

**Industrial Promotion and Development
Company of Bangladesh Limited**

Un-audited financial statements
for the third quarter ended 30 September 2009

Industrial Promotion and Development Company of Bangladesh Limited
Balance Sheet (Un-audited)
as at 30 September 2009

	<u>30-Sep-09</u>	<u>31-Dec-08</u>
Assets	<u>Taka</u>	<u>Taka</u>
Property, plant and equipment	76,572,071	81,079,005
Deferred tax assets	254,309,938	253,075,432
Investments in shares	259,471,026	409,892,894
Long term finance	1,573,015,613	1,444,471,533
Auto loan	43,852,049	35,446,199
Net lease receivables	783,403,128	918,689,905
Advance against lease finance	-	84,378,194
Total non-current assets	<u>2,990,623,825</u>	<u>3,227,033,162</u>
Investments in shares - current	111,201,868	193,400,000
Long term finance - current	674,149,549	740,882,542
Auto loan - current	18,793,735	7,693,362
Net lease receivables - current	421,832,454	376,720,645
Short term finance	255,558,081	613,275,710
Secured finance	46,567,653	35,496,527
Accounts receivable - projects	879,260,673	740,336,747
Receivable - others	20,532,557	12,853,699
Advances, deposits and prepayments	193,128,871	170,206,975
Non-current assets held for sale	27,500,000	27,500,000
Placement of fund in FDR	150,000,000	209,343,324
Cash and cash equivalent	55,723,694	150,273,864
Total current assets	<u>2,854,249,135</u>	<u>3,277,983,395</u>
Total assets	<u>5,844,872,960</u>	<u>6,505,016,557</u>
Equity		
Share capital	783,916,200	712,651,100
Share premium	167,014,000	167,014,000
Statutory reserve	126,438,907	126,438,907
Revaluation reserve	23,627,792	23,627,792
Retained earnings	694,540,298	715,626,846
Total equity	<u>1,795,537,197</u>	<u>1,745,358,645</u>
Liabilities		
Long term loan	107,538,450	242,650,108
Deferred liabilities	36,822,604	36,921,295
Term deposits	1,502,287,710	691,440,126
Provision for investments and advances	776,958,096	709,762,027
Total non-current liabilities	<u>2,423,606,860</u>	<u>1,680,773,556</u>
Long term loan - current	181,431,753	300,668,127
Term deposits - current	801,530,692	1,843,359,201
Short term loan	-	353,833,442
Accounts payable	124,889,834	164,274,941
Interest suspense	425,155,801	342,486,849
Provision for corporate tax	92,720,823	74,261,796
Total current liabilities	<u>1,625,728,903</u>	<u>3,078,884,356</u>
Total liabilities	<u>4,049,335,763</u>	<u>4,759,657,912</u>
Total owners' equity and liabilities	<u>5,844,872,960</u>	<u>6,505,016,557</u>

Sd-

Dilip Kumar Mandal
Chief Financial Officer

Sd-

Humaira Azam
Managing Director & CEO

Industrial Promotion and Development Company of Bangladesh Limited

**Profit and Loss Account (Un-audited)
for the third quarter ended 30 September 2009**

	3rd quarter <u>July-Sep 09</u> Taka	3rd Qtr.ended <u>30-Sep-09</u> Taka	3rd quarter <u>July-Sep 08</u> Taka	3rd Qtr.ended <u>30-Sep-08</u> Taka
Operational revenue				
Interest income from lease finance	25,678,577	83,558,663	26,500,974	129,313,481
Interest income from term finance	62,623,716	191,901,137	71,872,976	210,575,137
Interest income from short term finance	14,325,236	77,699,395	17,440,419	67,887,443
Interest income from secured finance	1,793,195	4,025,238	1,736,926	4,188,207
Interest income from auto loan	2,178,554	5,902,696	1,376,595	2,034,289
Dividend income	7,119,689	26,283,010	17,529,169	66,616,319
Capital gain on sale of shares	61,993,238	61,993,238	-	10,113,853
Other operational income	413,425	1,862,123	598,763	2,845,110
	<u>176,125,630</u>	<u>453,225,500</u>	<u>137,055,822</u>	<u>493,573,839</u>
Operational expenses				
General and administrative expenses	17,996,039	44,978,369	22,378,449	51,133,810
Depreciation and amortization	3,132,104	9,428,313	3,716,639	11,035,738
Financial expenses	78,018,363	264,607,994	112,363,480	331,291,586
	<u>99,146,506</u>	<u>319,014,676</u>	<u>138,458,568</u>	<u>393,461,134</u>
Income from operation	76,979,124	134,210,824	(1,402,746)	100,112,705
Provision for investments and advances	41,505,062	67,196,070	5,155,448	28,393,853
Operating Profit	35,474,062	67,014,754	(6,558,194)	71,718,852
Non-operational income	170,539	391,222	86,134	1,133,906
Exchange (loss)/gain	-	(2,904)	-	(74,820)
	<u>170,539</u>	<u>388,318</u>	<u>86,134</u>	<u>1,059,086</u>
Profit before tax	35,644,601	67,403,072	(6,472,060)	72,777,938
Tax expenses:				
Current tax	5,489,320	18,459,026	1,828,833	9,191,906
Deferred tax	-	(1,234,506)	4,705,218	(3,529,009)
	<u>5,489,320</u>	<u>17,224,520</u>	<u>6,534,051</u>	<u>5,662,897</u>
Net profit after tax	<u>30,155,281</u>	<u>50,178,552</u>	<u>(13,006,111)</u>	<u>67,115,041</u>
EPS (2008: restated)		<u>6.40</u>		<u>8.56</u>
Annualized EPS (2008: restated)		<u>8.53</u>		<u>11.42</u>

Sd-
Dilip Kumar Mandal
Chief Financial Officer

Sd-
Humaira Azam
Managing Director & CEO

Industrial Promotion and Development Company of Bangladesh Limited

**Cash Flow Statement
for the third quarter ended 30 September 2009**

	3rd Qtr. ended <u>30-Sep-09</u> <u>Taka</u>	3rd Qtr. ended <u>30-Sep-08</u> <u>Taka</u>
Cash flow from operating activities		
Collection from operational revenue	554,568,023	625,782,419
Payments for operational expenses	(346,284,925)	(435,802,564)
Payments of corporate income tax	(19,412,863)	(10,152,899)
(Increase)/decrease in operating assets	55,691,808	110,596,007
Increase/(decrease) in operating liabilities	<u>(36,698,562)</u>	<u>(52,987,168)</u>
<i>Net cash (used) in/from operating activities</i>	<u>207,863,481</u>	<u>237,435,795</u>
Cash flow from investing activities		
Acquisition of property, plant and equipment	(2,246,380)	(3,773,701)
Investments and advances made	(788,583,666)	(716,817,357)
Recovery of loans and short term finance	1,080,703,151	819,911,519
Redemption/sale of shares	<u>247,664,033</u>	<u>108,826,102</u>
<i>Net cash from investing activities</i>	<u>537,537,138</u>	<u>208,146,563</u>
Cash flow from financing activities		
Receipts/(payments) against lease	(184,191)	(2,066,996)
Receipts/(payments) of lines of credit	(254,348,033)	(49,011,073)
Receipts/(payments) of term deposits	(230,980,925)	(465,899,388)
Receipts/(payments) of call loan and overdraft	(353,833,442)	(117,549,335)
Payment of dividend	<u>(604,198)</u>	<u>(32,038,201)</u>
<i>Net cash used in financing activities</i>	<u>(839,950,789)</u>	<u>(666,564,993)</u>
Net increase/(decrease) in cash and cash equivalents	(94,550,170)	(220,982,635)
Cash and cash equivalents as at 1 January	150,273,864	375,616,220
Cash and cash equivalents as at 30 September	<u><u>55,723,694</u></u>	<u><u>154,633,585</u></u>

Industrial Promotion and Development Company of Bangladesh Limited

Statement of Changes in Shareholders' Equity (Un-audited)
for the third quarter ended 30 September 2009

	<u>Share capital</u> <u>Taka</u>	<u>Share premium</u> <u>Taka</u>	<u>Statutory reserve</u> <u>Taka</u>	<u>Revaluation reserve</u> <u>Taka</u>	<u>Retained earnings</u> <u>Taka</u>	<u>Total</u> <u>Taka</u>
Balance at 1 January 2009	712,651,100	167,014,000	126,438,907	23,627,792	715,626,846	1,745,358,645
Changes during the period						
Bonus shares issued during the period	71,265,100	-	-	-	(71,265,100)	-
Net profit after tax for the period	-	-	-	-	50,178,552	50,178,552
Balance at 30 September 2009	<u>783,916,200</u>	<u>167,014,000</u>	<u>126,438,907</u>	<u>23,627,792</u>	<u>694,540,298</u>	<u>1,795,537,197</u>
Balance at 30 September 2008	<u>712,651,100</u>	<u>167,014,000</u>	<u>105,659,472</u>	<u>23,627,792</u>	<u>699,624,149</u>	<u>1,708,576,513</u>

Notes to the accounts (Un-audited)

Basis of Reporting

The financial statements for the third quarter ended 30 September 2009 are prepared under historical cost convention following accrual basis of accounting and based on Bangladesh Accounting Standard (BAS) -34: "Interim Financial Reporting".

Accounting policies and method of computations

For preparing the third quarter financial statements, we have followed accounting policies and method in consistent with those used in the financial statements prepared and published for the year ended December 31, 2008.

Post Balance Sheet events

No material events occurred after the reporting date, which would significantly affect the financial position of the company as at the Balance Sheet date.

Rounding off and rearrangement of figures

Figures have been rounded off to the nearest Taka and 2008 figures have been rearranged, where necessary, to conform to current period presentation.