

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

Unaudited financial statements as at and
for the half year ended 30 June 2016

IPDC of Bangladesh Limited
Condensed Half Yearly Balance Sheet (Un-audited)

As at	Note	30 June 2016	Figures in Taka 31 December 2015
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		170,000	150,000
Balance with Bangladesh Bank and its agent bank(s)		127,602,097	82,047,426
Balance with other banks and financial institutions	2	1,102,413,319	1,063,034,059
		1,230,185,416	1,145,231,485
Investments			
Others	3.1	583,015,914	187,048,680
		583,015,914	187,048,680
Loans, cash credits, overdrafts, etc.	4	13,851,585,046	6,415,776,969
Fixed assets including land, building, furniture and fixtures	5	203,443,002	207,043,649
Other assets	6	329,205,099	243,385,260
Non financial institutional assets	7	3,752,405	3,752,405
TOTAL ASSETS		16,201,186,882	8,202,238,448
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks and financial institutions	8	6,637,935,664	227,064,552
Term deposits	9	5,797,080,504	4,544,692,563
Other liabilities	10	1,111,401,507	955,869,475
Total liabilities		13,546,417,675	5,727,626,590
Shareholders' equity			
Paid up capital	11	1,515,005,670	1,262,504,730
Share premium	12	167,014,000	167,014,000
Statutory reserve	13	332,758,289	332,758,289
Assets revaluation reserve	14	127,086,739	127,086,739
Retained earnings	15	512,904,509	585,248,100
Total shareholders' equity		2,654,769,207	2,474,611,858
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		16,201,186,882	8,202,238,448
Off-balance sheet items			
Letters of guarantee	16	4,472,000	11,612,000

The annexed notes 1 to 35 form an integral part of these financial statements.

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chairman	Director	Managing Director & CEO	CFO	Company Secretary

IPDC of Bangladesh Limited
Condensed Half Yearly Profit and Loss Account (Un-audited)

Figures in Taka

For the half year ended 30 June	Note	Half year		2nd quarter	
		2016	2015	2016	2015
PARTICULARS					
Interest income	17	574,029,703	394,757,985	333,546,627	193,801,500
Interest paid on deposits and borrowings etc.	18	301,591,105	188,827,082	183,434,811	91,591,577
Net interest income		272,438,598	205,930,903	150,111,816	102,209,923
Investment income	19	16,072,491	34,943,961	11,059,918	17,460,084
Commission, exchange and brokerage	20	14,895,774	1,617,601	10,021,352	631,939
Other operating income	21	96,960,494	20,781,260	92,724,168	7,643,100
Total operating income		400,367,356	263,273,725	263,917,254	127,945,046
Salary and allowances	22	55,182,876	45,332,226	30,084,418	24,089,183
Rent, taxes, insurance, electricity, etc.	23	8,498,167	6,854,409	4,567,293	3,577,905
Legal and other professional expenses	24	7,411,232	6,120,513	4,124,576	3,006,670
Postage, stamp, telecommunications, etc.	25	1,791,342	1,579,504	939,290	756,682
Stationery, printings, advertisements, etc.	26	17,646,347	4,825,563	10,606,861	2,633,402
Managing Director's salary and allowances	27	5,390,998	5,289,907	3,202,999	3,101,908
Directors' fees	28	1,280,352	1,997,735	537,978	1,016,861
Depreciation and repair of Company's assets	29	14,842,872	13,426,916	7,875,543	6,721,448
Other expenses	30	13,160,433	8,527,566	6,084,681	3,975,121
Total operating expenses		125,204,619	93,954,338	68,023,639	48,879,180
Profit before provision		275,162,737	169,319,387	195,893,615	79,065,866
Provision for loans and advances	31	14,128,530	19,213,384	36,179,402	11,570,761
Other provisions		-	-	-	-
Total provision		14,128,530	19,213,384	36,179,402	11,570,761
Profit before tax		261,034,207	150,106,003	159,714,213	67,495,105
Current tax	10.4	72,567,831	64,757,607	39,693,557	30,008,991
Deferred tax	32	8,309,027	1,705,406	254,958	(2,914,803)
Total tax expenses		80,876,858	66,463,013	39,948,515	27,094,188
Net profit after tax		180,157,349	83,642,990	119,765,698	40,400,917
Earnings per share (EPS)	33	1.19	0.55	0.79	0.27

The annexed notes 1 to 35 form an integral part of these financial statements.

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
_____ Chairman	_____ Director	_____ Managing Director & CEO	_____ CFO	_____ Company Secretary

IPDC of Bangladesh Limited
Condensed Half Yearly Cash Flow Statement (Un-audited)

For the half year ended 30 June	Note	2016	2015
Figures in Taka			
OPERATING ACTIVITIES			
Interest receipts in cash		593,140,417	263,038,059
Interest payments in cash		(246,608,066)	(279,354,210)
Dividend receipts in cash		1,011,111	3,709,154
Fee and commission receipts in cash		14,895,774	1,617,601
Recoveries of loan previously written off		96,644,724	20,700,000
Cash payments to employees		(79,273,326)	(43,945,711)
Cash payments to suppliers		(50,580,106)	(33,459,125)
Income taxes paid		(53,144,401)	(9,460,932)
Receipts from other operating activities		17,055,068	29,796,402
Cash generated before change in operating assets and liabilities		293,141,195	(47,358,764)
Increase/decrease in operating assets and liabilities			
Loans and advances to other banks		85,916,164	62,409,700
Loans and advances to customers		(8,036,711,715)	74,027,681
Other assets		(12,740,096)	(4,118,858)
Deposits from customers		1,252,387,941	(248,056,436)
Trading liabilities		6,414,607,333	257,543,554
Other liabilities		98,891,470	246,760,925
Net increase/decrease in operating assets and liabilities		(197,648,903)	388,566,565
Net cash from operating activities		95,492,292	341,207,801
INVESTING ACTIVITIES			
Payment for purchase of property, plant and equipment		(7,074,841)	(14,911,372)
Sale proceeds of property, plant and equipment		272,700	-
Net cash provided/(used) in investing activities		(6,802,141)	(14,911,372)
FINANCING ACTIVITIES			
Receipts/(payments) of long term loan		(3,736,221)	(4,890,032)
Dividends paid in cash		-	(15,277,922)
Net cash provided/(used) in financing activities		(3,736,221)	(20,167,953)
Net increase/(decrease) in cash		84,953,931	306,128,475
Cash and cash equivalents at beginning of period		1,145,231,485	821,582,911
Cash and cash equivalents at end of period		1,230,185,416	1,127,711,386

The annexed notes 1 to 35 form an integral part of these financial statements.

IPDC of Bangladesh Limited
Condensed Half Yearly Statement of Changes in Shareholders' Equity (Un-audited)

Figures in Taka

	Paid up share capital	Share premium	Statutory reserve	Asset revaluation reserve	Retained earnings	Total
For the half year ended 30 June 2016						
Opening balance	1,262,504,730	167,014,000	332,758,289	127,086,739	585,248,100	2,474,611,858
Changes in accounting policy						
Restated balance	1,262,504,730	167,014,000	332,758,289	127,086,739	585,248,100	2,474,611,858
Net profit for the period	-	-	-	-	180,157,349	180,157,349
Payment of cash dividend	-	-	-	-	-	-
Issuance of stock dividend	252,500,940	-	-	-	(252,500,940)	-
Closing balance	1,515,005,670	167,014,000	332,758,289	127,086,739	512,904,509	2,654,769,207
For the half year ended 30 June 2015						
Opening balance	1,147,731,580	167,014,000	284,720,219	127,086,739	565,255,550	2,291,808,088
Changes in accounting policy						
Restated balance	1,147,731,580	167,014,000	284,720,219	127,086,739	565,255,550	2,291,808,088
Net profit for the period	-	-	-	-	83,642,990	83,642,990
Payment of cash dividend	-	-	-	-	(57,386,579)	(57,386,579)
Issuance of bonus share	114,773,150	-	-	-	(114,773,150)	-
Closing balance	1,262,504,730	167,014,000	284,720,219	127,086,739	476,738,811	2,318,064,499

The annexed notes 1 to 35 form an integral part of these financial statements.

1. Reporting entity

1.1. Company profile

With a mandate to promote economic growth in the country, Industrial Promotion and Development Company of Bangladesh Limited (IPDC) was incorporated in Bangladesh in 1981 as the premier private sector long term lending institution with the Registrar of Joint Stock Companies and Firms, Dhaka. The company also registered itself as a financial institution under the Financial Institutions Act 1993 on 7 February 1995. The registered office of the company is situated at Hosna Center (4th Floor), 106 Gulshan Avenue, Dhaka, Bangladesh. The company became a listed company on December 3, 2006 in both the Dhaka Stock Exchange Ltd. and the Chittagong Stock Exchange Ltd. in Bangladesh. The company has four branch offices located at Dhaka, Chittagong and Sylhet.

1.2. Nature of business of the Company

IPDC specializes in providing long term and short term financing, project financing, lease financing, mortgage financing, channel financing, equity participation, syndication finance, SME and MME finance, asset backed securitization through issuance of zero-coupon bond and related consultancies to both local and foreign private investments in Bangladesh. In 2006, the company also started retail business to increase its activities in retail segment.

1.3. Basis of Reporting

The financial statements for the half year ended 30 June 2016 have been prepared under historical cost convention following accrual basis of accounting and based on Bangladesh Accounting Standard (BAS) 34: *Interim Financial Reporting* and should be read in conjunction with the financial statements as at for the year ended 31 December 2015, the year for which the annual financial statements were prepared.

1.4. Accounting policies and method of computations

For preparing the half yearly financial statements, the accounting policies and methods in consistent with those used in the financial statements prepared for the year ended 31 December 2015 have been followed.

1.5. Post Balance Sheet events

No other material event occurred after the balance sheet date, which could materially affect the amounts or disclosures in these financial statements.

1.6. Rounding off and rearrangement of figures

Figures have been rounded off to the nearest Taka and 2015 figures have been reclassified/rearranged, where necessary, to conform to current period presentation.

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

As at	Note	Figures in Taka	
		30 June 2016	31 December 2015
2. Balance with other banks and financial institutions			
Name of Bank/FI			
<i>Current deposit accounts</i>			
Commercial Bank of Ceylon PLC		40,680	41,980
Uttara Bank Ltd.		-	2,583
United Commercial Bank Ltd.		20,371	29,707
AB Bank Ltd.		16,650	17,225
Standard Chartered Bank		706,567	9,832
Prime Bank Ltd.		2,754,533	96,682
Social Islami Bank Ltd.		-	1,850
Bank Alfalah Ltd.		-	1,451
Dhaka Bank Limited		1,571,924	-
		5,110,726	201,310
<i>Short term deposit accounts</i>			
Dutch-Bangla Bank Ltd.		1,032,937	867,822
Prime Bank Ltd.		2,689,773	27,985,260
AB Bank Ltd.		1,659,052	1,590,275
Standard Chartered Bank		36,388	39,586
Mercantile Bank Ltd.		52,578	1,201,820
Al-Arafah Islami Bank Ltd.		-	3,768
BRAC Bank Ltd.		1,529,201	11,312,262
Dhaka Bank Limited		32,836,672	45,330,394
United Commercial Bank Ltd.		73,071	62,097
		39,909,673	88,393,284
<i>Short term placement</i>			
National Bank of Pakistan		250,000,000	250,000,000
Lanka Bangla Finance Ltd.		-	75,000,000
		250,000,000	325,000,000
<i>Short term deposit accounts (in foreign currency)</i>			
AB Bank Ltd.		1,367	62,184
		1,367	62,184
<i>Fixed deposit accounts</i>			
Prime Bank Ltd.		26,189,443	225,585,004
Dhaka Bank Ltd.		128,585,528	124,860,000
AB Bank Ltd.		385,857,869	107,860,627
EXIM Bank Ltd.		50,000,000	100,000,000
National Bank of Pakistan		16,758,713	16,071,650
The City Bank Ltd.		-	50,000,000
Union Bank Ltd.		-	25,000,000
Janata Bank Ltd.		100,000,000	-
Standard Bank Ltd.		100,000,000	-
		807,391,553	649,377,281
		1,102,413,319	1,063,034,059
3. Investments			
Other investments	3.1	583,015,914	187,048,680
		583,015,914	187,048,680

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

As at	Note	Figures in Taka	
		30 June 2016	31 December 2015
3.1 Other investments			
In ordinary shares - Listed		7,000,000	7,000,000
In ordinary shares - Unlisted		4,500,000	4,500,000
In cumulative redeemable preference shares		261,048,680	63,048,680
Investment in shares		272,548,680	74,548,680
In corporate bonds		310,467,234	112,500,000
		583,015,914	187,048,680

Details of other investments are shown in Annexure - A.

4. Loans, leases and advances

Long term loan		4,404,900,079	2,090,171,422
Lease finance		1,569,823,982	1,177,043,033
Short term loan		5,919,558,613	2,323,608,983
Mortgage finance		766,846,409	190,873,203
Channel finance		365,376,504	135,033,555
Auto loan		632,184,962	403,632,792
Secured retail loan		58,891,526	79,241,371
Personal Loan		117,553,974	-
Staff loan		16,448,998	16,172,610
		13,851,585,046	6,415,776,969

All loans, leases and advances are within Bangladesh.

5. Fixed assets including premises, furniture and fixtures

Land		129,240,000	129,240,000
Building		20,922,500	20,922,500
Motor vehicles		28,921,437	28,799,037
Furniture and fixtures		35,443,713	34,154,874
Equipment and appliances		67,188,299	65,794,704
Accounting software		16,398,750	16,398,750
		298,114,699	295,309,865
Less: Accumulated depreciation		94,671,697	88,266,216
		203,443,002	207,043,649

Details of fixed assets are shown in Annexure - B.

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

As at	Note	Figures in Taka	
		30 June 2016	31 December 2015
6. Other assets			
Stationery, stamps, printing materials in stock		249,920	95,156
Advance rent and advertisement		5,234,239	2,823,489
Interest accrued on investment but not collected		36,435,401	19,319,193
Security deposits		2,690,560	1,990,560
Preliminary, formation, renovation and prepaid expenses		1,166,164	200,569
Others	6.1	283,428,815	218,956,293
		329,205,099	243,385,260
6.1 Others			
Advance tax		261,912,780	208,768,379
Deferred tax asset	6.1.2	687,269	7,701,603
Sundry assets	6.1.1	18,975,227	2,486,311
Miscellaneous Receivables		1,853,539	
		283,428,815	218,956,293
6.1.1 Sundry assets			
City corporation tax		41,584	166,324
Hosna Centre Owners' Association		583,050	583,050
Advance others		18,350,593	1,736,937
		18,975,227	2,486,311
6.1.2 Deferred tax asset			
<i>i) Deductible temporary difference</i>			
Gratuity provision		-	18,699,452
Tax rate		-	40.00%
Deferred tax asset		-	7,479,781
<i>ii) Deductible temporary difference</i>			
Property, plant and equipment		1,718,172	554,556
Net taxable temporary differences		1,718,172	554,556
Tax rate		40.00%	40.00%
Deferred tax assets		687,269	221,822
Total deferred tax assets (i+ii)		687,269	7,701,603
<i>Movement of deferred tax asset is as follows:</i>			
Opening balance		7,701,603	6,240,947
Add: (Expense)/income		(7,014,334)	1,460,656
Closing balance		687,269	7,701,603
7. Non financial institutional assets			
Freehold land	7.1	3,752,405	3,752,405
		3,752,405	3,752,405
7.1 This represents the land acquired from a default client by virtue of verdict given by the competent court and ownership has been transferred in favor of the Company. The land is mutated in the name of the Company.			
8. Borrowings from other banks, financial institutions and agents			
<i>Secured Overdraft</i>			
Name of Bank/FI			
Prime Bank Ltd.		12,812,301	10,273,385
Dhaka Bank Limited		81,693,293	10,492,446
AB Bank Limited		50,867,570	-
Total overdraft		145,373,164	20,765,831

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

As at	Note	Figures in Taka	
		30 June 2016	31 December 2015
<i>Call loan</i>			
AB Bank Limited		100,000,000	-
BASIC Bank		140,000,000	-
Agrani Bank Limited		150,000,000	-
Mutual Trust Bank Limited		130,000,000	-
Sonali Bank Limited		160,000,000	-
United Commercial Bank Limited		80,000,000	-
Southeast Bank Limited		50,000,000	-
One Bank Limited		150,000,000	-
Total call loan		960,000,000	-
<i>Treasury Borrowing from Bank</i>			
AB Bank Limited		200,000,000	-
Janata Bank Limited		400,000,000	-
BRAC Bank Limited		1,200,000,000	-
The City Bank Limited		500,000,000	200,000,000
Social Islami Bank Limited		600,000,000	-
Mutual Trust Bank Limited		150,000,000	-
Eastern Bank Limited		580,000,000	-
Meghna Bank Limited		150,000,000	-
Modhumoti Bank Limited		750,000,000	-
Pubali Bank Limited		300,000,000	-
Sonali Bank Limited		500,000,000	-
		5,330,000,000	200,000,000
<i>Treasury Borrowing from NBFIs</i>			
Infrastructure Development Company Limited		100,000,000	-
Bangladesh Infrastructure Finance Fund Limited		100,000,000	-
		200,000,000	-
Total short term loan		5,530,000,000	200,000,000
<i>Unsecured long term loan</i>			
The UAE-Bangladesh Investment Company Ltd.	Long Term	-	2,711,221
Refinancing scheme under JICA assisted ESPDSME	Long Term	2,562,500	3,587,500
Total long term loan		2,562,500	6,298,721
		6,637,935,664	227,064,552

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

As at	Note	Figures in Taka	
		30 June 2016	31 December 2015
9. Deposits and other accounts			
Customer deposits		5,797,080,504	4,544,692,563
There was no unclaimed deposits for ten (10) years and more held by the Company at the reporting date.			
10. Other liabilities			
Cumulative provision for loans and investments	10.1	226,036,539	211,908,008
Cumulative interest and dividend suspense	10.2	37,142,640	36,275,580
Provision for gratuity	10.3	-	18,699,452
Dividend payable		13,280,193	13,275,600
Provision for corporate tax	10.4	495,616,150	423,048,318
Receipts against lease	10.5	60,256,152	36,718,793
Provision for finance charge	10.6	217,395,846	162,412,807
Withholding tax and VAT		3,943,481	5,698,047
Liabilities for special accounts	10.7	39,409,351	34,868,505
Provision for expense	10.8	10,764,626	6,702,530
Deferred tax liabilities	10.9	7,357,779	6,063,086
Payable for purchase of office equipment		198,750	198,750
		1,111,401,507	955,869,475
10.1 Cumulative provision for loans, advances and investment			
Provision for loans, leases and advances		204,962,372	199,098,264
Provision for investments in shares		21,074,167	12,809,744
		226,036,539	211,908,008
10.2 Cumulative interest and dividend suspense			
Interest suspense against loans, leases and advances		34,036,106	33,169,046
Dividend suspense against cumulative preference shares		3,106,534	3,106,534
		37,142,640	36,275,580
10.3 Provision for gratuity			
Opening balance		18,699,452	14,684,582
Add: Provision made during the period		3,675,610	6,613,463
		22,375,062	21,298,045
Less: Payment/transfer during the period		22,375,062	2,598,593
Closing balance		-	18,699,452
10.4 Provision for corporate tax			
Provision for corporate tax has been made on the basis of the profit for the period as adjusted for taxation purposes in accordance with the provision of Income Tax Ordinance 1984 and amendments thereto. Currently tax rate applicable to the company is 40.00% on its business income.			
Opening balance		423,048,318	408,103,589
Add: Provision made during the period		72,567,831	105,822,441
Less: Adjustment during the period		-	90,877,712
Net Provision during the period		72,567,831	14,944,729
Closing balance		495,616,150	423,048,318

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

As at	Note	Figures in Taka	
		30 June 2016	31 December 2015
10.5 Receipts against lease			
Receipts against lease represents lease deposits received from lessees against finance on the stipulation that the amount will be adjusted with the outstanding rentals/installments. Lease deposits are made up as under:			
Opening balance		36,718,793	46,364,536
Add: Receipts during the period		33,300,053	4,883,328
		70,018,846	51,247,864
Less: Adjusted during the period		9,762,694	14,529,071
Closing balance		60,256,152	36,718,793
Purpose of taking lease deposit is to secure the finance provided to the clients. No interest is payable on it.			
10.6 Provision for finance charge			
Accrued interest expenses on term deposits		215,177,267	162,361,812
Accrued interest expenses on long term borrowings		20,642	50,995
Accrued interest expenses on call borrowings		116,514	-
Accrued interest expenses on bank borrowings		2,081,423	-
		217,395,846	162,412,807
10.7 Liabilities for special accounts			
Account payable special account - IPO		1,118,356	1,118,356
Account payable special account - DEG		17,642,481	16,750,973
Account payable special account - other		20,648,513	16,999,176
		39,409,351	34,868,505
10.8 Provision for expenses			
Legal fees		3,972,712	2,990,614
Office services		4,177,706	1,177,766
Promotion and publicity		2,198,291	1,572,240
Office rent		107,910	107,910
Professional fees		308,007	348,000
Audit fees		-	506,000
		10,764,626	6,702,530
10.9 Deferred tax liabilities			
<i>Deferred tax liability on land & building</i>			
Revaluation reserve on building		-	-
Taxable temporary differences on building		5,470,448	5,464,716
Tax rate		40.00%	40.00%
Deferred tax liability		2,188,179	2,185,886
<i>Revaluation reserve on land</i>			
Revaluation reserve on land		129,240,000	129,240,000
Tax rate		4.00%	-
Deferred tax liability		5,169,600	3,877,200
Total deferred tax liability on revaluation		7,357,779	6,063,086
Total Deferred tax liabilities		7,357,779	6,063,086
Movement of deferred tax liabilities is as follows:			
Opening balance		6,063,086	6,415,064
Revaluation Adjustment		-	-
Add: Charged/(released) to profit and loss account	32	1,294,693	(351,978)
Closing balance		7,357,779	6,063,086

IPDC of Bangladesh Limited**Notes to the Condensed Interim Financial Statements (Un-audited)**

As at	Note	30 June 2016	Figures in Taka 31 December 2015
11. Share capital			
<i>Authorized</i>			
400,000,000 ordinary shares of Taka 10 each		4,000,000,000	4,000,000,000
<i>Issued, subscribed and fully paid up</i>			
151,500,567 number of ordinary shares of Taka 10 each		1,515,005,670	1,262,504,730
Paid up capital is made up of 25,701,400 numbers of ordinary shares paid in cash and 125,799,167 numbers of ordinary shares through issuance of bonus shares.			
11.1 Paid up capital of the company is held as follows:			
<i>Foreign</i>			
Aga Khan Fund for Economic Development (AKFED)		167,441,320	139,534,440
Others		167,441,320	139,534,440
<i>Domestic</i>			
BRAC		378,751,410	315,626,180
Ayesha Abed Foundation		151,500,570	126,250,480
RSA Capital Limited		75,750,280	63,125,240
Government of the People's Republic of Bangladesh (GoB)		331,476,640	276,230,540
General Shareholders		410,085,450	341,737,850
		1,347,564,350	1,122,970,290
		1,515,005,670	1,262,504,730
12. Share premium		167,014,000	167,014,000
Share premium against 1,670,140 number of ordinary shares comprising 280,140 numbers issued in 2004 and 1,390,000 numbers issued in 2006 @ Tk. 100 per share.			
13. Statutory reserve			
This comprises the cumulative balance of statutory reserve as required by section 9 of the Financial Institutions Act, 1993 and regulation 4(d) and 6 of the Financial Institutions Regulations, 1994.			
Opening balance		332,758,289	284,720,219
Add: Transferred from profit during the period		-	48,038,070
Closing balance		332,758,289	332,758,289
14. Assets revaluation reserve		127,086,739	127,086,739
15. Retained earnings			
Opening balance		585,248,100	565,255,550
Add: Post tax profit for the period		180,157,349	240,190,349
		765,405,449	805,445,899
Less: Transfer to statutory reserve during the period		-	48,038,070
Less: Dividend Payment		-	57,386,579
Less: Issuance of stock dividend		252,500,940	114,773,150
Closing balance		512,904,509	585,248,100
16. Letters of guarantee			
Bank and financial institutions		4,472,000	11,612,000
		4,472,000	11,612,000

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

For the half year ended 30 June	Note	Figures in Taka	
		2016	2015
17. Interest income			
<i>Interest income on loans, leases and advances</i>			
Interest on lease finance		85,462,589	97,877,551
Interest on long term finance		180,013,882	162,225,059
Interest on short term finance		180,453,060	44,598,368
Interest on channel finance		16,520,912	16,409,385
Interest on mortgage finance		19,084,009	5,949,032
Interest on secured finance		4,627,966	6,024,013
Interest on auto loan		35,037,986	21,406,846
Interest Income on Personal Loan		2,326,031	-
Interest income on staff loan		611,072	834,435
		524,137,506	355,324,688
<i>Interest income on balance with other banks and financial institutions</i>			
Interest on fixed deposits		33,571,937	20,040,779
Interest on treasury placements		16,164,375	18,254,264
Interest on STD accounts		155,885	1,138,254
		49,892,197	39,433,297
		574,029,703	394,757,985
18. Interest paid on deposits and borrowings etc.			
Interest expenses on term deposits		282,977,805	179,468,782
Interest expenses on borrowings	18.1	18,613,301	9,358,299
		301,591,105	188,827,082
18.1 Interest paid on borrowings			
Interest expenses on long term loan		134,263	776,481
Interest expenses on call loan borrowing		16,150,972	8,269,806
Interest expenses on bank overdrafts		2,328,066	312,013
		18,613,301	9,358,299
19. Investment income			
Income on Govt. treasury bonds		-	18,887,582
Income on corporate bonds		9,338,798	8,863,698
Income from Govt. bonds and securities		9,338,798	27,751,280
Dividend income on cumulative preference shares		6,710,155	7,182,069
Dividend Income on Listed Shares		23,538	10,598
Capital gain on sale of shares and property		-	13
		16,072,491	34,943,961
20. Commission, exchange and brokerage			
Fees and commission income		14,895,774	1,617,601
Exchange income		-	-
		14,895,774	1,617,601
21. Other operating income			
Transfer price of leased assets		201,384	24,000
Other earnings		276,808	57,260
Loan loss recovery		96,644,724	20,700,000
Income/(loss) on sale of fixed assets		(162,422)	-
		96,960,494	20,781,260

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

For the half year ended 30 June	Note	2016	Figures in Taka 2015
21.1 Income/(loss) from sale of fixed assets			
Cost price of the assets sold		1,200,040	-
Less: Accumulated depreciation		764,918	-
Written down value		435,122	-
Sale proceeds		272,700	-
Income/(loss) from sale of fixed assets		(162,422)	-
22. Salary and allowances		55,182,876	45,332,226
23. Rent, taxes, insurance, electricity, etc.			
Office rent		5,023,164	3,719,303
Rates and taxes		124,740	101,718
Insurance		925,350	915,781
Utilities - electricity, gas, water etc		2,424,913	2,117,607
		8,498,167	6,854,409
24. Legal expenses			
Professional fees		3,637,783	3,665,745
Legal document, court fees etc.		3,773,449	2,454,768
		7,411,232	6,120,513
25. Postage, stamp, telecommunications, etc.			
Postage, stamps etc.		131,523	107,760
Telephone		617,477	472,144
Internet expenses		1,042,342	999,600
		1,791,342	1,579,504
26. Stationery, printing, advertisements etc.			
Printing and stationery		966,068	996,586
Publicity and advertisement		16,680,279	3,828,977
		17,646,347	4,825,563
27. Managing Director's salary and allowances		5,390,998	5,289,907
28. Directors' fees			
Honorarium for attending meeting		662,400	224,250
Incidental expenses for attending meeting		617,952	1,773,485
		1,280,352	1,997,735
29. Depreciation and repair on fixed assets			
Depreciation	29.1	10,240,362	10,803,489
Repair and maintenance	29.2	4,602,510	2,623,427
		14,842,872	13,426,916

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

For the half year ended 30 June	Note	Figures in Taka	
		2016	2015
29.1 Depreciation			
Office building		697,416	697,416
Motor vehicles		2,422,986	2,877,111
Furniture and fixtures		924,138	989,912
Equipment and appliances		4,795,824	4,839,051
Accounting software		1,399,998	1,399,999
		10,240,362	10,803,489
Details of depreciation is shown in Annexure - B.			
29.2 Repair and maintenance			
Office premises		168,229	93,379
Vehicles		2,217,216	2,232,369
Office equipments		2,217,065	297,679
		4,602,510	2,623,427
30. Other expenses			
Staff training		1,753,099	803,101
Membership fees, subscription and donations		2,161,711	1,223,905
News papers, periodicals, learning materials etc.		89,255	87,775
Traveling, conveyance and hotel expenses		1,302,430	885,123
Entertainment and public relation		1,080,459	562,496
AGM expenses		2,400,000	2,436,365
Security and cleaning services		1,560,918	1,552,834
Sundry office maintenance		1,243,910	611,617
Recruitment Expenses		882,842	-
Other operational expenses		685,809	364,350
		13,160,433	8,527,566
31. Provision for loans, advances, leases and investment			
Provision for loans and advances		14,128,530	19,213,384
32. Deferred tax expense/(income)			
Expense/(income) on deductible temporary differences	6.1.2	7,014,334	-
Expense/(income) on taxable temporary differences	10.9	1,294,693	1,705,406
		8,309,027	1,705,406

IPDC of Bangladesh Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

For the half year ended 30 June Figures in Taka
Note 2016 2015

33. Earnings per share (EPS)

Earnings per share (EPS) as shown in the face of the Profit and Loss Account is calculated in accordance with Bangladesh Accounting Standard (BAS) 33: *Earnings per share* . Details are as follows:

Net profit/(loss) after tax	180,157,349	83,642,990
<i>Weighted average number of shares outstanding during the period</i>		
Number of ordinary shares as at 1 January	126,250,473	-
Issuance of stock dividend	25,250,094	-
	151,500,567	151,500,567
Basic earnings per share (Restated)	1.19	0.55

34. Cash and cash equivalents

Cash in hand	170,000	150,000
Balance with Bangladesh Bank and its agent bank(s)	127,602,097	82,047,426
Balance with other banks and financial institutions	1,102,413,319	1,063,034,059
	1,230,185,416	1,145,231,485

35. Events after the reporting period

No other material event occurred after the balance sheet date, which could materially affect the amounts or disclosures in these financial statements.

IPDC of Bangladesh Limited
Notes to the Condensed Half yearly Financial Statements (Un-audited)

Annexure - A

Details statement of other investments

Figures in Taka

Particulars	30 June 2016		31 December 2015	
	Cost	Market price	Cost	Market price
<i>In ordinary shares - listed</i>				
Bemco Electric Metre Ltd.	7,000,000	4,312,000	7,000,000	4,305,000
	7,000,000	4,312,000	7,000,000	4,305,000
<i>In ordinary shares - unlisted</i>				
Quality Feeds Ltd.	1,500,000	1,500,000	1,500,000	1,500,000
Alliance Bags Ltd.	3,000,000	3,000,000	3,000,000	3,000,000
	4,500,000	4,500,000	4,500,000	4,500,000
<i>In cumulative redeemable preference shares</i>				
Premium Seed Ltd.	4,000,000	4,000,000	4,000,000	4,000,000
Confidence Salt Ltd.	3,715,346	3,715,346	5,715,346	5,715,346
ACI Godrej Agrovat Private Ltd.	33,333,334	33,333,334	33,333,334	33,333,334
Summit Power Company Ltd.	20,000,000	20,000,000	20,000,000	20,000,000
Summit Barisal Power Limited	100,000,000	100,000,000	-	-
Summit Narayanganj Power Unit II Limited	100,000,000	100,000,000	-	-
	261,048,680	261,048,680	63,048,680	63,048,680
<i>In corporate bonds</i>				
Mutual Trust Bank Ltd.	112,500,000	112,500,000	112,500,000	112,500,000
Impress Newtex Composite Textiles Limited	197,967,234	197,967,234	-	-
	310,467,234	310,467,234	112,500,000	112,500,000
	583,015,914	580,327,914	187,048,680	184,353,680

Industrial Promotion and Development Company of Bangladesh Limited

Notes to the Condensed Interim Financial Statements (Un-audited) as at and for the half year ended 30 June 2016

Fixed assets including premises, furniture and fixtures
Annexure - B

Figures in Taka

Category of asset	Cost					Depreciation				Carrying amount as at 30 June 2016
	Balance as at 1 Jan 2016	Addition during the period	Adjustment during the period	Disposal during the period	Balance as at 30 June 2016	Balance as at 1 Jan 2016	Charged during the period	Adjustment during the period	Balance as at 30 June 2016	
Land	129,240,000	-	-	-	129,240,000	-	-	-	-	129,240,000
Building	20,922,500	-	-	-	20,922,500	1,394,832	697,417	-	2,092,249	18,830,251
Motor vehicles	28,799,037	122,400	-	-	28,921,437	14,753,838	2,422,983	-	17,176,821	11,744,617
Furniture and fixtures	34,154,874	3,400,252	2,111,414	-	35,443,712	26,176,411	924,138	1,697,143	25,403,406	10,040,306
Equipment and appliances	65,794,703	3,552,188	2,158,592	-	67,188,299	39,109,059	4,795,824	2,137,737	41,767,146	25,421,153
Accounting software	16,398,750	-	-	-	16,398,750	6,832,075	1,400,000	-	8,232,075	8,166,675
Balance as at 30 June 2016	295,309,864	7,074,840	4,270,006	-	298,114,698	88,266,215	10,240,362	3,834,880	94,671,697	203,443,002

Category of asset	Cost					Depreciation				Carrying amount as at 31 Dec 2015
	Balance as at 1 Jan 2015	Addition during the year	Adjustment during the year	Disposal during the year	Balance as at 31 Dec 2015	Balance as at 1 Jan 2015	Charged during the year	Adjustment during the year	Balance as at 31 Dec 2015	
Land	129,240,000	-	-	-	129,240,000	-	-	-	-	129,240,000
Building	20,922,500	-	-	-	20,922,500	-	1,394,832	-	1,394,832	19,527,668
Motor vehicles	32,690,044	5,413,125	9,304,132	-	28,799,037	14,471,506	5,586,464	5,304,132	14,753,838	14,045,199
Furniture and fixtures	33,964,877	213,998	24,000	-	34,154,875	24,222,977	1,953,434	-	26,176,411	7,978,463
Equipment and appliances	63,138,083	2,656,620	-	-	65,794,703	29,496,790	9,612,269	-	39,109,059	26,685,644
Accounting software	16,398,750	-	-	-	16,398,750	4,032,079	2,799,996	-	6,832,075	9,566,675
Balance as at 31 December 2015	296,354,253	8,283,743	9,328,132	-	295,309,864	72,223,352	21,346,995	5,304,132	88,266,215	207,043,649