1,185,904,317
	4,190,253,820	5,037,713,099	4,190,253,820	5,037,713,099
Less: Realisation/adjustment during the period/year	530,101,213	1,540,277,879	530,101,213	1,540,277,879
Balance at the period/year end	3,660,152,608	3,497,435,220	3,660,152,608	3,497,435,220

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
7.2 Long-term finance				
Balance at January 1	70,146,021,695	62,798,084,352	70,146,021,695	62,798,084,352
Add : Disbursement during the period/year	6,465,458,781	50,788,202,131	6,465,458,781	50,788,202,131
	76,611,480,476	113,586,286,483	76,611,480,476	113,586,286,483
Less: Realisation/adjustment during the period/year	6,019,858,840	43,440,264,788	6,019,858,840	43,440,264,788
Balance at the period/year end	70,591,621,636	70,146,021,695	70,591,621,636	70,146,021,695
7.3 Real estate finance				
This represents loans to individuals, employees under the Company's real estate loan scheme and corporate bodies for purchase and construction of apartments and homes in urban areas for periods ranging from 5 to 20 years.				
Balance at January 1	31,615,879,108	30,321,877,364	31,615,879,108	30,321,877,364
Add : Disbursement during the period/year	1,143,239,402	8,743,591,728	1,143,239,402	8,743,591,728
	32,759,118,510	39,065,469,092	32,759,118,510	39,065,469,092
Less: Realisation/adjustment during the period/year	905,954,853	7,449,589,984	905,954,853	7,449,589,984
Balance at the period/year end	31,853,163,657	31,615,879,108	31,853,163,657	31,615,879,108
7.4 Car loans				
Balance at January 1	2,489,139,600	2,371,105,067	2,489,139,600	2,371,105,067
Add : Disbursement during the period/year	177,672,155	1,095,605,000	177,672,155	1,095,605,000
	2,666,811,755	3,466,710,067	2,666,811,755	3,466,710,067
Less: Realisation/adjustment during the period/year	84,142,648	977,570,467	84,142,648	977,570,467
Balance at the period/year end	2,582,669,107	2,489,139,600	2,582,669,107	2,489,139,600
7.5 Personal loan				
Balance at January 1	66,746,592	86,640,039	66,746,592	86,640,039
Add : Disbursement during the period/year	4,273,000	31,643,800	4,273,000	31,643,800
	71,019,592	118,283,839	71,019,592	118,283,839
Less: Realisation/adjustment during the period/year	10,070,437	51,537,247	10,070,437	51,537,247
Balance at the period/year end	60,949,154	66,746,592	60,949,154	66,746,592
7.6 Short term finance				
Factoring of account receivable	2,395,979,402	2,909,823,061	2,395,979,402	2,909,823,061
7.7 Margin loan to portfolio investors				
Balance at January 1	-	-	2,316,986,757	2,684,704,996
Add : Disbursement during the period/year	-	-	427,988,811	1,285,570,448
	-	-	2,744,975,568	3,970,275,443
Less: Realisation/adjustment during the period/year	-	-	796,237,270	1,653,288,687
Balance at the period/year end	-	-	1,948,738,298	2,316,986,757
Margin loan to portfolio investors are provided by the subsidiaries of the Company as part of their normal business activities and the Group considers this as having similar characteristics of retail/personal lending. Based on detailed review, the Group noted that shortfall, if any on individual client's portfolio and margin lending exposure are temporary in nature and any potential shortfall is expected to be recouped in near future. Moreover, the Group is also continuing its recovery efforts by requesting those clients to bring in additional fund to cover shortfall. Nevertheless, the Group is closely monitoring this matter and if it becomes obvious that additional provision will be required, then it shall be provided for in due course.				
7.8 Interest/Profit Receivables				
Lease receivable	61,949,429	66,075,382	61,949,429	66,075,382
Long-term finance	1,343,203,025	1,241,465,021	1,343,203,025	1,241,465,021
Real estate finance	577,085,857	506,359,746	577,085,857	506,359,746
Car loan	22,447,448	18,073,599	22,447,448	18,073,599
Personal loan	543,475	551,065	543,475	551,065
Loan against deposit (LAD)	31,299,800	24,563,293	31,299,800	24,563,293
Short term finance	10,241,720	28,304,526	10,241,720	28,304,526
	2,046,770,754	1,885,392,633	2,046,770,754	1,885,392,633

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
7.9 Classification of loans, advances and leases				
Unclassified				
Standard including staff loan	106,982,657,780	106,473,159,980	108,651,322,410	108,693,442,008
Special Mention Account (SMA)	1,685,539,345	1,807,523,756	1,685,539,345	1,807,523,756
	<u>108,668,197,125</u>	<u>108,280,683,736</u>	<u>110,336,861,755</u>	<u>110,500,965,764</u>
Classified				
Sub-standard	970,359,330	990,775,063	1,250,432,998	1,087,479,792
Doubtful	873,178,300	709,518,920	873,178,300	709,518,920
Bad/Loss	3,526,576,749	3,358,363,890	3,526,576,749	3,358,363,890
	<u>5,370,114,378</u>	<u>5,058,657,873</u>	<u>5,650,188,046</u>	<u>5,155,362,602</u>
	<u>114,038,311,503</u>	<u>113,339,341,609</u>	<u>115,987,049,801</u>	<u>115,656,328,366</u>

7.10 Particulars of required provision for loans, advances and leases

Status	Base for provision	Rate (%)				
General Provision						
Loans and leases SME-STD (Excluding SMA)	38,208,434,735	0.25%	95,521,087	100,390,209	120,715,234	129,873,266
Loans and leases (Excluding SMA)	67,398,072,487	1.00%	673,980,725	651,751,727	673,980,725	651,751,727
Loan/lease to the Subsidiaries/Sister Concerns, Brokerage House, Merchant Banks, Stock dealers	-	2.00%	-	162	-	162
Special mention account (SMA)	1,852,781,082	5.00%	92,639,054	81,375,930	92,639,054	81,375,930
			<u>862,140,866</u>	<u>833,518,028</u>	<u>887,335,013</u>	<u>863,001,086</u>
Special Reserve						
Extra provision for providing COVID related circular advantage	5,487,448,795	2.00%	109,748,976	113,329,187	109,748,976	113,329,187
Specific provision						
Sub-standard	685,317,313	20.00%	137,063,463	139,880,132	147,227,109	149,453,699
Doubtful	574,610,077	50.00%	287,305,038	263,238,935	287,305,038	263,238,935
Bad/ Loss	2,479,768,597	100.00%	2,479,768,597	2,380,910,376	2,479,768,597	2,380,910,376
			<u>2,904,137,098</u>	<u>2,784,029,443</u>	<u>2,914,300,744</u>	<u>2,793,603,010</u>
Required provision for loans, advances and leases			<u>3,876,026,940</u>	<u>3,730,876,659</u>	<u>3,911,384,733</u>	<u>3,769,933,282</u>
Other provision						
Off-Balance Sheet Exposure	782,126,400	1.00%	7,821,264	7,821,264	7,821,264	7,821,264
Other Asset	294,474,421	100.00%	294,474,421	271,415,224	438,864,700	416,841,059
			<u>302,295,685</u>	<u>279,236,488</u>	<u>446,685,964</u>	<u>424,662,323</u>
Required provision for diminution in value of investments			<u>313,434,663</u>	<u>213,263,826</u>	<u>643,626,766</u>	<u>507,423,182</u>
Total provision required			<u>4,491,757,288</u>	<u>4,223,376,973</u>	<u>5,001,697,463</u>	<u>4,702,018,787</u>
Total provision maintained (Note - 12.6 (i))			4,491,757,288	4,223,376,973	5,001,697,463	4,702,018,787
Excess/(short) provision at the end of the period/year			<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Base for provision calculation includes waiver of the requirement of provisioning for the un-classified loans provided under the IPFF project as approved by Bangladesh Bank.

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
8 Fixed assets including land, building, furniture and fixtures				
a. Cost				
Balance at 01 January	2,834,098,728	2,723,611,261	3,211,848,409	3,100,428,891
Addition during the period/year	98,885,998	169,916,444	126,852,172	189,737,532
	<u>2,932,984,727</u>	<u>2,893,527,704</u>	<u>3,338,700,582</u>	<u>3,290,166,423</u>
Disposal/Adjustments during the period/year	(54,576,402)	(59,428,976)	(66,215,687)	(78,318,014)
Balance at the period/year end	<u>2,878,408,325</u>	<u>2,834,098,728</u>	<u>3,272,484,894</u>	<u>3,211,848,409</u>
b. Accumulated depreciation				
Balance at 01 January	1,492,339,396	1,349,843,326	1,780,844,908	1,614,159,125
Charged during the period/year	103,889,306	193,657,545	124,537,356	234,577,670
	<u>1,596,228,702</u>	<u>1,543,500,871</u>	<u>1,905,382,264</u>	<u>1,848,736,795</u>
Disposal/Adjustments during the period/year	(52,127,421)	(51,161,475)	(63,185,501)	(67,891,887)
Balance at the period/year end	<u>1,544,101,281</u>	<u>1,492,339,396</u>	<u>1,842,196,763</u>	<u>1,780,844,908</u>
c. Written down value (a-b)	<u>1,334,307,044</u>	<u>1,341,759,332</u>	<u>1,430,288,131</u>	<u>1,431,003,501</u>
A schedule of fixed assets including land, building, furniture and fixtures is given in Annexure-A				
9 Other assets				
Investment in subsidiary companies (Note - 9.1)	4,099,999,790	4,099,999,790	-	-
Accounts receivable (Note - 9.2)	586,306,112	502,074,533	962,210,175	979,913,238
Advances, deposits and prepayments (Note - 9.3)	893,991,396	872,686,047	1,019,734,112	997,582,428
Deferred tax asset (Annexure B)	165,624,395	173,685,418	235,484,180	229,411,931
Investment in stock exchanges (Note - 9.4)	-	-	14,007,000	14,007,000
Net defined plan asset	10,641,194	-	15,093,639	-
	<u>5,756,562,888</u>	<u>5,648,445,788</u>	<u>2,246,529,106</u>	<u>2,220,914,596</u>
9.1 Investment in subsidiary companies				
IDLC Securities Limited (Note- 9.1.1)	1,649,999,900	1,649,999,900	-	-
IDLC Investments Limited (Note- 9.1.2)	2,199,999,900	2,199,999,900	-	-
IDLC Asset Management Limited (Note- 9.1.3)	249,999,990	249,999,990	-	-
	<u>4,099,999,790</u>	<u>4,099,999,790</u>	<u>-</u>	<u>-</u>
9.1.1	Out of the total of 20,000,000 ordinary shares issued and paid up, IDLC Finance PLC. holds 19,999,992 (including bonus shares issued in 2008, 2009 and 2010) ordinary shares of BDT 100 each.			
9.1.2	Out of the total of 22,000,000 ordinary shares issued and paid up, IDLC Finance PLC. holds 21,999,999 ordinary shares of BDT 100 each.			
9.1.3	Out of the total of 25,000,000 ordinary shares issued and paid up, IDLC Finance PLC. holds 24,999,999 ordinary shares of BDT 10 each.			
9.2 Accounts receivable				
Interest receivable, Fixed deposit	101,139,847	66,774,236	101,695,763	66,817,620
Receivable from Investment in bonds/bills	15,920,278	15,920,278	35,882,763	27,255,000
Accrued other income	41,541,956	19,950,935	41,541,956	19,950,935
Protested bill	19,906,263	19,906,263	19,906,263	19,906,263
Litigation & Repossession and other receivables	407,797,768	379,522,821	763,183,430	845,983,419
	<u>586,306,112</u>	<u>502,074,533</u>	<u>962,210,175</u>	<u>979,913,238</u>
9.3 Advances, deposits and prepayments				
Deposits and prepayments	198,309,200	289,332,037	200,294,371	350,332,173
Advance against expenses	7,675,747	10,775,172	131,433,292	74,671,417
Project implementation Cost*	688,006,449	572,578,838	688,006,449	572,578,838
	<u>893,991,396</u>	<u>872,686,047</u>	<u>1,019,734,112</u>	<u>997,582,428</u>
Advances, deposits and prepayments are considered good but not secured by collateral.				
* Project implementation cost comprises of project in progress stages including IDLC tower cost.				
9.4 Investment in stock exchanges				
DSE membership at cost	-	-	11,418,750	11,418,750
CSE membership at cost	-	-	2,588,250	2,588,250
	<u>-</u>	<u>-</u>	<u>14,007,000</u>	<u>14,007,000</u>

IDLC Securities Limited 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 per share
Dhaka Stock Exchange Limited	Floated (53.33%)	2,886,042	10
	Blocked (46.67%)	2,525,287	10
		5,411,329	
Chittagong Stock Exchange Limited	Floated (53.33%)	1,714,932	10
	Blocked (46.67%)	1,500,565	10
		3,215,497	

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

	IDLC Finance PLC.		IDLC Group	
	30.06.2024 BDT	31.12.2023 BDT	30.06.2024 BDT	31.12.2023 BDT
10 Borrowings from other banks, financial institutions				
Inside Bangladesh (Note- 10.1)	30,097,279,110	32,383,374,860	29,990,204,589	32,251,864,181
Outside Bangladesh	-	-	-	-
	30,097,279,110	32,383,374,860	29,990,204,589	32,251,864,181
10.1 Inside Bangladesh				
Secured Loans				
Secured Long-term loans				
Bank Asia PLC	1,000,000,000	-	1,000,000,000	-
	1,000,000,000	-	1,000,000,000	-
Secured Short Term Loan				
Citi Bank N.A.	850,000,000	-	850,000,000	-
Woori Bank	234,000,000	-	234,000,000	-
Standard Chartered Bank	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000
Total secured short term loan	4,084,000,000	3,000,000,000	4,084,000,000	3,000,000,000
Total secured loans	5,084,000,000	3,000,000,000	5,084,000,000	3,000,000,000
Unsecured loans				
Zero Coupon Bond				
Institutions	1,123,895,018	1,788,568,599	1,016,820,497	1,657,057,920
Individuals	110,358,166	152,003,582	110,358,166	152,003,582
	1,234,253,184	1,940,572,182	1,127,178,663	1,809,061,502
Unsecured Long-term loans				
Kreditanstalt für Wiederaufbau (KfW)	203,100	13,546,912	203,100	13,546,912
SME Foundation	416,858,000	318,767,000	416,858,000	318,767,000
Investment Promotion & Financing Facilities (IPFF)	2,176,735,211	1,788,492,186	2,176,735,211	1,788,492,186
Saudi Bangladesh Industrial & Agricultural Investment Company	167,168,898	216,944,800	167,168,898	216,944,800
Bangladesh Bank Refinance and Prefinancing Schemes	17,768,060,718	21,305,051,781	17,768,060,718	21,305,051,781
	20,529,025,926	23,642,802,679	20,529,025,926	23,642,802,679
Total unsecured long-term loan	21,763,279,110	25,583,374,860	21,656,204,589	25,451,864,181
Unsecured Short Term Loans				
Short-term loans				
Trust Bank Limited	1,200,000,000	-	1,200,000,000	-
Mutual Trust Bank PLC.	-	600,000,000	-	600,000,000
One Bank PLC.	-	2,000,000,000	-	2,000,000,000
Community Bank Bangladesh PLC.	800,000,000	200,000,000	800,000,000	200,000,000
Shimanto Bank Limited	750,000,000	-	750,000,000	-
BRAC Bank PLC.	-	1,000,000,000	-	1,000,000,000
	2,750,000,000	3,800,000,000	2,750,000,000	3,800,000,000
Call Loans				
Dhaka Bank Limited	500,000,000	-	500,000,000	-
	500,000,000	-	500,000,000	-
Total unsecured short-term loans	3,250,000,000	3,800,000,000	3,250,000,000	3,800,000,000
Total Borrowings from other banks, financial institutions & agents	30,097,279,110	32,383,374,860	29,990,204,589	32,251,864,181
11 Deposits and other accounts				
Current accounts and other accounts etc	-	-	-	-
Bills payable	-	-	-	-
Savings bank deposits	-	-	-	-
Term deposits (Note- 11.1)	84,820,739,704	82,401,917,639	83,642,018,908	80,465,410,270
Bearer certificate of deposits	-	-	-	-
Refundable deposits (Note- 11.2)	3,353,517,618	3,159,627,264	3,353,517,618	3,159,627,264
	88,174,257,322	85,561,544,903	86,995,536,526	83,625,037,535

	IDLC Finance PLC.		IDLC Group	
	30.06.2024 BDT	31.12.2023 BDT	30.06.2024 BDT	31.12.2023 BDT
11.1 (a) Term deposits				
This represents deposits received from institutions and individuals for a period not less than three months.				
Balance at January 1	82,401,917,639	79,409,711,289	80,465,410,270	77,645,469,684
Add: Deposits received during the period/year	21,438,615,678	32,882,502,327	21,438,615,678	32,882,502,327
	103,840,533,317	112,292,213,617	101,904,025,949	110,527,972,011
Less: Matured/encashed during the period/year	19,367,623,007	29,890,295,978	19,367,623,007	29,890,295,978
Inter-company deposit	-	-	(757,786,573)	172,265,763
Balance at the period/year end	84,472,910,310	82,401,917,639	83,294,189,514	80,465,410,270
11.1 (b) Mudaraba Term deposits				
Balance at January 1	-	-	-	-
Add: Deposits received during the period/year	349,829,394	-	349,829,394	-
	349,829,394	-	349,829,394	-
Less: Matured/encashed during the period/year	2,000,000	-	2,000,000	-
Inter-company deposit	-	-	-	-
Balance at the period/year end	347,829,394	-	347,829,394	-
Total Term Deposits & Mudaraba Term Deposits	84,820,739,704	82,401,917,639	83,642,018,908	80,465,410,270
11.2 Refundable deposits				
The Company takes deposits from the clients of lease and loan on signing of agreement, refundable at the end of the contract period. Balance at the period/year end stands as under:				
Deposits against loan and lease rental	298,046,231	370,492,001	298,046,231	370,492,001
Deposits against financing as per term of agreements (Security deposits)	3,055,471,388	2,789,135,264	3,055,471,388	2,789,135,264
	3,353,517,618	3,159,627,264	3,353,517,618	3,159,627,264
Security deposits are interest bearing while deposits against loan and lease are non interest bearing.				
12 Other liabilities				
Payable and accrued expenses (Note- 12.1)	5,397,152,939	4,595,250,203	6,311,804,072	5,596,834,819
Provision for income tax (Note- 12.2)	752,997,271	619,703,043	1,156,691,093	1,004,902,685
Deferred liability-employee gratuity (Note- 12.3)	4,754,582	-	84,189,211	79,515,732
Portfolio investors' fund (Note- 12.4)	-	-	297,357,422	233,253,801
Interest suspense account (Note- 12.5)	796,760,621	762,778,400	796,760,621	762,778,400
Provision for doubtful accounts and future losses (Note- 12.6 (i))	4,491,757,288	4,223,376,973	5,001,697,463	4,702,018,787
Unpaid/ Unclaimed dividend (Note- 12.7)	9,729,986	7,382,417	9,729,986	7,382,417
Deferred tax liability (Annexure B)	97,415,272	100,738,920	115,967,952	115,473,495
	11,550,567,959	10,309,229,957	13,774,197,819	12,502,160,138
12.1 Payable and accrued expenses				
Receipt against loans and leases	1,620,467,361	541,923,119	1,620,467,361	541,923,119
Liabilities for expenses (Note- 12.1.1)	2,867,744,727	2,871,074,377	3,711,969,212	3,812,112,945
Lease Liability	303,839,411	331,462,547	374,003,995	392,008,594
Liabilities for other finance	80,739,922	203,360,123	81,001,985	203,360,123
Accrued Interest on Borrowing	458,046,052	608,672,366	458,046,052	608,672,366
Accrued revenue	66,315,466	38,757,672	66,315,466	38,757,672
	5,397,152,939	4,595,250,203	6,311,804,072	5,596,834,819
12.1.1 Liabilities for expenses				
Accounts Payable	12,383,204	9,580,850	793,688,273	882,017,185
VAT Payable	7,073,852	5,359,549	10,442,867	7,038,910
Withholding Tax Payable	14,628,743	74,121,294	14,628,743	74,364,680
Excise Duty Payable	25,842,425	224,420,048	25,842,425	224,420,048
Accrued Expense	115,779,967	239,321,625	186,260,110	324,895,939
Accrued Interest/Profit on Term, Mudaraba & Security Deposit	2,692,036,536	2,318,271,011	2,681,106,794	2,299,376,183
	2,867,744,727	2,871,074,377	3,711,969,212	3,812,112,945

	IDLC Finance PLC.		IDLC Group	
	30.06.2024 BDT	31.12.2023 BDT	30.06.2024 BDT	31.12.2023 BDT
12.2 Provision for income tax				
<i>Provision</i>				
Balance at January 1	3,377,599,457	12,126,177,059	5,962,348,729	14,520,786,914
Less: Adjustment during the period/year	-	-	-	-
	3,377,599,457	12,126,177,059	5,962,348,729	14,520,786,914
Add: Provision made during the period/year	561,779,579	976,497,653	675,860,827	1,166,637,070
	3,939,379,036	13,102,674,712	6,638,209,556	15,687,423,984
Less: Release from previous year's excess provision	-	(266,919,512)	-	(266,919,512)
Settlement of previous year's tax liability	-	9,458,155,743	-	9,458,155,743
Balance at the period/year end	3,939,379,036	3,377,599,457	6,638,209,556	5,962,348,729
<i>Advance tax</i>				
Balance at January 1	2,757,896,414	10,491,221,104	4,957,446,044	12,489,397,870
Add: Payment made during the year:				
Under sections 154 and 173 of ITA, 2023	280,000,000	1,341,167,073	313,831,147	1,438,961,880
Deduction at source	147,892,851	381,958,980	207,274,574	481,367,095
Others	592,500	1,705,000	2,966,698	5,874,942
	428,485,351	1,724,831,053	524,072,420	1,926,203,916
	3,186,381,765	12,216,052,157	5,481,518,463	14,415,601,787
Less: Adjustment during the period/year	-	9,458,155,743	-	9,458,155,743
Net balance at the period/year end	3,186,381,765	2,757,896,414	5,481,518,463	4,957,446,044
	752,997,271	619,703,043	1,156,691,093	1,004,902,685
12.3 Deferred Liability-employee gratuity				
Balance at January 1	-	-	79,515,732	78,240,017
Add: Addition during the period/year	26,754,582	-	33,920,266	11,631,513
	26,754,582	-	113,435,998	89,871,530
Less: Payment during the period/year	22,000,000	-	29,246,787	10,355,797
Balance at the period/year end	4,754,582	-	84,189,211	79,515,732
12.4 Portfolio investors' fund				
This represents the balance of deposits made with the IDLC Investments Limited by the portfolio investors to take margin loan and buy marketable securities. The balance of fund has been arrived at as follows:				
Balance at January 1	-	-	233,253,801	326,665,144
Add: Deposit and share sold by clients	-	-	6,971,029,659	3,283,227,812
	-	-	7,204,283,461	3,609,892,956
Less: Purchase of share and deposit withdraw by clients	-	-	6,906,926,038	3,376,639,155
Balance at the period/year end	-	-	297,357,422	233,253,801
12.5 Interest suspense accounts				
On lease finance	25,565,030	30,189,844	25,565,030	30,189,844
On real-estate finance	242,478,936	219,065,250	242,478,936	219,065,250
On term finance	526,359,467	511,569,767	526,359,467	511,569,767
On car loan	1,952,194	1,779,509	1,952,194	1,779,509
On personal loan	213,439	174,030	213,439	174,030
On short term finance	191,555	-	191,555	-
	796,760,621	762,778,400	796,760,621	762,778,400
12.6 Provision for loans and advances/investments				
12.6(i) Balance at January 1	4,223,376,973	3,231,055,206	4,702,018,787	3,730,512,788
Provision kept against required for the period/year	482,079,068	1,095,657,516	518,111,815	1,099,269,762
Special Reserve (released)/charged during the period/year*	(3,580,211)	(12,855,920)	(3,580,211)	(12,855,920)
Provision released during the period/year	(66,434,004)	(77,023,551)	(71,168,390)	(101,451,564)
Provision charged for the period/year (Note- 12.6 (ii))	412,064,853	1,005,778,046	443,363,213	984,962,278
Write off during the period/year	143,684,538	13,456,279	143,684,538	13,456,279
Balance at the period/year end	4,491,757,288	4,223,376,973	5,001,697,463	4,702,018,787
* Provision for providing COVID related circular advantage				

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	BDT	BDT	BDT	BDT
12.6(ii) Provision charged for the period				
General provision-Regular	28,622,837	27,847,362	24,333,928	36,920,485
Special Reserve	(3,580,211)	(5,542,970)	(3,580,211)	(5,542,970)
Total General provision	25,042,626	22,304,393	20,753,716	31,377,515
Specific provision	286,851,390	493,493,538	286,405,913	493,351,498
Provision for diminutions in value of investments	100,170,837	6,934,384	136,203,584	(2,211,745)
	412,064,853	522,732,315	443,363,213	522,517,269

Reason for changes in provision charged for the period:

Solo:

Incremental provision of IDLC Finance PLC. for the period ended June 30, 2024 was BDT 412 million, which was BDT 523 million in the same period of the previous year. As per the breakdown of incremental provision for loans and investments, the main reason behind the BDT 111 million decrease was the decrease in specific provision by BDT 207 million, increase in provision for dimunition in value of investments by BDT 93 million & increase in general provision by BDT 3 million.

Group:

Incremental provision of IDLC Group for the period ended June 30, 2024 was BDT 443 million, which was BDT 522 million in the same period of previous year. As per the breakdown of incremental provision for loans and investments, the main reason behind the BDT 79 million decrease was the decrease in specific provision during the year by BDT 207 million, decrease in general provision by BDT 11 million and increase in provision for dimunition in value of investments by BDT 138 million compared to the same period of previous year.

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
12.6(iii) Product wise break up of provision				
Lease	149,250,277	157,799,489	149,250,277	157,799,489
Long- term finance	3,050,191,154	2,911,797,669	3,050,191,154	2,911,797,669
Real estate finance	604,105,816	593,176,212	604,105,816	593,176,212
Car loan	36,434,351	37,359,251	36,434,351	37,359,251
Investment in shares	313,434,663	213,263,826	643,626,766	507,423,182
Personal Loan	1,943,764	1,443,556	1,943,764	1,443,556
Short term finance	25,318,529	21,765,731	25,318,529	21,765,731
Loan against Deposit	8,783,050	7,534,751	8,783,050	7,534,751
Other Assets	294,474,421	271,415,224	438,864,700	416,841,059
Off-Balance Sheet Exposure	7,821,264	7,821,264	7,821,264	7,821,264
Margin loan	-	-	35,357,793	39,056,624
	4,491,757,288	4,223,376,973	5,001,697,463	4,702,018,787
12.6(iv) Provision segregation				
Special Reserve	109,748,976	113,329,187	109,748,976	113,329,187
Other than special reserve	4,382,008,312	4,110,047,786	4,891,948,487	4,588,689,600
	4,491,757,288	4,223,376,973	5,001,697,463	4,702,018,787

12.7	Aging analysis of unpaid/unclaimed dividend	IDLC Finance PLC.		IDLC Group	
		30.06.2024	31.12.2023	30.06.2024	31.12.2023
		BDT	BDT	BDT	BDT
	i. Unclaimed cash dividend: *				
	Upto 1 year	3,918,379	2,187,947	3,918,379	2,187,947
	Over 1 year but within 3 years	5,651,079	5,074,380	5,651,079	5,074,380
	Over 3 years but within 4 years	40,439	61,105	40,439	61,105
	Over 4 years but within 5 years	61,105	58,985	61,105	58,985
	Above 5 years	58,985	-	58,985	-
		9,729,986	7,382,417	9,729,986	7,382,417
	ii. Unclaimed stock dividend (Number of stock):**				
	Upto 1 year	-	-	-	-
	Over 1 year but within 3 years	41,464	82,383	41,464	82,383
	Over 3 years but within 4 years	1,553	-	1,553	-
	Over 4 years but within 5 years	-	-	-	-
	Above 5 years	2,880	15,306	2,880	15,306
		45,897	97,689	45,897	97,689

As per the Directive No. BSEC/CMRRCD/2021-386/03, dated January 14, 2021, and the Capital Market Stabilization Fund (CMSF) Rules, 2021, dated June 01, 2021, of Bangladesh Securities and Exchange Commission (BSEC) any entitlement dividend which remains unclaimed for a period of 3 (three) years from the date of approval or date of subscription, shall be transferred to the fund named "Capital Market Stabilization Fund" within such time as directed by the Commission or the Fund from time to time. As per the said instruction we have deposited amounts to CMSF accordingly: -

As per CMSF Rules 9(1), Unclaimed dividend from the year 1993 to 2017 amounting to BDT 19,677,420/- and for the year 2018 Unclaimed dividend amounting to BDT 3,572,846 has been transferred to CMSF. For the year 2018, Unclaimed dividend amounting to BDT 58,985/- was not deposited to CMSF because we received applications from shareholders claiming for unclaimed dividend and the transfer is under process. Further, as per the said Rules, Unclaimed dividend for the year 2019 has also been deposited to CMSF amounting to BDT 4,514,715/-. The rest amount of BDT 100,975/- related to 2019 was not deposited to CMSF because we received applications from shareholders claiming for unclaimed dividend among which we have already paid BDT 39,870/- and the rest of BDT 61,105 is under the process of transfer.

As per CMSF Rules 9(3), the Unclaimed additional amount received for the Rights Share issue 2016 subscription amounting to BDT 416,061/- has been transferred to CMSF.

**As per CMSF Rules 9(2), Unclaimed Bonus Share dividend from the period 2006 to 2014 containing 728,477 shares has been transferred to CMSF. Unclaimed Bonus Share dividend containing 21,507 shares was retained with us as of December 2022, because we have received applications from respective shareholders. Out of which Unclaimed Bonus Share dividend containing 18,627 shares have been transferred to respective shareholders and the rest 1,525 shares are under process of transfer.

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
13 Share capital				
Authorised				
1,000,000,000 ordinary shares of BDT 10 each	<u>10,000,000,000</u>	<u>10,000,000,000</u>	<u>10,000,000,000</u>	<u>10,000,000,000</u>
Issued, subscribed and paid-up				
415,698,484 ordinary shares of BDT 10 each	<u>4,156,984,840</u>	<u>4,156,984,840</u>	<u>4,156,984,840</u>	<u>4,156,984,840</u>

Paid-up share capital as on June 30, 2024 comprises the following:

Composition of shareholding:

Sl. No.	Name of the Shareholders	30.06.2024		31.12.2023
		% of holding	Number of shares	BDT
1	<u>SPONSORS/DIRECTORS</u>			
	City Bank PLC.	9.00	37,413,699	374,136,990
	City Bank Capital Resources Limited	9.90	41,154,150	411,541,500
	City Brokerage Limited	4.31	17,912,556	179,125,560
	Eskayef Pharmaceuticals Limited	8.00	33,255,878	332,558,780
	Transcraft Limited	4.01	16,683,065	166,830,650
	Bangladesh Lamps Limited	1.32	5,487,218	54,872,180
	Sadharan Bima Corporation	7.62	31,672,060	316,720,600
	Reliance Insurance Limited	7.00	29,098,891	290,988,910
	Mercantile Bank PLC.	3.50	14,549,444	145,494,440
	Mercantile Bank Securities Limited	2.00	8,313,969	83,139,690
	Sub-Total	56.66	235,540,930	2,355,409,300
2	GENERAL			
	Institutions:			
	Investment Corporation of Bangladesh (ICB)	8.22	34,190,944	341,909,440
	Bangladesh Fund	1.34	5,590,000	55,900,000
	Delta Life Insurance Co. Ltd.	1.29	5,372,595	53,725,950
	Marina Apparels Limited	1.00	4,156,982	41,569,820
	Other Institutions	16.66	69,235,323	692,353,230
	Sub-Total	28.52	118,545,844	1,160,105,430
	Individuals:			
	General Public (Individuals)	13.67	56,806,983	568,069,830
	Sub-Total	13.67	56,806,983	568,069,830
3	FOREIGN			
	Institutions & Individuals	1.16	4,804,727	48,047,270
		1.16	4,804,727	48,047,270
	Total Holdings	100.00	415,698,484	4,156,984,840

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	BDT	BDT	BDT	BDT
14 Share premium				
Balance at January 1	1,260,585,930	1,260,585,930	1,260,585,930	1,260,585,930
Add: Received during the year	-	-	-	-
Balance at the period/year end	1,260,585,930	1,260,585,930	1,260,585,930	1,260,585,930

This represents Share Premium amount was received @50% over par value of share @BDT 100 against issue of 75,000 Ordinary Shares during IPO in 1993 and subsequently Share Premium amount was received @100 % over par value of share @BDT 10 per share on 125,683,593 no. of Ordinary Shares in 2017 against Rights Issue (1R: 2).

15 Statutory reserves

Balance at January 1	3,808,756,195	3,590,032,734	3,808,756,195	3,590,032,734
Add: Transferred on appropriation of profit	-	218,723,461	-	218,723,461
Balance at the period/year end	3,808,756,195	3,808,756,195	3,808,756,195	3,808,756,195

In compliance with the clause no 6 of Financial Institutions Regulations, 1994, Financial Institution is required to transfer at least 20% of its profit after tax and before appropriation of dividend in a particular year, if the financial institution's sum of Share Premium Account (if any) and Statutory Reserves is less than the paid up capital of that financial institution. Accordingly, 20% of current year's profit after tax has been transferred to Statutory Reserves Account.

16 General reserves

Balance at January 1	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Add: Transferred on appropriation of profit	-	-	-	-
Balance at the period/year end	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000

16 (a) Dividend Equalisation Reserves

Balance at January 1	500,000,000	46,500,000	500,000,000	46,500,000
Add: Transferred from Retained earnings	-	453,500,000	-	453,500,000
Balance at the period/year end	500,000,000	500,000,000	500,000,000	500,000,000

The Board of Directors of IDLC Finance PLC at its 325th Board Meeting held on April 06, 2023, approved the transfer of BDT 453.5 million to Dividend equalization reserves from Retained earnings.

16 (b) Capital reserves

Balance at January 1	-	-	211,351,296	34,509,627
Add: Transferred on appropriation of last year's profit	-	-	42,576,736	176,841,669
Balance at the period/year end	-	-	253,928,032	211,351,296

As per the clause (i) of (e) of Part B [rule (1) (b), rule 5(2)] of the Bangladesh Securities and Exchange Commission (Risk Based Capital Adequacy), Rules, 2019, each registered entity have to maintain a mandatory provision at least @ 10% of profit after tax of last year as 'capital reserve' and the full amount of such reserve shall be accounted for in computing total capital. Accordingly, @10% of profit after tax of last financial year of IDLC Securities Limited & IDLC Investments Limited (from the year 2018 to 2023) has been transferred to capital reserves and also has been accounted for in computing total capital.

IDLC Finance PLC.		IDLC Group	
30.06.2024	31.12.2023	30.06.2024	31.12.2023
BDT	BDT	BDT	BDT

17 Business commitments and contingencies

In the normal course of business, the Company makes various commitments and incurs certain contingent liabilities. No material losses are anticipated as a result of these transactions. These contingent liabilities and business commitments are quantified below:

17.1 Contingent liabilities

Acceptances and endorsements	-	-	-	-
Letters of guarantee	32,126,400	32,126,400	32,126,400	32,126,400
Irrevocable letters of credit	-	-	-	-
Bills for collection	-	-	-	-
Indemnity bond	-	-	-	-
Corporate guarantee (Note - 17.1.1)	750,000,000	750,000,000	750,000,000	750,000,000
	782,126,400	782,126,400	782,126,400	782,126,400

17.1.1 The Company is contingently liable on behalf of IDLC Securities Limited for the guarantees given below in favour of:

Dhaka Stock Exchange Limited	700,000,000	700,000,000	700,000,000	700,000,000
Chittagong Stock Exchange Limited	50,000,000	50,000,000	50,000,000	50,000,000
	750,000,000	750,000,000	750,000,000	750,000,000

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	BDT	BDT	BDT	BDT
18 Income statement				
Income				
Interest, discount and similar income (Note-18.1)	7,006,645,152	5,941,974,526	7,206,058,598	6,163,649,262
Dividend income (Note-21)	233,603,551	27,300,978	75,776,544	52,536,523
Fees, commission and brokerage (Note-22)	950,000	5,698,836	192,450,025	175,777,706
Other operating income (Note-23)	336,893,070	301,985,174	344,026,254	305,850,062
	7,578,091,773	6,276,959,514	7,818,311,421	6,697,813,553
Expenses				
Interest on deposits and borrowings etc. (Note-20)	4,514,345,691	3,704,725,602	4,458,856,196	3,632,761,849
Administrative expenses (Note-18.2)	938,226,877	964,609,470	1,115,078,961	1,129,145,199
Other expenses (Note-33)	222,569,516	230,053,735	253,661,661	261,498,805
Depreciation on assets (Note-32)	103,889,306	94,564,714	124,537,357	114,277,353
	5,779,031,390	4,993,953,521	5,952,134,174	5,137,683,207
Profit before provision	1,799,060,383	1,283,005,993	1,866,177,247	1,560,130,346
18.1 Interest, discount and similar income				
Interest income (Note -19)	6,825,581,011	5,906,139,255	7,014,872,202	6,100,859,369
Gain on sale of marketable securities & DSE share (Note - 21)	674,954	932,458	(114,061,557)	3,911,080
Gain on sale of Government Treasury Bond (Note - 21)	27,797,427	1,274,337	27,851,860	1,340,386
Income from investment in bonds (Note - 21)	152,591,760	33,628,476	277,396,093	57,538,427
	7,006,645,152	5,941,974,526	7,206,058,598	6,163,649,262
18.2 Administrative expenses				
Salary and allowances (Note-24)	794,741,275	797,325,341	944,329,471	940,695,473
Rent, taxes, insurance, electricity, etc. (Note-25)	27,615,180	23,342,621	35,165,153	29,344,010
Legal expenses (Note-26)	6,019,884	7,741,382	11,433,598	11,640,358
Postage, stamp, telecommunication, etc. (Note-27)	24,227,283	24,526,302	27,395,340	27,675,521
Stationery, printing, advertisement, etc. (Note-28)	56,233,711	88,547,450	63,340,810	93,023,504
Managing Director's salary and fees (Note-29)	7,592,335	7,550,002	7,592,335	7,550,002
Directors' fees (Note-30)	1,337,187	580,800	1,783,787	871,200
Auditors' fees (Note-31)	460,000	402,500	632,500	575,000
Depreciation & repair of Company's assets (Note-32)	20,000,022	14,593,072	23,405,968	17,770,130
	938,226,877	964,609,470	1,115,078,961	1,129,145,199
19 Interest income				
This represents interest income from the following products:				
Lease finance	183,873,889	171,872,325	183,873,889	171,872,325
Real estate finance	1,843,200,489	1,562,245,684	1,843,200,489	1,562,245,684
Term finance	3,758,630,828	2,932,628,262	3,758,630,828	2,932,628,262
Short term finance	189,633,467	121,166,561	189,633,467	121,166,561
Car loan	151,832,829	122,192,121	151,832,829	122,192,121
Personal loan	3,901,511	5,110,069	3,901,511	5,110,069
Margin loan to portfolio investors	-	-	136,420,596	156,402,690
	6,131,073,013	4,915,215,022	6,267,493,610	5,071,617,712
Interest/Profit on balance with other banks & financial institution:	647,121,227	961,122,556	699,991,822	999,439,980
Loan against deposit	47,386,770	29,801,677	47,386,770	29,801,677
	6,825,581,011	5,906,139,255	7,014,872,202	6,100,859,369
20 Interest on deposits and borrowings etc.				
Interest/Profit on term deposits & mudaraba term deposits	3,846,241,340	2,798,058,915	3,791,793,856	2,722,373,210
Interest on borrowings	516,991,852	711,395,686	517,012,304	711,421,172
Interest on secured/unsecured zero coupon bonds	59,914,357	111,437,547	55,600,515	111,437,547
Interest on security deposit	47,152,410	49,441,907	47,152,410	49,441,907
Interest on call loan	16,352,833	15,384,153	16,352,833	15,384,153
Interest on lease rent	15,470,660	19,007,394	18,808,354	22,703,859
Interest on defined benefit obligation for gratuity fund	12,222,239	-	12,135,923	-
	4,514,345,691	3,704,725,602	4,458,856,196	3,632,761,849

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	BDT	BDT	BDT	BDT
21 Investment income				
Gain on sale of marketable securities	674,954	932,458	(114,061,557)	3,911,080
Gain on sale of Government Treasury Bond	27,797,427	1,274,337	27,851,860	1,340,386
Dividend income	233,603,551	27,300,978	75,776,544	52,536,523
Income from investment in bonds	152,591,760	33,628,476	277,396,093	57,538,427
	414,667,692	63,136,249	266,962,940	115,326,417
22 Commission, exchange and brokerage				
Agency fees	850,000	1,112,500	850,000	1,112,500
Arrangement fees	-	4,586,336	-	4,586,336
Commission & brokerage	-	-	135,659,872	132,147,843
Documentation fees	-	-	168,500	66,500
Custodial fees	100,000	-	100,000	-
Fees from mutual fund & others	-	-	22,330,830	18,523,298
Issue management fees	-	-	10,000,000	-
Portfolio management fees	-	-	13,667,397	11,102,491
Corporate advisory fees	-	-	5,600,000	2,860,943
Settlement charges	-	-	4,073,426	5,377,796
	950,000	5,698,836	192,450,025	175,777,706
23 Other operating income				
Application, processing and documentation fees	239,031,284	233,810,787	239,031,284	233,810,787
Loan settlement and others	30,205,063	31,384,727	30,205,063	31,384,727
Service charges	2,209,981	3,641,726	2,209,981	3,641,726
Gain on disposal of fixed assets	2,536,425	1,234,655	2,561,135	2,551,896
Account opening & BO account maintenance fees	-	-	1,575,200	1,491,067
IPO service charge	-	-	25,015	9,155
Revenue from write off collection	46,335,049	25,632,010	46,335,049	25,632,010
Commission on Corporate Guarantee	1,327,083	1,319,792	1,327,083	1,319,792
Miscellaneous income	3,919,103	4,961,477	4,800,586	6,008,901
Past surplus for assumption change of net defined plan assets	11,329,082	-	15,955,858	-
	336,893,070	301,985,174	344,026,254	305,850,062
24 Salaries and allowances	794,741,275	797,325,341	944,329,471	940,695,473
Salaries and allowances include the current service cost.				
25 Rent, taxes, insurance, electricity, etc.				
Rent, rate and taxes	1,544,487	1,396,791	4,369,200	3,394,199
Insurance	6,206,395	3,601,919	7,001,945	4,260,284
Power and electricity	19,864,298	18,343,911	23,794,007	21,689,527
	27,615,180	23,342,621	35,165,153	29,344,010
26 Legal expenses				
Renewal and registration	2,369,354	2,310,692	3,434,993	3,422,090
Other professional charges	3,650,530	5,430,690	7,998,605	8,218,269
	6,019,884	7,741,382	11,433,598	11,640,358
27 Postage, stamp, telecommunication, etc.				
Postage	1,944,025	1,549,353	2,023,263	1,605,004
Telecommunication and internet etc.	22,283,258	22,976,949	25,372,077	26,070,518
	24,227,283	24,526,302	27,395,340	27,675,521
28 Stationery, printing, advertisements, etc.				
Stationery & printing	13,127,475	52,957,631	14,747,402	54,626,246
Advertisement and publicity	43,106,236	35,589,819	48,593,408	38,397,258
	56,233,711	88,547,450	63,340,810	93,023,504

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	BDT	BDT	BDT	BDT
29 Managing Director's salary and benefits				
Basic pay	3,150,000	3,000,000	3,150,000	3,000,000
Allowances	1,584,000	1,500,000	1,584,000	1,500,000
Bonus	2,400,000	2,500,000	2,400,000	2,500,000
Company's contribution to provident & gratuity fund	458,335	550,002	458,335	550,002
	7,592,335	7,550,002	7,592,335	7,550,002
30 Directors' fees				
Honorarium for attending meeting	1,337,187	580,800	1,783,787	871,200
	1,337,187	580,800	1,783,787	871,200
31 Auditors' fees				
Annual statutory audit fees (including VAT)	460,000	402,500	632,500	575,000
	460,000	402,500	632,500	575,000
32 Depreciation and repair of company's assets				
Freehold assets (Annexure-A)	103,889,306	94,564,714	124,537,357	114,277,353
Repair and maintenance for premises, vehicles, computers and computers accessories	20,000,022	14,593,072	23,405,968	17,770,130
	123,889,328	109,157,786	147,943,324	132,047,484
33 Other expenses				
Bank charges	16,412,796	16,818,811	16,992,977	17,415,892
Books and periodicals	101,904	89,617	113,263	99,875
Car expenses	15,951,200	15,801,355	17,409,961	17,438,690
Donations and subscriptions	9,700	7,082,158	41,457	7,139,635
Medical & welfare expenses	26,514,613	20,045,684	26,920,233	20,989,757
Entertainment expenses	13,461,214	10,542,647	16,221,416	11,955,580
Consultancy fees	4,348,093	2,599,544	4,348,093	2,599,544
Office service expenses	60,460,085	55,995,362	71,124,046	65,821,673
Salaries & allowance-outsourcing staff	17,573,829	11,951,381	17,573,829	11,951,381
Training expenses	2,428,978	4,807,385	2,573,111	5,351,528
Travel and conveyances	13,442,402	15,880,465	14,594,547	16,921,399
CDBL charges	-	-	266,370	204,901
Howla and Laga charge	-	-	10,652,382	14,474,804
Portfolio Management Charge	4,835,932	4,747,673	-	-
Sales Incentive	31,126,931	29,187,060	37,232,953	33,741,404
Repossession fees and others	15,901,839	34,504,593	17,597,022	35,392,743
	222,569,516	230,053,735	253,661,661	261,498,805

34	Earnings Per Share (EPS)	IDLC Finance PLC.		IDLC Group	
		30.06.2024	30.06.2023	30.06.2024	30.06.2023
		BDT	BDT	BDT	BDT
	Earnings Per Share as shown in the face of the Profit and Loss Account is calculated in accordance with International Accounting Standard (IAS) 33: "Earnings Per Share".				
	Basic earnings per share has been calculated as follows:				
	Earnings attributable to ordinary shareholders (Net profit after tax) (A)	820,478,576	528,490,624	752,530,961	722,084,017
	Weighted average number of ordinary shares outstanding during the year (B)	415,698,484	415,698,484	415,698,484	415,698,484
	Earnings Per Share (A÷B)	1.97	1.27	1.81	1.74

Reason for changes in Earnings Per Share (EPS):

Solo:

In the consolidated financial statement, EPS of IDLC Finance PLC. for the period ended June 30, 2024 is BDT 1.97, which was BDT 1.27 in the same period of the previous year. The primary reason behind this growth is the increase in net interest income (increased by 110 million), investment income (increased by BDT 352 million) and other operating income (increased by BDT 35 million). Additionally, provision for loans and investments decreased by BDT 111 million and operating expenses decreased by BDT 25 million. On the other hand, provision for tax increased by BDT 335 million. So, the aggregate net profit after tax increased to BDT 820 million (increased by BDT 292 million).

Group:

In the consolidated financial statement, EPS for the period ended June 30, 2024 is BDT 1.81, which was BDT 1.74 in the same period of the previous year. The primary reason behind this growth is the increase in net interest income (increased by 88 million), investment income (increased by BDT 152 million), commission exchange & brokerage (increased by BDT 17 million), other operating income (increased by BDT 38 million). Additionally, operating expenses decreased by BDT 12 million and Provision for loans and investments decreased by BDT 79 million. On the other hand, the provision for tax increased by BDT 355 million. As such, aggregate net profit after tax increased to BDT 753 million (increased by BDT 30 million).

35	Net Asset Value (NAV) Per Share	IDLC Finance PLC.		IDLC Group	
		30.06.2024	31.12.2023	30.06.2024	31.12.2023
		BDT	BDT	BDT	BDT
	Net Asset (total assets less total liabilities) (A)	14,819,553,235	14,622,622,385	19,128,611,509	18,999,628,235
	Total number of ordinary shares outstanding (B)	415,698,484	415,698,484	415,698,484	415,698,484
	Net Asset Value per share (NAV) (A÷B)	35.65	35.18	46.02	45.71

36	Net Operating Cash Flows Per Share (NOCFPS)	IDLC Finance PLC.		IDLC Group	
		30.06.2024	30.06.2023	30.06.2024	30.06.2023
		BDT	BDT	BDT	BDT
	Net cash flows from operating activities (A)	1,640,622,761	(1,047,574,762)	2,832,332,446	(999,119,110)
	Total number of ordinary shares outstanding (B)	415,698,484	415,698,484	415,698,484	415,698,484
	Net operating cash flows per share (NOCFPS) (A÷B)	3.95	(2.52)	6.81	(2.40)

Reason for changes in Net Operating Cash Flows Per Share (NOCFPS):

Solo:

NOCFPS of IDLC Finance PLC. for the period ended June 30, 2024 is BDT 3.95, which was BDT (2.52) in the same period of the previous year. The primary reason behind this variance is the net increase in cash generation from loans and advances by BDT 6,749 million, from operating activities by BDT 1,076 million, from payable and accrued expenses by BDT 1,064 million & decrease in net cash generation from term loan & bank borrowing by BDT 5,219 million and from terms and other deposits by BDT 884 million respectively. As such, aggregate cash outflow from operating activities has increased by BDT 2,688 million during the period ended on June 30, 2024.

Group:

In consolidated financial statement, NOCFPS for the period ended June 30, 2024 is BDT 6.81 which was BDT (2.40) in the same period of the previous year. The primary reason behind this variance is the increase in cash generation from loans & advances by BDT 6,968 million, from operating activities by BDT 857 million, from increase in cash generation from terms and other deposits by BDT 217 million and increase in payable from accrued expenses by BDT 837 million which is offset by, decrease in cash generation from term loan, bank borrowing & deposits by BDT 5,000 million. As such, aggregate cash outflow from operating activities has increased by BDT 3,831 million during the period ended on June 30, 2024.

37 Reconciliation of Net Profit with Cash Flows from Operating Activities

	IDLC Finance PLC.		IDLC Group	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	BDT	BDT	BDT	BDT
Net profit after tax	820,478,576	528,490,624	752,531,000	722,084,067
Items not involved in cash movement:				
Add: Depreciation	103,889,306	94,564,714	124,537,357	114,277,353
Add: Provision for loans and investments	412,064,853	522,732,315	443,363,213	522,517,269
Add: Provision for taxation	561,779,579	231,291,882	675,860,827	313,862,448
Add/ (Less): Accrued expenses	226,427,135	185,627,880	723,283,809	682,484,554
Add/ (Less): Accrued income	(245,609,700)	(105,674,018)	(143,675,058)	(148,371,784)
Less: Gain On Disposal of Fixed assets	(2,536,425)	(1,234,655)	(2,561,135)	(2,551,896)
Increase/(Decrease) in Employee gratuity	4,754,582	38,495,172	4,673,479	34,937,220
Increase/(Decrease) in deferred tax	4,737,375	491,172	(5,577,793)	1,666,562
Adjustments to reconcile net profit after tax to net cash provided by operating activities	1,885,985,280	1,494,785,086	2,572,435,698	2,240,905,794
Increase/(decrease) in operating assets and liabilities				
(Increase)/Decrease in Loans & advances	(537,591,773)	(7,286,613,497)	(169,343,314)	(7,137,811,923)
(Increase)/Decrease in Other assets	(31,946,543)	(15,509,446)	(37,245,323)	(17,473,811)
Increase/(Decrease) in Term & other deposits	2,612,712,419	3,496,430,782	3,370,498,992	3,153,703,994
Increase/(Decrease) in Term loans	(2,820,095,750)	4,242,598,604	(2,795,659,592)	4,265,086,232
Increase/(Decrease) in Short term borrowings	534,000,000	(1,310,000,000)	534,000,000	(1,310,000,000)
Increase/(Decrease) in Payable and accrued expenses	392,062,258	(675,908,603)	(216,367,437)	(1,044,984,397)
(Increase)/Decrease in Income tax	(428,485,351)	(1,094,988,747)	(524,072,420)	(1,174,311,124)
Increase/(Decrease) in Portfolio investors fund	-	-	64,103,621	(75,864,934)
Increase/(Decrease) in Interest suspense	33,982,221	101,631,058	33,982,221	101,631,058
	(245,362,519)	(2,542,359,849)	259,896,748	(3,240,024,905)
Net cash flows from/(used in) operating activities	1,640,622,761	(1,047,574,762)	2,832,332,446	(999,119,110)

Sd/-

Director

Sd/-

Director

Sd/-

Director

Sd/-

CEO & Managing Director

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

Dhaka, July 18, 2024

Annexure A

Fixed assets including land, building, furniture and fixtures-for the half yearly end 2024

Asset category	Cost				Rate	Depreciation				Written down value at June 30, 2024
	Balance at January 1, 2024	Addition during the period/year	Disposal/ adjustment during the period/year	Balance at June 30, 2024		Balance at January 1, 2024	Charged for the period/year	Adjustment during the period/year	Balance at June 30, 2024	
	BDI	BDI	BDI	BDI		BDI	BDI	BDI	BDI	
Free hold assets:										
Land	692,515,608	-	-	692,515,608	-	-	-	-	-	692,515,608
Building	207,519,303	-	-	207,519,303	2.50	57,064,997	2,593,991	-	59,658,988	147,860,315
Right-of-use Asset	726,219,402	39,728,804	(18,235,909)	747,712,298		457,582,282	59,233,060	(18,235,909)	498,579,434	249,132,864
Furniture and fixtures	103,758,529	2,085,155	(567,406)	105,276,278	12.50	84,914,132	4,229,294	(476,362)	88,667,064	16,609,214
Electrical equipment	75,080,203	2,916,702	(1,200,306)	76,796,599	20.00	67,068,826	1,540,773	(860,326)	67,749,272	9,047,327
Curtain and carpets	7,616,938	645,858	(219,464)	8,043,332	33.33	5,664,009	640,306	(123,613)	6,180,701	1,862,631
Office equipment	94,164,683	2,810,795	(3,595,245)	93,380,233	20.00	92,802,368	2,106,121	(3,594,595)	91,313,893	2,066,340
Office decoration	150,647,510	3,144,369	(688,795)	153,103,085	20.00	141,874,184	1,723,459	(688,770)	142,908,873	10,194,212
Computers	280,552,504	5,374,334	(3,190,952)	282,735,886	20.00	199,467,634	10,501,463	(3,190,592)	206,778,505	75,957,382
Software (Office Operation)	71,547,758	11,441,490	-	82,989,248	33.33	47,974,238	6,295,582	-	54,269,820	28,719,428
Software (Business Operation)	176,366,570	-	-	176,366,570	20.00	157,912,445	3,882,608	-	161,795,052	14,571,518
Telephone and telex	28,264,669	1,762,449	(448,278)	29,578,841	33.33	22,522,009	1,692,568	(352,848)	23,861,729	5,717,112
Motor vehicles	219,845,052	28,976,041	(26,430,048)	222,391,044	25.00 & 12.50	157,492,274	9,450,082	(24,604,406)	142,337,950	80,053,095
Total June 30, 2024	2,834,098,728	98,885,998	(54,576,402)	2,878,408,325		1,492,339,396	103,889,306	(52,127,421)	1,544,101,281	1,334,307,044
Total December 31, 2023	2,723,611,261	169,916,444	(59,428,976)	2,834,098,728		1,349,843,326	193,657,545	(51,161,475)	1,492,339,396	1,341,759,332

A(a) Consolidated fixed assets including land, building, furniture and fixtures-for half yearly end 2024

Asset category	Cost				Rate	Depreciation				Written down value at June 30, 2024
	Balance at January 1, 2024	Addition during the period/year	Disposal/ adjustment during the period/year	Balance at June 30, 2024		Balance at January 1, 2024	Charged for the period/year	Adjustment during the period/year	Balance at June 30, 2024	
	BDI	BDI	BDI	BDI		BDI	BDI	BDI	BDI	
Free hold assets:										
Land	692,515,608	-	-	692,515,608	-	-	-	-	-	692,515,608
Building	207,519,303	-	-	207,519,303	2.50	57,064,997	2,593,991	-	59,658,988	147,860,314
Right-of-use Asset	895,349,897	64,368,342	(28,114,754)	931,603,485		577,096,495	73,450,030	(28,114,754)	622,431,771	309,171,714
Furniture and fixtures	124,658,008	2,218,939	(657,406)	126,219,541	12.50	100,430,900	5,144,352	(550,107)	105,025,145	21,194,395
Electrical equipment	102,675,961	3,141,325	(1,827,999)	103,989,286	20.00	89,795,196	2,446,291	(1,367,036)	90,874,450	13,114,836
Curtain and carpets	9,841,044	672,635	(667,740)	9,845,939	33.33	7,376,088	747,084	(380,698)	7,742,474	2,103,464
Office equipment	134,289,044	4,023,107	(3,595,245)	134,716,905	20.00	128,722,285	2,808,020	(3,594,595)	127,935,710	6,781,195
Office decoration	186,002,002	3,144,369	(688,795)	188,457,576	20.00	171,055,568	3,008,754	(688,770)	173,375,552	15,082,024
Computers	315,780,864	6,839,671	(3,390,923)	319,229,613	20.00	223,346,639	12,130,282	(3,190,592)	232,286,330	86,943,283
Software (Office Operation)	81,976,443	11,441,490	-	93,417,933	33.33	57,487,701	6,325,219	-	63,812,920	29,605,013
Software (Business Operation)	181,291,446	-	-	181,291,446	20.00	163,612,420	3,882,608	-	167,495,028	13,796,418
Telephone and telex	32,475,006	1,868,439	(595,778)	33,747,668	33.33	26,144,785	1,870,516	(447,548)	27,567,752	6,179,916
Motor vehicles	247,473,786	29,133,855	(26,677,048)	249,930,593	25.00 & 12.50	178,711,835	10,130,210	(24,851,401)	163,990,643	85,939,950
Total June 30, 2024	3,211,848,409	126,852,172	(66,215,687)	3,272,484,894		1,780,844,908	124,537,356	(63,185,501)	1,842,196,763	1,430,288,131
Total December 31, 2023	3,100,428,891	189,737,532	(78,318,014)	3,211,848,409		1,614,159,125	234,577,670	(67,891,887)	1,780,844,908	1,431,003,501

Annexure B- Deferred Tax

Deferred tax has been calculated based 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 International Accounting Standard (IAS) 12: "Income Taxes".

	IDLC Finance PLC.			IDLC Group		
	30.06.2024 BDT	31.12.2023 BDT	Deferred tax (expenses)/ income	30.06.2024 BDT	31.12.2023 BDT	Deferred tax (expenses)/ income
Deferred tax assets (Note 9)	165,624,395	173,685,418	(8,061,023)	235,484,180	229,411,931	6,072,250
Deferred tax liabilities (Note 12)	97,415,272	100,738,920	3,323,648	115,967,952	115,473,495	(494,456)
Total			(4,737,375)			5,577,793
Deferred tax asset is arrived at as follows:						
Particulars	IDLC Finance PLC.			IDLC Group		
	Carrying amount BDT	Tax base BDT	(Taxable)/deductible temporary difference BDT	Carrying amount BDT	Tax base BDT	(Taxable)/deductible temporary difference BDT
30.06.2024						
Assets (excluding land):						
Fixed assets net of depreciation (Annexure-A)	392,658,572	507,130,872	114,472,300	428,600,809	574,574,409	145,973,600
Difference of vehicle*	(23,353,342)	-	23,353,342	(24,470,291)	-	24,470,291
	369,305,230	507,130,872	137,825,642	404,130,518	574,574,409	170,443,891
Liabilities:						
Loss on sale of secondary shares	-	-	-	161,928,740	-	161,928,740
Lease Liability-Rent	303,839,411	-	303,839,411	374,003,995	-	374,003,995
Gratuity provision (net of payment)	-	-	-	79,434,629	-	79,434,629
Total	303,839,411	-	303,839,411	615,367,364	-	615,367,364
			IDLC FL	IDLC SL	IDLC IL	IDLC AML
Applicable tax rate for Business or Profession (2024)			37.50%	25.00%	37.50%	25.00%
Applicable tax rate for loss on sale of secondary shares (2024)			15.00%	15.00%	15.00%	15.00%
Deferred tax asset as on June 30, 2024			165,624,395			235,484,180

Particulars	IDLC Finance PLC.			IDLC Group		
	Carrying amount	Tax base	(Taxable)/deductible temporary difference	Carrying amount	Tax base	(Taxable)/deductible temporary difference
	BDT	BDT	BDT	BDT	BDT	BDT
31.12.2023						
Assets (excluding land):						
Fixed assets net of depreciation (Annexure-A)	380,606,604	495,562,149	114,955,545	420,234,492	565,268,060	145,033,568
Difference of vehicle*	(16,743,021)	-	16,743,021	(17,826,709)	-	17,826,709
Total	363,863,583	495,562,149	131,698,566	402,407,783	565,268,060	162,860,277
Liabilities:						
Loss on sale of secondary shares	-	-	-	47,192,229	-	47,192,229
Lease Liability-Rent	331,462,547	-	331,462,547	392,008,594	-	392,008,594
Gratuity provision (net of payment)	-	-	-	79,515,732	-	79,515,732
Total	331,462,547	-	331,462,547	518,716,556	-	518,716,556
			IDLC FL	IDLC SL	IDLC IL	IDLC AML
Applicable tax rate (2023)			37.50%	27.50%	37.50%	27.50%
Applicable tax rate for loss on sale of secondary shares (2023)			10.00%	10.00%	10.00%	10.00%
Deferred tax asset as on December 31, 2023			173,685,418			229,411,931
Deferred tax liability is arrived at as follows:						
30.06.2024						
ROU-Rent, net of depreciation	249,132,864	-	(249,132,864)	309,171,714	-	(309,171,714)
Net defined plan assets	10,641,194	-	(10,641,194)	15,093,639	-	(15,093,639)
Total taxable temporary differences for the period ended	259,774,059	-	(259,774,059)	324,265,354	-	(324,265,354)
			IDLC FL	IDLC SL	IDLC IL	IDLC AML
Applicable tax rate			37.50%	25.00%	37.50%	25.00%
Deferred tax liabilities as on June 30, 2024			97,415,272			115,967,952
31.12.2023						
ROU-Rent, net of depreciation	268,637,120	-	(268,637,120)	318,253,402	-	(318,253,402)
Total taxable temporary differences for the year ended	268,637,120	-	(268,637,120)	318,253,402	-	(318,253,402)
			IDLC FL	IDLC SL	IDLC IL	IDLC AML
Applicable tax rate Business or Profession			37.50%	27.50%	37.50%	27.50%
Deferred tax liabilities as on December 31, 2023			100,738,920			115,473,495

Q2 2024: The consolidated deferred tax income was BDT 5.58 million, which includes BDT 4.73 million for deferred tax expense of IDLC Finance PLC., BDT 3.14 million for deferred tax income of IDLC Securities Limited, BDT 7.49 million for deferred tax income of IDLC Investments Limited and BDT 0.31 million for deferred tax expense of IDLC Asset Management Limited.

Q2 2023: Consolidated deferred tax expense was BDT 1.67 million, which includes BDT 0.49 million for deferred tax expense of IDLC Finance Limited, BDT 1.10 million for deferred tax income of IDLC Securities Limited, BDT 2.41 million for deferred tax expense of IDLC Investments Limited and BDT 0.13 million for deferred tax income of IDLC Asset Management Limited.

* This represents the permanent difference related to sedan cars, not plying for hire, owned by IDLC. As per the provisions of Income Tax Act 2023, depreciation on such cars is allowed only up to certain limit of cost (currently BDT 3.00 million per car) of such cars for tax purpose. Difference for vehicle represents the amount of depreciated cost exceeding such limits.

Annexure C - Disclosure of deviations from few requirements of IAS/IFRS due to mandatory compliance with Bangladesh Bank's requirements

SL.	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
1	Measurement of provision for leases, loans and advances (financial assets measured at amortized cost)	IFRS 9 "Financial Instruments"	<p>An entity shall assess at the end of each reporting period whether there is any objective evidence that a financial asset or group of financial assets measured at amortized cost is impaired.</p> <p>If any such evidence exists, expected credit losses are required to be measured through a loss allowance at an amount equal to:</p> <p>a) the 12-month expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or</p> <p>b) full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).</p>	<p>As per FID circular No. 08, dated 03 August 2002, FID circular No. 03, dated 03 May 2006 and FID circular No. 03, dated 29 April 2013, a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans and Special Mentioned Accounts (SMA)) has to be maintained irrespective of objective evidence of impairment on lease, loans and advances.</p> <p>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.</p>	<p>In separate Financial Statements, an amount of BDT 311.89 million has been charged as incremental provision for leases, loans and advances, which includes charged of BDT 25.04 million as general provision for the period ended June 30, 2024. Also, as at 30 June 2024, accumulated provision for leases, loans and advances stand at BDT 4,491.76 million.</p> <p>In consolidated Financial Statements, the incremental provision amount is BDT 307.16 million which includes charged of general provision of BDT 20.75 million. Also, as at 30 June, 2024, accumulated provision for leases, loans and advances stand at BDT 5,001.70 million.</p>
2	Valuation of Investments in quoted and unquoted shares	IFRS 9 "Financial Instruments"	<p>Investment in shares falls either under at "fair value through profit/loss (FVTPL)" or "fair value through other comprehensive income (FVTOCI)" where any change in the fair value in case of FVTPL at the year-end is taken to profit of loss, and any change in fair value in case of FVTOCI is taken to other comprehensive income.</p>	<p>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.</p>	<p>During this period, total market value of all shares of IDLC Finance PLC. & subsidiaries is less than the cost price.</p> <p>As on June 30, 2024 there was BDT 658.86 million unrealised loss on consolidated investment in marketable securities and BDT 305.57 million unrealised loss on investment by IDLC Finance PLC. in marketable securities. (except investment in government bond & bill)</p>

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SL.	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
3	Recognition of interest income for SMA and classified lease, loans and advances	IFRS 9 "Financial Instruments"	Income from financial assets measured at amortized cost is recognized through effective interest rate method over the term of the investment. Once a financial asset is impaired, investment income is recognized in profit and loss account on the same basis based on revised carrying amount.	As per FID circular No. 03, dated 03 May 2006, once an investment on leases, loans and advances is termed as "Special Mention Account (SMA)", 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.	At the period end, in separate Financial Statements interest suspense account has increased to BDT 796.76 million from BDT 762.78 million resulting in increase of BDT 33.98 million of interest suspense. This amount has been shown in other liabilities in note 12.5
4	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 period. In the light of above, balance with Bangladesh Bank and fixed term 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.	Bangladesh Bank has issued templates for financial statements vide DFIM Circular No. 11, dated 23 December 2009 which will strictly be followed by all banks and NBFIs. The templates of financial statements provided detail presentation for statement of cash flows.	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank.
5	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 the provision for lease, loans and advances.	During this period there is no impact in the financial statements due to this departure as the Company did not consider any deductible temporary difference against the provision for leases, loans and advances.

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SL.	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
6	Presentation and disclosure of Financial Statements and Financial Instruments	IAS 1 "Presentation of Financial Statements" IFRS 9 "Financial Instruments" & 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. IFRS 9 and IFRS 7 require specific presentation and disclosure relating to all financial instruments.	Bangladesh Bank has issued templates for financial statements vide DFIM Circular No. 11, dated 23 December 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 Comprehensive Income Statement. 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. As per Bangladesh Bank guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IAS 39. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 have not been made in the accounts.	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank.
7	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 No. 11, dated 23 December 2009, Cash flow statement has been guided by the Bangladesh Bank which is the mixture of direct and indirect method.	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM Circular No. 11 dated 23 December 2009) of Bangladesh Bank.
8	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	As per DFIM Circular No. 11, dated 23 December 2009, Bangladesh Bank has issued templates for financial statements	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM

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SL.	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
		Financial Statement"	and current and non-current liabilities as separate classification in its statement of financial position.	which is applicable for all the Financial Institutions. In this templates there is no current and non-current segmentation of assets and liabilities	Circular No. 11, dated 23 December 2009) of Bangladesh Bank.
9	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 No. 11, dated 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.	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank. There is no financial impact for this departure but there is a disclosure in the financial statements.
10	Impairment of Margin Loan (Loans and receivables)	IFRS 9 "Financial Instruments"	Measurement after initial recognition at amortized cost and recording of changes through profit and loss.	As per Bangladesh Securities and Exchange Commission (BSEC) Circular No. SEC/CMRRCD/2009-193/196 dated 28 December 2016, provisions for the year 2016 on impairment of principal portion of margin loan shall be kept at 20% on each quarter for the five quarters starting from December 2016.	There is no such impact for this. However, we have been maintaining full provision for unrealized loss (if any) of margin loan in the portfolio.
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,	As per DFIM Circular No. 11, dated 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,	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank. There is no financial impact for this departure in the financial statements.

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SL.	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
			v) notes, comprising significant accounting policies and other explanatory information and vi) statement of financial position at the beginning of preceding period for retrospective restatement.	vi) notes, comprising significant accounting policies and other explanatory information.	
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 No. 11, dated 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.	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank. There is no financial impact for this departure in the financial statements.
13	Other comprehensive income	IAS 1 "Presentation of Financial Statements"	As per IAS 1: "Presentation of Financial Statements" Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single OCI statement.	Bangladesh Bank has issued templates for financial statements which will strictly be followed by financial institutions. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income (OCI) nor are the elements of OCI allowed to be included in a single OCI statement. As such the financial institution does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per the guideline and templates issued by Bangladesh Bank. There is no financial impact for this departure in the financial statements.

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SL.	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
14	Disclosure of presentation of profit	N/A	There is no requirement to show appropriation of profit in the face of statement of comprehensive income.	As per DFIM circular no 11, dated 23 December 2009, an appropriation of profit should be disclosed in the face of profit and loss account	Financial Statements for the half year end 2024 and corresponding period of 2023 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank. There is no financial impact for this departure in the financial statements.