

IPDC of Bangladesh Limited
Condensed Interim Financial Statements (Un-audited)
As at and for the Half Year Ended June 30, 2015

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

Figures in Taka

As at	Note	30 June 2015	31 December 2014
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		150,000	150,000
Balance with Bangladesh Bank and its agent bank(s)		78,955,600	84,621,526
Balance with other banks and financial institutions	2	1,048,605,786	736,811,385
		1,127,711,386	821,582,911
Investments			
	3		
Government	3.2	415,000,000	415,000,000
Others	3.3	300,037,536	300,037,536
		715,037,536	715,037,536
Loans, cash credits, overdrafts, etc.	4	5,426,545,830	5,676,790,793
Fixed assets including land, building, furniture and fixtures	5	216,267,286	224,130,901
Other assets	6	314,949,465	302,568,585
Non financial institutional assets	7	3,752,405	3,752,405
TOTAL ASSETS		7,804,263,908	7,743,863,131
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	8	650,006,323	398,377,801
Term deposits	9	3,749,334,451	3,997,390,887
Other liabilities	10	1,086,858,643	1,056,286,355
Total liabilities		5,486,199,417	5,452,055,043
Shareholders' equity			
Paid up capital	11	1,262,504,730	1,147,731,580
Share premium	12	167,014,000	167,014,000
Statutory reserve	13	284,720,219	284,720,219
Assets revaluation reserve	14	127,086,739	127,086,739
Retained earnings	15	476,738,803	565,255,550
Total shareholders' equity		2,318,064,491	2,291,808,088
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		7,804,263,908	7,743,863,131
Off-balance sheet items			
Letters of guarantee	16	5,590,000	5,590,000

The annexed notes 1 to 36 form an integral part of these financial statements.

<u>sd/-</u>	<u>sd/-</u>	<u>sd/-</u>	<u>sd/-</u>	<u>sd/-</u>
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	
		2015	2014	2015	2014
PARTICULARS					
Interest income	17	394,757,985	447,859,635	193,801,500	222,026,713
Interest paid on deposits and borrowings etc.	18	188,827,082	276,278,590	91,591,577	133,770,072
Net interest income		205,930,903	171,581,045	102,209,923	88,256,641
Investment income	19	34,943,961	45,248,163	17,460,084	22,488,196
Commission, exchange and brokerage	20	1,617,601	2,928,170	631,939	1,944,343
Other operating income	21	20,781,260	9,801,624	7,643,100	8,850,329
Total operating income		263,273,725	229,559,002	127,945,046	121,539,509
Salary and allowances		45,832,226	42,916,596	24,589,183	22,658,751
Rent, taxes, insurance, electricity, etc.	22	6,854,409	6,310,968	3,577,905	3,405,627
Legal expenses	23	6,120,513	5,197,976	3,006,670	2,416,043
Postage, stamp, telecommunications, etc.	24	1,579,504	1,520,253	756,682	762,931
Stationery, printings, advertisements, etc.	25	4,825,563	4,903,829	2,633,402	2,994,456
Managing Director's salary and allowances	26	4,789,907	2,914,998	2,601,908	1,457,499
Directors' fees	27	1,997,735	1,661,546	1,016,861	793,578
Depreciation and repair of Company's assets	28	13,426,916	11,065,727	6,721,449	5,992,980
Other expenses	29	8,527,566	7,486,829	3,975,121	2,943,512
Total operating expenses		93,954,338	83,978,721	48,879,180	43,425,376
Profit before provision		169,319,387	145,580,281	79,065,866	78,114,133
Provision for loans and leases		19,213,384	33,502,693	11,570,761	15,873,589
Total provision	30	19,213,384	33,502,693	11,570,761	15,873,589
Profit before tax		150,106,003	112,077,587	67,495,105	62,240,543
Current tax	10.4	64,757,607	58,429,223	30,008,991	26,316,974
Deferred tax		1,705,406	456,870	(2,914,803)	1,093,516
Total tax expenses		66,463,013	58,886,093	27,094,188	27,410,490
Net profit after tax		83,642,990	53,191,494	40,400,917	34,830,053
Earnings per share (EPS)	31	0.66	0.42	0.32	0.28

The annexed notes 1 to 36 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)

Figures in Taka

For the half year ended 30 June	Note	2015	2014
OPERATING ACTIVITIES			
Interest receipts in cash		263,038,059	465,236,857
Interest payments in cash		(279,354,210)	(303,672,312)
Dividend receipts in cash		3,709,154	5,433,578
Fee and commission receipts in cash		1,617,601	2,928,170
Recoveries of loan previously written off		20,700,000	9,350,000
Cash payments to employees		(43,945,711)	(42,573,781)
Cash payments to suppliers		(33,459,125)	(26,517,122)
Income taxes paid		(9,460,932)	(14,641,799)
Receipts from other operating activities	32	29,796,402	27,938,317
Cash generated before change in operating assets and liabilities		(47,358,764)	123,481,909
Increase/decrease in operating assets and liabilities			
Purchase/sale of trading securities		-	7,000,000
Loans, advances and leases to other banks		62,409,700	10,159,906
Loans, advances and leases to customers		74,027,681	333,638,812
Other assets	33	(4,118,858)	(4,559,777)
Deposits from customers		(248,056,436)	(61,013,383)
Trading liabilities		257,543,554	(348,887,163)
Other liabilities	34	246,760,925	65,974,358
Net increase/decrease in operating assets and liabilities		388,566,565	2,312,753
Net cash from operating activities		341,207,801	125,794,662
INVESTING ACTIVITIES			
Payment for purchase of property, plant and equipment		(14,911,372)	(10,264,153)
Sale proceeds of property, plant and equipment		-	-
Net cash provided/(used) in investing activities		(14,911,372)	(10,264,153)
FINANCING ACTIVITIES			
Receipts/(payments) of long term loan		(4,890,032)	(4,344,730)
Dividends paid in cash		(15,277,922)	(22,605,848)
Net cash provided/used) in financing activities		(20,167,953)	(26,950,578)
Net increase/(decrease) in cash		306,128,476	88,579,931
Cash and cash-equivalents at beginning of half year		821,582,911	701,580,213
Cash and cash-equivalents at end of half year	35	1,127,711,386	790,160,144

The annexed notes 1 to 36 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 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 half year	-	-	-	-	83,642,990	83,642,990
Payment of cash dividend	-	-	-	-	(57,386,587)	(57,386,587)
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	476,738,803	2,318,064,491
For the half year ended 30 June 2014						
Opening balance	1,043,392,350	167,014,000	251,618,993	13,585,980	589,359,492	2,064,970,815
Changes in accounting policy	-	-	-	-	-	-
Restated balance	1,043,392,350	167,014,000	251,618,993	13,585,980	589,359,492	2,064,970,815
Net profit for the half year	-	-	-	-	53,191,494	53,191,494
Payment of cash dividend	-	-	-	-	(52,169,618)	(52,169,618)
Issuance of bonus share	104,339,230	-	-	-	(104,339,230)	-
Closing balance	1,147,731,580	167,014,000	251,618,993	13,585,980	486,042,138	2,065,992,691

The annexed notes 1 to 36 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 specialises 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 securitisation 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 2015 have been prepared under historical cost convention following accrual basis of accounting and based on Bangladesh Accounting Standard (BAS) 34: *Interim Financial Reporting*.

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 December 31, 2014 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 2014 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	
		June 30, 2015	December 31, 2014
2. Balance with other banks and financial institutions			
Name of Bank/FI	Type of A/c		
Commercial Bank of Ceylon PLC	CD A/c	41,980	43,250
Uttara Bank Ltd.	CD A/c	2,583	2,583
United Commercial Bank Ltd.	CD A/c	51,767	40,748
AB Bank Ltd.	CD A/c	17,800	18,375
Standard Chartered Bank	CD A/c	98,252	64,896
Prime Bank Ltd.	CD A/c	1,013,975	1,000,040
Social Islami Bank Ltd.	CD A/c	1,850.00	2,500
Bank Alfalah	CD A/c	1,451.00	-
Dhaka Bank Ltd.	CD A/c	20,358,424	-
		21,588,082	1,172,392
Dutch-Bangla Bank Ltd.	STD A/c	1,189,443	4,828,602
Prime Bank Ltd.	STD A/c	27,302,575	26,487,901
AB Bank Ltd.	STD A/c	1,509,816	1,488,859
Standard Chartered Bank	STD A/c	20,805	25,105
Mercantile Bank Ltd.	STD A/c	26,704	168,010
Al-Arafah Islami Bank Ltd.	STD A/c	4,344	5,397
BRAC Bank Ltd.	STD A/c	228,536	385,403
Dhaka Bank Ltd.	STD A/c	42,105,106	-
AB Bank Ltd.	STD A/c -FC	62,184	62,283
		72,449,513	33,451,560
Prime Bank Ltd.	FDR	114,781,384	110,324,933
Dhaka Bank Ltd.	FDR	120,000,000	100,000,000
AB Bank Ltd.	FDR	79,473,181	77,362,500
EXIM Bank Ltd.	FDR	50,000,000	50,000,000
Trust Bank Ltd.	FDR	-	100,000,000
National Bank of Pakistan	FDR	15,313,625	14,500,000
The City Bank Ltd.	FDR	100,000,000	50,000,000
Southeast Bank Ltd	FDR	50,000,000	-
Mutual Trust bank Ltd	FDR	50,000,000	-
National Credit and Commerce Bank Ltd.	FDR	50,000,000	-
		629,568,190	502,187,433
National Bank of Pakistan	Placement	250,000,000	200,000,000
LankaBangla Finance Limited	Placement	75,000,000	-
		1,048,605,786	736,811,385
3. Investments			
Government securities	3.2	415,000,000	415,000,000
Other investments	3.3	300,037,536	300,037,536
		715,037,536	715,037,536
3.1 Classification of investments			
Held for trading (HFT)		204,100,000	204,100,000
Held to maturity (HTM)		210,900,000	210,900,000
		415,000,000	415,000,000
Other investments		300,037,536	300,037,536
		715,037,536	715,037,536
3.2 Government securities			
15-year treasury bonds		242,600,000	242,600,000
20-year treasury bonds		172,400,000	172,400,000
		415,000,000	415,000,000

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

As at	Note	Figures in Taka	
		June 30, 2015	December 31, 2014
3.3 Other investments			
In ordinary shares - Listed		7,000,000	7,000,000
In ordinary shares - Unlisted		11,670,869	11,670,869
In cumulative redeemable preference shares		131,366,667	131,366,667
Investment in shares		150,037,536	150,037,536
In corporate bonds		150,000,000	150,000,000
		300,037,536	300,037,536

Details of other investments are shown in Annexure - A.

4. Loans, leases and advances

Long term loan		2,226,437,331	2,839,058,571
Lease finance		1,377,955,033	1,413,928,097
Short term loan		1,107,899,285	697,565,894
Channel finance		198,610,453	256,198,846
Mortgage finance		87,284,902	85,629,338
Auto loan		308,740,407	255,781,377
Secured retail loan		101,968,788	112,777,787
Staff personal loan		17,649,631	15,850,884
		5,426,545,830	5,676,790,793

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		35,190,044	32,690,044
Furniture and fixtures		34,107,474	33,964,876
Equipment and appliances		63,435,365	63,138,083
Accounting software		16,398,750	16,398,750
		299,294,132	296,354,253
Less: Accumulated depreciation		83,026,846	72,223,352
		216,267,286	224,130,901

Details of fixed assets are shown in Annexure - B.

6. Other assets

Dividend receivable on cumulative preference shares		6,937,867	6,969,687
Stationery, stamps, printing materials in stock		74,339	108,849
Advance rent and advertisement		3,437,739	5,187,621
Interest accrued on investment but not collected		21,881,505	23,845,366
Security deposits		2,095,986	1,222,410
Preliminary, formation, renovation and prepaid expenses		979,689	263,162
Others	6.1	279,542,340	264,971,490
		314,949,465	302,568,585

6.1 Others

Advance tax		261,600,919	252,139,987
Deferred tax asset		7,672,436	6,240,947
Sundry assets	6.1.1	10,268,985	6,590,556
		279,542,340	264,971,490

6.1.1 Sundry assets

City corporation tax		33,910	135,628
Hosna Centre Owners' Association		677,067	583,050
Advance others		9,558,008	5,871,878
		10,268,985	6,590,556

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

As at	Note	Figures in Taka	
		June 30, 2015	December 31, 2014
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

Name of Bank/FI	Type		
Prime Bank Ltd.	SOD	47,494,767	59,951,213
BASIC Bank Ltd.	Call Loan	140,000,000	-
Dutch Bangla Bank Ltd	Call Loan	100,000,000	-
Pubali Bank Ltd.	Call Loan	90,000,000	-
Brac Bank Ltd.	Call Loan	140,000,000	-
Mutual Trust Bank Ltd.	Call Loan	120,000,000	-
Standard Bank Ltd.	Call Loan	-	50,000,000
The City Bank Ltd.	Call Loan	-	170,000,000
Dhaka Bank Ltd.	Call Loan	-	100,000,000
Total short term loan		637,494,767	379,951,213
The UAE-Bangladesh Investment Company Ltd.	Long Term	7,899,056	12,789,088
Refinancing scheme under JICA assisted ESPDSME		4,612,500	5,637,500
		650,006,323	398,377,801

9. Deposits and other accounts

Inter-bank deposits		-	-
Other deposits		3,749,334,451	3,997,390,887
		3,749,334,451	3,997,390,887

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, leases and investments	10.1	245,822,335	226,608,952
Cumulative interest and dividend suspense	10.2	46,997,664	41,438,745
Provision for gratuity	10.3	18,122,198	14,684,582
Dividend Payable		75,235,581	33,126,916
Provision for corporate tax	10.4	472,861,195	408,103,589
Receipts against lease		37,781,101	46,364,536
Provision for finance charge	10.5	140,482,903	231,010,031
Withholding tax and VAT		4,187,577	11,436,305
Liabilities for special accounts	10.6	23,425,109	19,421,867
Provision for expense	10.7	12,071,171	9,762,775
Deferred tax liabilities		9,551,959	6,415,063
Payable for purchase of office equipment		319,851	7,912,993
		1,086,858,643	1,056,286,355

10.1 Cumulative provision for loans, advances, leases and investment

Provision for loans, leases and advances	170,130,035	150,916,653
Provision for investments in shares	18,170,869	18,170,869
	188,300,904	169,087,522
Provision for marking to market on Govt. securities	57,521,430	57,521,430
	245,822,335	226,608,952

10.2 Cumulative interest and dividend suspense

Interest suspense against loans, leases and advances	43,891,130	38,332,211
Dividend suspense against cumulative preference shares	3,106,534	3,106,534
	46,997,664	41,438,745

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

As at	Note	June 30, 2015	Figures in Taka December 31, 2014
10.3 Provision for gratuity			
This represents provision for staff gratuity up to 30 June 2015. The company has provided full provision for gratuity at the rate of one month's basic salary for each completed year of service.			
Opening balance		14,684,582	13,282,926
Add: Provision made during the period/year		4,695,194	3,713,656
		19,379,776	16,996,582
Less: Payment during the period/year		1,257,577	2,312,000
Closing balance		18,122,198	14,684,582
10.4 Provision for corporate tax			
Provision for corporate tax has been made on the basis of the profit for the half year/year 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% on its business income.			
Opening balance		408,103,589	225,220,631
Add: Provision made during the period/year		64,757,607	182,882,958
		472,861,195	408,103,589
Less: Adjustment during the period/year		-	-
Closing balance		472,861,195	408,103,589
10.5 Provision for finance charge			
Accrued interest expenses on term deposits		140,282,617	230,412,937
Accrued interest expenses on long term borrowings		200,286	597,094
Accrued interest expenses on call borrowings		-	-
		140,482,903	231,010,031
10.6 Liabilities for special accounts			
Account payable special account - IPO		1,118,356	1,118,356
Account payable special account - DEG		16,737,425	15,640,920
Account payable special account - other		5,569,328	2,662,591
		23,425,109	19,421,867
10.7 Provision for expenses			
Legal fees		2,989,861	3,326,751
Office services		784,646	1,850,416
Pay and allowance		3,238,805	-
Promotion and publicity		1,339,634	2,165,483
Office rent		109,351	86,275
Professional fees		200,000	1,873,850
Audit fees		251,821	460,000
AGM expenses		2,436,365	-
Utility expenses		421,500	-
Travel & hotel expenses		299,189	-
		12,071,171	9,762,775
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>			
126,250,473 number of ordinary shares of Taka 10 each	11.1	1,262,504,730	1,147,731,580

Paid up capital is made up of 25,701,400 numbers of ordinary shares paid up in cash and 100,549,073 numbers of ordinary shares through issuance of bonus shares.

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

As at	Note	June 30, 2015	Figures in Taka December 31, 2014
11.1 Paid up capital of the company is held as follows:			
<i>Foreign</i>			
Aga Khan Fund for Economic Development (AKFED)		644,536,343	585,942,130
Others		660	600
		<u>644,537,003</u>	<u>585,942,730</u>
<i>Domestic</i>			
Government of the People's Republic of Bangladesh (GoB)		276,230,540	251,118,680
General Shareholders		341,736,791	310,669,810
Others		396	360
		<u>617,967,727</u>	<u>561,788,850</u>
		<u>1,262,504,730</u>	<u>1,147,731,580</u>
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. As at 30 June 2015 total number of shares would be 16,701,400 @ Tk. 10 per share as the Company has changed the denomination of shares from Tk. 100 to Tk. 10 each in 2011 in compliance with the Bangladesh Securities and Exchange Commission's order number SEC/CMRRCD/2009-193/109 dated 15 September 2011.

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	284,720,219	251,618,993
Add: Transferred from profit during the period/year	-	33,101,226
Closing balance	<u>284,720,219</u>	<u>284,720,219</u>

14. Assets revaluation reserve	127,086,739	127,086,739
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The Property was last revalued in 2005 and since then significant changes took place in local real estate market, as a result with the consent of the Board of Directors of IPDC, Hoda Vasi Chowdhury & Co (HVC) as professionally qualified valuer has conducted the assignment of valuation for determining the fair value of the Property, which has subsequently conveyed to management for incorporating in the financials of 2014 after being adopted in the Board. Total revaluation surplus of Taka 108,294,972 has been included in land and building.

15. Retained earnings

Opening balance	565,255,550	589,359,492
Add: Post tax profit for the period/year	83,642,990	165,506,131
	<u>648,898,540</u>	<u>754,865,623</u>
Less: Transfer to statutory reserve during the period/year	-	33,101,226
Less: Dividend during the period/year	57,386,587	52,169,617
Less: Issuance of bonus shares	114,773,150	104,339,230
	<u>172,159,737</u>	<u>189,610,073</u>
Closing balance	<u>476,738,803</u>	<u>565,255,550</u>

16. Letters of guarantee

Director	-	-
Government	-	-
Bank and financial institutions	5,590,000	5,590,000
	<u>5,590,000</u>	<u>5,590,000</u>

Letter of guarantee has been issued in favor of Habib Bank Limited, against Titas Gas Transmission and Distribution Company Limited on account of one client, M/s Hossain & Sons.

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

For the half year ended 30 June	Note	Figures in Taka	
		2015	2014
17. Interest income			
<i>Interest income on loans, leases and advances</i>			
Interest on lease finance		97,877,551	124,271,683
Interest on long term finance		162,225,059	224,386,454
Interest on short term finance		44,598,368	16,952,584
Interest on channel finance		16,409,385	15,851,274
Interest on mortgage finance		5,949,032	5,459,605
Interest on secured finance		6,024,013	9,879,245
Interest on auto loan		21,406,846	18,054,984
Interest income on staff loan		834,435	956,122
		<u>355,324,688</u>	<u>415,811,951</u>
<i>Interest income on balance with other banks and financial institutions</i>			
Interest on fixed deposits		20,040,779	25,791,465
Interest on overnight and treasury placements		18,254,264	5,803,514
Interest on STD accounts		1,138,254	452,705
		<u>39,433,297</u>	<u>32,047,684</u>
		<u>394,757,985</u>	<u>447,859,635</u>
18. Interest paid on deposits and borrowings etc.			
Interest expenses on term deposits		179,468,782	267,049,919
Interest expenses on borrowings	18.1	9,358,299	9,228,671
		<u>188,827,082</u>	<u>276,278,590</u>
18.1 Interest paid on borrowings			
Interest expenses on long term loan		776,481	1,204,174
Interest expenses on call loan borrowing		8,269,806	7,957,533
Interest expenses on bank overdrafts		312,013	66,964
		<u>9,358,299</u>	<u>9,228,671</u>
19. Investment income			
Income on Govt. treasury bonds		18,887,582	18,390,175
Income on corporate bonds		8,863,698	8,975,342
Income from Govt. bonds and securities		27,751,280	27,365,517
Dividend income on cumulative preference shares		7,182,069	17,882,523
Dividend income on listed shares		10,598	123
Capital gain on sale of shares and property		13	-
		<u>34,943,961</u>	<u>45,248,163</u>
20. Commission, exchange and brokerage			
Fees and commission income	20.1	1,617,601	2,928,170
Exchange income		-	-
		<u>1,617,601</u>	<u>2,928,170</u>

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

For the half year ended 30 June	Note	Figures in Taka	
		2015	2014
20.1 Fees and commission income			
<i>Fees income</i>			
Appraisal and feasibility study fees		1,617,601	2,928,170
Restructuring/renewal fees		-	-
		1,617,601	2,928,170
Commission		-	-
		1,617,601	2,928,170
21. Other operating income			
Transfer price of leased assets		24,000	13,904
Other earnings		57,260	437,720
Loan loss recovery		20,700,000	9,350,000
Income/(loss) on sale of fixed assets		-	-
		20,781,260	9,801,624
22. Rent, taxes, insurance, electricity, etc.			
Office rent		3,719,303	3,137,724
Rates and taxes		101,718	138,143
Insurance		915,781	1,069,632
Utilities - electricity, gas, water etc		2,117,607	1,965,469
		6,854,409	6,310,968
23. Legal expenses			
Professional fees		3,665,745	3,799,040
Legal document, court fees etc.		2,454,768	1,398,936
		6,120,513	5,197,976

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

For the half year ended 30 June	Note	Figures in Taka	
		2015	2014
24. Postage, stamp, telecommunications, etc.			
Postage, stamps etc.		107,760	129,400
Telephone		472,144	523,704
Internet expenses		999,600	867,149
		<u>1,579,504</u>	<u>1,520,253</u>
25. Stationery, printing, advertisements etc.			
Printing and stationery		996,586	612,061
Publicity and advertisement		3,828,977	4,291,768
		<u>4,825,563</u>	<u>4,903,829</u>
26. Managing Director's salary and allowances			
Basic salary		3,074,032	2,100,000
House rent allowance		357,097	180,000
Medical allowance		101,565	75,000
Leave fare assistance		434,810	349,998
Company's contribution to provident fund		307,403	210,000
Festival Bonus		515,000	
		<u>4,789,907</u>	<u>2,914,998</u>
27. Directors' fees			
Honorarium for attending meeting		224,250	224,250
Incidental expenses for attending meeting		1,773,485	1,437,296
		<u>1,997,735</u>	<u>1,661,546</u>
28. Depreciation and repair on fixed assets			
Depreciation	28.1	10,803,489	8,432,268
Repair and maintenance	28.2	2,623,427	2,633,459
		<u>13,426,916</u>	<u>11,065,727</u>
28.1 Depreciation			
Office premises		697,416	1,962,540
Motor vehicles		2,877,113	2,561,829
Furniture and fixtures		989,911	753,761
Equipment and appliances		4,839,051	2,654,556
Accounting software		1,399,998	499,582
		<u>10,803,489</u>	<u>8,432,268</u>
Details of depreciation is shown in Annexure - B.			
28.2 Repair and maintenance			
Office premises		93,379	126,278
Vehicles		2,232,369	2,166,445
Office equipments		297,679	340,736
		<u>2,623,427</u>	<u>2,633,459</u>

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

For the half year ended 30 June	Note	Figures in Taka	
		2015	2014
29. Other expenses			
Staff training		803,101	767,626
Membership fees, subscription and donations		1,223,905	1,049,855
News papers, periodicals, learning materials etc.		87,775	52,862
Traveling, conveyance and hotel expenses		885,123	929,681
Entertainment and public relation		562,496	430,558
AGM expenses		2,436,365	1,544,505
Recruitment expenses		-	55,036
Security and cleaning services		1,552,834	1,270,595
Sundry office maintenance		611,617	1,020,402
Other operational expenses		364,350	365,709
		8,527,566	7,486,829
30. Provision for loans, advances, leases and investment			
Provision for loans, advances and leases		19,213,384	33,502,693
Provision for marking to market on Govt. securities		-	-
		19,213,384	33,502,693
31. 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: <i>Earnings per share</i> . Details are as follows:			
Net profit/(loss) after tax		83,642,990	53,191,494
<i>Weighted average number of shares outstanding during the period/year</i>			
Number of ordinary shares as at 1 January		126,250,473	126,250,473
Bonus shares issued		-	-
		126,250,473	126,250,473
Basic earning per share		0.66	0.42
Diluted earning per share (DEPS)			
No DEPS is required to be calculated for the period as there was no scope for dilution of share during the period.			
32. Receipts from other operating activities			
Transfer price of lease assets		24,000	13,904
Securities income		29,715,142	27,486,693
Income from other operating activities		57,260	437,720
		29,796,402	27,938,317

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

For the half year ended 30 June	Note	Figures in Taka	
		2015	2014
33. (Increase)/decrease of other assets			
<i>Closing other assets</i>			
Stationery, stamps, printing materials in stock		74,339	88,491
Advance rent and advertisement		3,437,739	6,370,107
Security deposit		2,095,986	716,160
Other assets		17,941,421	16,815,646
		<u>23,549,485</u>	<u>23,990,404</u>
<i>Opening other assets</i>			
Stationery, stamps, printing materials in stock		97,715	97,715
Advance rent and advertisement		7,552,593	7,552,593
Security deposit		716,160	716,160
Other assets		11,064,159	11,064,159
		<u>19,430,627</u>	<u>19,430,627</u>
		<u>(4,118,858)</u>	<u>(4,559,777)</u>
34. Increase/(decrease) of other liabilities			
<i>Closing other liabilities</i>			
Provision for current tax		472,861,195	283,649,854
Withholding tax, VAT and excise duty		4,187,577	7,559,356
Others		61,206,210	66,259,206
		<u>538,254,983</u>	<u>357,468,416</u>
<i>Opening other liabilities</i>			
Provision for current tax		225,220,631	225,220,631
Withholding tax, VAT and excise duty		7,761,895	7,761,895
Others		58,511,532	58,511,532
		<u>291,494,058</u>	<u>291,494,058</u>
		<u>246,760,925</u>	<u>65,974,358</u>
35. Cash and cash equivalents			
Cash in hand		150,000	130,000
Balance with Bangladesh Bank and its agent bank(s)		78,955,600	99,990,613
Balance with other banks and financial institutions		1,048,605,786	690,039,532
		<u>1,127,711,386</u>	<u>790,160,144</u>

36. 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 2015		31 December 2014	
	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
Ekushey Television Ltd.	7,170,869	7,170,869	7,170,869	7,170,869
	11,670,869	11,670,869	11,670,869	11,670,869
<i>In cumulative redeemable preference shares</i>				
Premium Seed Ltd.	4,000,000	4,000,000	4,000,000	4,000,000
ACI Godrej Agrovvet Private Ltd.	66,666,667	66,666,667	66,666,667	66,666,667
Confidence Salt Ltd.	10,700,000	10,700,000	10,700,000	10,700,000
Summit Power Company Ltd.	50,000,000	40,000,000	50,000,000	50,000,000
	131,366,667	121,366,667	131,366,667	131,366,667
Investment in shares	150,037,536	137,349,536	150,037,536	147,342,536
<i>In corporate bonds</i>				
Mutual Trust Bank Ltd.	150,000,000	150,000,000	150,000,000	150,000,000
	300,037,536	287,349,536	300,037,536	297,342,536

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 2015

Fixed assets including premises, furniture and fixtures

Annexure - B

Figures in Taka

Category of asset	Cost						Depreciation				Carrying amount as at 30 June 2015
	Balance as at 1 Jan 2015	Revaluation Reserve	Addition during the period	Adjustment during the period	Disposal during the period	Balance as at 30 June 2015	Balance as at 1 Jan 2015	Charged during the period	Adjustment during the period	Balance as at 30 June 2015	
Land	129,240,000	-	-	-	-	129,240,000	-	-	-	-	129,240,000
Building	20,922,500	-	-	-	-	20,922,500	-	697,419	-	697,419	20,225,081
Motor vehicles	32,690,044	-	2,500,000	-	-	35,190,044	14,471,506	2,877,106	-	17,348,612	17,841,432
Furniture and fixtures	33,964,876	-	142,598	-	-	34,107,474	24,222,977	989,910	-	25,212,887	8,894,587
Equipment and appliances	63,138,083	-	297,281	-	-	63,435,364	29,496,790	4,839,067	-	34,335,857	29,099,508
Accounting software	16,398,750	-	-	-	-	16,398,750	4,032,079	1,399,993	-	5,432,072	10,966,679
	296,354,253		2,939,879	-	-	299,294,132	72,223,352	10,803,494	-	83,026,846	216,267,286
Capital work in progress - hardwar	-	-	-	-	-	-	-	-	-	-	-
Capital work in progress - software	-	-	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2015	296,354,253		2,939,879	-	-	299,294,132	72,223,352	10,803,494	-	83,026,846	216,267,286

Category of asset	Cost						Depreciation				Carrying amount as at 31 Dec 2014
	Balance as at 1 Jan 2014	Revaluation Reserve	Addition during the period/year	Adjustment during the period/year	Disposal during the period/year	Balance as at 31 Dec 2014	Balance as at 1 Jan 2014	Charged during the period/year	Adjustment during the period/year	Balance as at 31 Dec 2014	
Land	65,088,380	93,233,926	-	29,082,306	-	129,240,000	-	-	-	-	129,240,000
Building	10,595,783	15,061,046	-	4,734,329	-	20,922,500	29,891,554	3,925,081	33,816,635	-	20,922,500
Motor vehicles	31,374,745	-	5,919,299	4,604,000	-	32,690,044	11,484,918	5,490,587	2,503,999	14,471,506	18,218,538
Furniture and fixtures	29,550,148	-	4,488,863	74,135	-	33,964,876	22,741,196	1,548,664	66,883	24,222,977	9,741,899
Equipment and appliances	37,591,445	-	26,779,338	1,232,700	-	63,138,083	23,548,649	7,188,099	1,239,958	29,496,790	33,641,293
Accounting software	2,398,750	-	14,000,000	-	-	16,398,750	2,132,499	1,899,580	-	4,032,079	12,366,671
	176,599,251	108,294,972	51,187,500	39,727,470	-	296,354,253	89,798,816	20,052,011	37,627,475	72,223,352	224,130,901
Capital work in progress - hardwar	5,337,695	-	-	5,337,695	-	-	-	-	-	-	-
Capital work in progress - software	15,689,165	-	-	15,689,165	-	-	-	-	-	-	-
Balance as at 31 December 2014	197,626,111	108,294,972	51,187,500	60,754,330	-	296,354,253	89,798,816	20,052,011	37,627,475	72,223,352	224,130,901

Revaluation of office premises

The office premises with proportionate land comprising 16,738 square feet of office space on 4th floor of Hosna Center, 106 Gulshan Avenue, Dhaka-1212, including car parking for 15 cars, had been revalued by an independent professional valuer as at 31 December 2005 and subsequently it has been revalued in 31 December 2014 in line with prevailing market price. Accordingly the fair market value of the premises with proportionate land is stated at Tk. 150,162,500 with a revaluation reserve of Tk. 108,294,972 as at 31 December 2014. Additionally, the land and building has been presented separately based on the valuation report from the latest valuation date.