

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Financial Position (Balance Sheet)
as at 30 September 2018

| | Amount in Taka | |
|--|-------------------------------|-------------------------------|
| | (Unaudited) | (Audited) |
| | September 30, 2018 | June 30, 2018 |
| <u>Property and Assets</u> | | |
| Cash and Bank Balances | 16,563,407,220 | 19,482,054,818 |
| Investments: | 113,919,887,480 | 115,202,817,097 |
| Capital Investment in Other Institutions | 1,013,174,599 | 1,013,174,599 |
| Marketable Securities- at market value | 105,596,801,273 | 106,879,730,890 |
| Investment in Bangladesh Fund | 7,309,911,608 | 7,309,911,608 |
| Loans and Advances: | 25,617,045,358 | 24,965,120,470 |
| Margin Loan – Secured | 10,868,782,403 | 10,807,256,720 |
| Unit & Mutual Fund Advance Account – Secured | 314,675,938 | 335,218,857 |
| Consumer Credit Scheme | 1,524,893 | 1,540,014 |
| Bridging Loan | 4,981,582 | 4,981,582 |
| Debenture Loan | 21,225,208 | 21,225,208 |
| Lease Receivables | 970,097,650 | 981,639,940 |
| Advance against Equity | 432,875,225 | 432,875,225 |
| Purchase of Debenture | 3,240,699,841 | 2,702,418,863 |
| Purchase of Bond | 6,847,985,376 | 6,803,815,761 |
| Other Loans and Advances | 2,914,197,242 | 2,874,148,300 |
| Premises and Equipment (at cost less depreciation) | 883,807,822 | 901,530,414 |
| Other Assets | 10,308,282,995 | 10,544,686,430 |
| Total Assets | <u>167,292,430,874</u> | <u>171,096,209,229</u> |
| <u>Liabilities and Capital</u> | | |
| Liabilities | | |
| Borrowings: | 5,853,538,928 | 5,471,473,655 |
| Government Loan | 683,538,928 | 791,473,655 |
| Borrowings From Different Banks | 5,170,000,000 | 4,680,000,000 |
| Deposits | 107,424,284,962 | 108,406,035,846 |
| Deferred Interest | 700,476 | 700,476 |
| Other Liabilities and Provisions | 18,406,499,616 | 19,169,430,732 |
| Carried forward | <u>131,685,023,982</u> | <u>133,047,640,709</u> |

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Financial Position (Balance Sheet) (Contd.)
as at 30 September 2018

| | | Amount in Taka | |
|---|------------------------|------------------------|------------------------|
| | | (Unaudited) | (Audited) |
| | | September 30, 2018 | June 30, 2018 |
| | Brought forward | 131,685,023,982 | 133,047,640,709 |
| Non-controlling interest | | 53,388 | 53,624 |
| Capital / Shareholders' Equity | | 35,607,353,504 | 38,048,514,896 |
| Paid-up Capital | | 6,644,531,250 | 6,644,531,250 |
| Share Premium | | 8,437,500,000 | 8,437,500,000 |
| General Reserve | | 6,537,277,560 | 6,537,277,560 |
| Revaluation Reserve for Investment | | (1,049,108,326) | (947,109,433) |
| Reserve for Future Diminution of Securities | | (1,576,569,167) | 1,048,330,231 |
| Other Reserves | | 8,229,142,641 | 8,229,142,641 |
| Retained Earnings | | 8,384,579,546 | 8,098,842,647 |
| Total Liabilities and Shareholders' Equity | | 167,292,430,874 | 171,096,209,229 |
| Contra Entries | | | |
| Off-Balance Sheet Items: | | | |
| Contingent Liabilities: | | | |
| Guarantee to DSE & CSE on behalf of ISTCL | | 300,000,000 | 300,000,000 |
| | | 300,000,000 | 300,000,000 |
| Total Off-Balance Sheet Items | | 300,000,000 | 300,000,000 |
| Net Asset Value per Share | | 53.59 | 57.26 |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, November 08, 2018

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Comprehensive Income (Un-audited)
For the period ended 30 September 2018

For the 3 Months ended 30 September

| | July '18 to September '18 Taka | July '17 to September '17 Taka |
|---|-----------------------------------|-----------------------------------|
| Operating Income | | |
| Interest Income | 868,196,221 | 683,145,760 |
| Less: Interest paid on Deposits, Borrowings, etc. | (2,475,374,576) | (1,758,311,567) |
| Net Interest Income | (1,607,178,355) | (1,075,165,807) |
| Dividend | 912,549,308 | 1,025,275,900 |
| Capital Gain | 1,142,857,686 | 2,692,302,633 |
| Fees, Commissions & Service Charges | 409,326,485 | 513,411,354 |
| Other Operating Income | 4,358,737 | 3,892,780 |
| Total Operating Income (a) | 861,913,861 | 3,159,716,860 |
| Operating Expenses | | |
| Salary and Allowances | 212,755,209 | 637,136,879 |
| Rent, Taxes, Insurance, Electricity, etc. | 33,395,584 | 32,227,434 |
| Legal Expenses | 517,390 | 504,655 |
| Postage, Stamps, Telegram & Telephone | 1,425,800 | 841,357 |
| Auditors' Fees | 97,563 | 97,563 |
| Stationary, Printing, Advertisement, etc. | 3,043,111 | 3,160,009 |
| Directors' Fees & Allowances | 1,286,000 | 1,155,600 |
| Repair, Maintenance & Depreciation-Premises & Equipment | 24,516,156 | 33,958,389 |
| Brokerage | 34,026,857 | 54,451,866 |
| Other Operating Expenses | 43,500,621 | 40,420,746 |
| Total Operating Expenses (b) | 354,564,291 | 803,954,498 |
| Operating Profit (a-b) | 507,349,570 | 2,355,762,362 |
| Add: Non-operating Income | 758,082 | 117,282 |
| Profit before Provision © | 508,107,652 | 2,355,879,644 |
| Provision against Loans and Advances | 13,232,987 | 668,202,755 |
| Provision Against Other Assets | - | 2,750,000 |
| Provision against Investments | 30,992,006 | 101,250,000 |
| Provision for VAT Against fees & Commissions | - | 28,500,000 |
| Total Provision (d) | 44,224,993 | 800,702,755 |
| Profit before Tax (c-d) | 463,882,659 | 1,555,176,889 |
| Less: Provision for Taxation | (178,183,508) | (316,837,484) |
| Net Profit After Tax | 285,699,151 | 1,238,339,405 |
| Less: Minority Interest | 1,067 | 2,202 |
| Net Profit Available for Appropriation | 285,698,084 | 1,238,337,203 |
| Earnings Per Share | 0.43 | 1.86 |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, November 08, 2018

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Cash Flow Statement (Un-audited)

For the 3 months ended 30 September 2018

| | Amount in Taka | |
|---|------------------------|------------------------|
| | September 30, 2018 | September 30, 2017 |
| Cash flow from operating activities: | | |
| Interest Received | 784,455,472 | 751,216,365 |
| Interest Paid | (2,078,710,444) | (1,232,593,124) |
| Received from capital gain on sale of listed companies shares | 1,142,857,686 | 2,692,302,633 |
| Dividend Received | 757,495,422 | 1,220,291,915 |
| Fees & Commissions Received | 387,907,842 | 17,369,946 |
| Cash Paid to Employees | (184,129,716) | (197,711,406) |
| Cash Paid to Suppliers | (62,995,604) | (70,789,407) |
| Cash Received from Other operating activities | 5,116,819 | 4,010,062 |
| Cash Paid for Other operating activities | (35,312,857) | (96,028,212) |
| Cash Flow before changes in Operating Assets & Liabilities | 716,684,620 | 3,088,068,772 |
| Changes in Operating Assets & Liabilities | | |
| (Increase)/Decrease in Loans & Advances | (651,924,888) | 98,225,671 |
| (Increase)/Decrease in Investment in other Institutions | - | - |
| (Increase)/Decrease in other Assets | 426,123,475 | 457,188,485 |
| Increase/(Decrease) in Deposit Received from Banks | (981,750,884) | 3,516,942,287 |
| Increase/(Decrease) in Long /Short Term Debt | 382,065,273 | (5,630,000,000) |
| Increase/(Decrease) in other Liabilities | (1,394,745,434) | (1,559,982,263) |
| | (2,220,232,459) | (3,117,625,820) |
| Net Cash from Operating Activities | (1,503,547,839) | (29,557,048) |
| Cash Flow from Investment Activities: | | |
| Cash inflow from Sale of Securities | 4,033,933,868 | 9,664,283,427 |
| Cash outflow for Purchase of Securities | (5,466,756,221) | (10,981,084,707) |
| Cash outflow for Purchase of Fixed Asset | 17,722,592 | 1,663,142 |
| Net Cash Used in Investment Activities | (1,415,099,761) | (1,315,138,137) |
| Cash Received from Financing Activities | | |
| Cash Paid against Borrowings | - | - |
| Cash Received against Issuing Ordinary Share | - | - |
| Dividend paid/received in Cash | - | - |
| Net Cash Used in Financing Activities | - | - |
| Net Increase/(Decrease) in Cash and Cash Equivalent | (2,918,647,598) | (1,344,695,185) |
| Cash and Cash Equivalent at beginning of the year | 19,482,054,818 | 24,188,945,318 |
| Closing Cash and Cash Equivalent at end of the year | 16,563,407,220 | 22,844,250,133 |
| Net Operating Cash Flow Per Share (NOCFPS) | (2.26) | (0.04) |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, November 08, 2018

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Changes in Equity (Un-audited)
For the period ended 30 September 2018

Amount in Taka

| Particulars | Paid up share capital | Share Premium | General Reserve | Revaluation Reserve | Reserve for Future Diminution of Securities | Other Reserves | Retained Earnings | Non Controlling Interest | Total |
|--|-----------------------|----------------------|----------------------|------------------------|---|----------------------|----------------------|--------------------------|-----------------------|
| Balance as at 01 July 2018 | 6,644,531,250 | 8,437,500,000 | 6,537,277,560 | (947,109,433) | 1,048,330,231 | 8,229,142,641 | 8,098,842,647 | 53,624 | 38,048,568,520 |
| Prior year adjustment | - | - | - | - | - | - | 39,371 | - | 39,371 |
| Net Profit for the year after tax | - | - | - | - | - | - | 285,698,084 | 1,067 | 285,699,151 |
| Cash Dividend Paid - FY 2017-18 | - | - | - | - | - | - | - | - | - |
| Amount Transferred/Adjustment to Different Reserve | - | - | - | - | - | - | - | - | - |
| Adjustment of Revaluation Reserve of Investment | - | - | - | (101,998,893) | (2,624,899,398) | - | - | - | (2,726,898,291) |
| Amount Transferred to Benevolent Fund | - | - | - | - | - | - | - | - | - |
| Adjustment made during the year | - | - | - | - | - | - | (556) | (1,303) | (1,859) |
| Balance as at 30 September 2018 | 6,644,531,250 | 8,437,500,000 | 6,537,277,560 | (1,049,108,326) | (1,576,569,167) | 8,229,142,641 | 8,384,579,546 | 53,388 | 35,607,406,892 |

Consolidated Statement of Changes in Equity
For the period ended 30 September 2017

Amount in Taka

| Particulars | Paid up share capital | Share Premium | General Reserve | Revaluation Reserve | Reserve for Future Diminution of Securities | Other Reserves | Retained Earnings | Non Controlling Interest | Total |
|--|-----------------------|----------------------|----------------------|----------------------|---|----------------------|----------------------|--------------------------|-----------------------|
| Balance as at 01 July 2017 | 6,328,125,000 | 8,437,500,000 | 5,700,940,987 | 6,597,983,772 | 6,352,367,355 | 8,112,623,994 | 7,739,091,765 | 55,593 | 49,268,688,465 |
| Prior year adjustment | - | - | - | - | - | - | 73,020 | - | 73,020 |
| Issue of Right Share at Premium | - | - | - | - | - | - | - | - | - |
| Net Profit for the year after tax | - | - | - | - | - | - | 1,238,337,203 | 2,202 | 1,238,339,405 |
| Cash Dividend Paid - FY 2016-17 | - | - | - | - | - | - | - | - | - |
| Amount Transferred/Adjustment to Different Reserve | - | - | - | - | 76,094,547 | - | - | - | 76,094,547 |
| Adjustment of Revaluation Reserve of Investment | - | - | - | 444,018,518 | - | - | - | - | 444,018,518 |
| Amount Transferred to Benevolent Fund | - | - | - | - | - | - | - | - | - |
| Adjustment made during the year | - | - | - | - | - | - | - | 1,254 | 1,254 |
| Balance as at 30 September 2017 | 6,328,125,000 | 8,437,500,000 | 5,700,940,987 | 7,042,002,290 | 6,428,461,902 | 8,112,623,994 | 8,977,501,988 | 59,049 | 51,027,215,209 |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, November 08, 2018

Investment Corporation of Bangladesh
Statements of Financial Position (Balance Sheet)
as at 30 September 2018

| | Note | Amount in Taka | |
|---|------|------------------------|------------------------|
| | | (Un-audited) | (Audited) |
| | | September 30, 2018 | June 30, 2018 |
| <u>Property and Assets</u> | | | |
| Cash and Bank Balances | 4 | 14,331,256,504 | 16,609,148,214 |
| Investments: | 5 | 110,304,124,794 | 111,588,992,127 |
| Capital Investment in ICB Subsidiary Companies | 5.2 | 2,557,384,100 | 2,557,384,100 |
| Capital Investment in Other Institutions | 5.3 | 1,013,174,599 | 1,013,174,599 |
| Marketable Securities- at market value | 5.4 | 99,423,654,487 | 100,708,521,820 |
| Investment in Bangladesh Fund | 5.5 | 7,309,911,608 | 7,309,911,608 |
| Loans and Advances: | 6 | 21,224,870,582 | 20,617,350,740 |
| Margin Loan – Secured | 6.1 | 3,239,107,627 | 3,139,486,990 |
| Unit & Mutual Fund Advance Account – Secured | 6.2 | 314,675,938 | 335,218,857 |
| Consumer Credit Scheme | 6.3 | 1,524,893 | 1,540,014 |
| Bridging Loan | 6.4 | 4,981,582 | 4,981,582 |
| Debenture Loan | 6.5 | 21,225,208 | 21,225,208 |
| Lease Receivables | 6.6 | 970,097,650 | 981,639,940 |
| Advance against Equity | 6.7 | 432,875,225 | 432,875,225 |
| Purchase of Debenture | 6.8 | 3,240,699,841 | 2,702,418,863 |
| Purchase of Bond | 6.9 | 6,847,985,376 | 6,803,815,761 |
| Other Loans and Advances | 6.10 | 6,151,697,242 | 6,194,148,300 |
| | | | |
| Premises and Equipment (at cost less depreciation) | 7 | 123,255,680 | 128,562,220 |
| Other Assets | 8 | 7,789,281,825 | 8,111,762,501 |
| Total Assets | | 153,772,789,385 | 157,055,815,802 |
| <u>Liabilities and Capital</u> | | | |
| Liabilities | | | |
| Borrowings: | 9 | 5,177,000,000 | 4,687,000,000 |
| Government Loan | 9.1 | 7,000,000 | 7,000,000 |
| Borrowings From Different Banks | 9.2 | 5,170,000,000 | 4,680,000,000 |
| | | | |
| Deposits | 10 | 107,424,284,962 | 108,406,035,846 |
| Deferred Interest | 11 | 700,476 | 700,476 |
| Other Liabilities and Provisions | 12 | 11,531,488,289 | 11,814,610,069 |
| | | | |
| Carried forward | | 124,133,473,727 | 124,908,346,391 |

Investment Corporation of Bangladesh
Statements of Financial Position (Balance Sheet) (Contd.)
as at 30 September 2018

| | Note | Amount in Taka | |
|---|------------------------|------------------------|------------------------|
| | | (Unaudited) | (Audited) |
| | | September 30, 2018 | June 30, 2018 |
| | Brought forward | 124,133,473,727 | 124,908,346,391 |
| Capital / Shareholders' Equity | | 29,639,315,658 | 32,147,469,411 |
| Paid-up Capital | 13 | 6,644,531,250 | 6,644,531,250 |
| Share Premium | | 8,437,500,000 | 8,437,500,000 |
| General Reserve | 14.1 | 5,174,786,977 | 5,174,786,977 |
| Revaluation Reserve for Investment | 14.3 | - | - |
| Reserve for Future Diminution of Securities | 14.4 | (1,980,513,468) | 555,337,753 |
| Other Reserves | 14.2,14.5,14.6 | 6,775,114,530 | 6,775,114,530 |
| Retained Earnings | 15 | 4,587,896,369 | 4,560,198,901 |
| Total Liabilities and Shareholders' Equity | | 153,772,789,385 | 157,055,815,802 |
| Contra Entries | | | |
| Off-Balance Sheet Items: | | | |
| Contingent Liabilities: | | | |
| | | 300,000,000 | 300,000,000 |
| Guarantee to DSE & CSE on behalf of ISTCL | | 300,000,000 | 300,000,000 |
| Total Off-Balance Sheet Items | | 300,000,000 | 300,000,000 |
| Net Asset Value per Share | | 44.61 | 48.38 |

For and on behalf of Investment Corporation of Bangladesh

Sd/-

Chairman

Sd/-

Director

Sd/-

Managing Director

Sd/-

Head of Finance & Accounts

Sd/-

Company Secretary

Dhaka, November 08, 2018

Investment Corporation of Bangladesh

Statement of Comprehensive Income (Un-audited)

For the period ended 30 September 2018

For the 3 Months ended 30 September

| Note | July '18 to September '18 Taka | July '17 to September '17 Taka |
|---|-----------------------------------|-----------------------------------|
| <u>Operating Income</u> | | |
| Interest Income | 16 734,954,549 | 502,125,783 |
| Interest paid on Deposits, Borrowings, etc. | 17 (2,465,568,655) | (1,758,311,567) |
| Net Interest Income | (1,730,614,106) | (1,256,185,784) |
| Dividend | 18 866,818,017 | 981,522,643 |
| Capital Gain | 1,051,411,111 | 2,442,315,525 |
| Fees, Commissions & Service Charges | 19 179,879,835 | 190,018,541 |
| Other Operating Income | 20 759,377 | 529,610 |
| Total Operating Income | 368,254,234 | 2,358,200,535 |
| <u>Operating Expenses</u> | | |
| Salary and Allowances | 21 138,533,929 | 571,058,390 |
| Rent, Taxes, Insurance, Electricity, etc. | 22 28,682,694 | 28,567,961 |
| Legal Expenses | 390,890 | 440,515 |
| Postage, Stamps, Telegram & Telephone | 23 1,204,819 | 652,207 |
| Auditors' Fees | 57,500 | 57,500 |
| Stationary, Printing, Advertisement, etc. | 24 1,676,171 | 2,359,927 |
| Directors' Fees & Allowances | 671,600 | 542,800 |
| Repair, Maintenance & Depreciation-Premises & Equipment | 25 8,683,296 | 7,528,050 |
| Brokerage | 26 19,023,050 | 43,103,032 |
| Other Operating Expenses | 27 36,491,706 | 18,324,455 |
| Total Operating Expenses | 235,415,655 | 672,634,837 |
| Operating Profit | 132,838,579 | 1,685,565,698 |
| Non-operating Income | 28 - | - |
| Profit before Provision | 132,838,579 | 1,685,565,698 |
| Provision against Loans and Advances | 29 - | 357,744,918 |
| Provision against Other Assets | - | 2,750,000 |
| Provision against Investments | - | 101,250,000 |
| Provision for VAT against Fees & Commissions | - | 28,500,000 |
| Total Provision | - | 490,244,918 |
| Profit before Tax | 132,838,579 | 1,195,320,780 |
| Provision for Taxation | (105,141,111) | (266,720,734) |
| Net Profit Available for Appropriation | 27,697,468 | 928,600,046 |
| Earnings Per Share (EPS) (Diluted) | 0.04 | 1.40 |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, November 08, 2018

Investment Corporation of Bangladesh
Cash Flow Statement (Un-audited)
For the 3 months ended 30 September 2018

| | September 30, 2018 | September 30, 2017 |
|---|------------------------|------------------------|
| <u>Cash flow from operating activities:</u> | | |
| Interest Received | 646,414,644 | 465,534,681 |
| Interest Paid | (2,068,904,523) | (1,232,593,124) |
| Received from capital gain on sale of listed shares | 1,051,411,111 | 2,442,315,525 |
| Dividend Received | 702,342,927 | 1,160,075,934 |
| Fees & Commissions Received | 179,858,523 | 71,795,624 |
| Cash Paid to Employees | (135,110,589) | (148,903,108) |
| Cash Paid to Suppliers | (33,011,149) | (21,055,765) |
| Cash Received from Other operating activities | 759,377 | 529,610 |
| Cash Paid for Other operating activities | (56,186,356) | (61,851,287) |
| Cash Flow before changes in Operating Assets & Liabilities | 287,573,965 | 2,675,848,090 |
| <u>Changes in Operating Assets & Liabilities</u> | | |
| Increase/Decrease in Loans & Advances | (607,519,842) | 444,627,491 |
| Increase/Decrease in Investment in other Institutions | - | - |
| Increase/Decrease in other Assets | 575,474,359 | 783,908,553 |
| Increase/Decrease in Deposit Received from other Banks/Depositors | (981,750,884) | 3,516,942,287 |
| Increase/Decrease in Long / Short Term Debt | 490,000,000 | (5,630,000,000) |
| Increase/Decrease in other Liabilities | (798,465,492) | (2,131,550,127) |
| | (1,322,261,858) | (3,016,071,796) |
| Net Cash Flow from Operating Activities (a) | (1,034,687,893) | (340,223,706) |
| <u>Cash Flow from Investment Activities:</u> | | |
| Cash inflow from Sale of Securities | 3,529,706,173 | 8,634,956,912 |
| Cash outflow for Purchase of Securities | (4,778,216,530) | (9,886,464,179) |
| Cash Increase/Decrease From Sale/Purchase of Fixed Asset | 5,306,540 | (3,528,139) |
| Net Cash Employed in Investment Activities (b) | (1,243,203,817) | (1,255,035,406) |
| <u>Cash Received from Financing Activities</u> | | |
| Cash Received against Borrowings | - | - |
| Cash Paid against Borrowings | - | - |
| Dividend paid in Cash | - | - |
| Net Cash Received from Financing Activities (c) | - | - |
| Net Cash Increase/Decrease (a+b+c) | (2,277,891,710) | (1,595,259,112) |
| Opening Cash Balance | 16,609,148,214 | 21,409,345,573 |
| Closing Cash Balance | 14,331,256,504 | 19,814,086,461 |
| | | |
| Net Operating Cash Flow Per Share | (1.56) | (0.51) |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, November 08, 2018

Investment Corporation of Bangladesh
Statement of Changes in Equity (Un-audited)
For the period ended 30 September 2018

Amount in Taka

| Particulars | Paid up share capital | Share Premium | General Reserve | Revaluation Reserve | Reserve for Future Diminution of Securities | Other Reserves | Retained Earnings | Total |
|--|-----------------------|----------------------|----------------------|---------------------|---|----------------------|----------------------|-----------------------|
| Balance as at 01 July 2018 | 6,644,531,250 | 8,437,500,000 | 5,174,786,977 | - | 555,337,753 | 6,775,114,530 | 4,560,198,901 | 32,147,469,411 |
| Prior year adjustment | - | - | - | - | - | - | - | - |
| Net Profit for the year after tax | - | - | - | - | - | - | 27,697,468 | 27,697,468 |
| Cash Dividend Paid - FY 2017-18 | - | - | - | - | - | - | - | - |
| Amount Transferred/Adjustment | - | - | - | - | 4,987,816,977 | - | - | 4,987,816,977 |
| Amount Transferred/Adjustment | - | - | - | - | (7,523,668,198) | - | - | (7,523,668,198) |
| Amount Transferred to Benevolent Fund | - | - | - | - | - | - | - | - |
| Balance as at 30 September 2018 | 6,644,531,250 | 8,437,500,000 | 5,174,786,977 | - | (1,980,513,468) | 6,775,114,530 | 4,587,896,369 | 29,639,315,658 |

Investment Corporation of Bangladesh
Statement of Changes in Equity
For the period ended 30 September 2017

Amount in Taka

| Particulars | Paid up share capital | Share Premium | General Reserve | Revaluation Reserve | Reserve for Future Diminution of Securities | Other Reserves | Retained Earnings | Total |
|--|-----------------------|----------------------|----------------------|----------------------|---|----------------------|----------------------|-----------------------|
| Balance as at 01 July 2017 | 6,328,125,000 | 8,437,500,000 | 4,438,449,975 | 7,025,928,318 | 5,543,154,730 | 6,191,030,279 | 4,413,743,416 | 42,377,931,718 |
| Prior year adjustment | - | - | - | - | - | - | 16,200 | 16,200 |
| Net Profit for the year after tax | - | - | - | - | - | - | 928,719,046 | 928,719,046 |
| Cash Dividend Paid - FY 2016-17 | - | - | - | - | - | - | - | - |
| Amount Transferred/Adjustment | - | - | - | - | - | - | - | - |
| Amount Transferred/Adjustment | - | - | - | 348,515,980 | - | - | - | 348,515,980 |
| Amount Transferred to Benevolent Fund | - | - | - | - | - | - | - | - |
| Balance as at 30 September 2017 | 6,328,125,000 | 8,437,500,000 | 4,438,449,975 | 7,374,444,298 | 5,543,154,730 | 6,191,030,279 | 5,342,478,662 | 43,655,182,944 |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Investment Corporation of Bangladesh
Notes to the Financial Statements
As at and For the period ended 30 September 2018

CORPORATE PROFILE & SIGNIFICANT ACCOUNTING POLICIES

1 Corporate information

The Investment Corporation of Bangladesh (ICB) was established under Investment Corporation of Bangladesh Ordinance (No:XL) of 1976 (here-in-after referred to as Corporation) with the objectives of accelerating industrialization and economic development of the country through development of the capital market by mobilizing savings, encouraging and improving the investment environment with particular emphasis placed on broadening the base and scope of investments as well as tapping marginal investors. Through the enactment of the Investment Corporation of Bangladesh (Amendment) Act, 2000 (No. 24 of 2000) , reforms in operational strategies and business policies have been implemented by establishing and operating subsidiary companies under ICB. At present the Corporation is being operated under the "Investment Corporation of Bangladesh Act, 2014".

1.2 Principal activities

The principal activities of the Corporation are to provide various kinds of Investment Banking Services to its customers. These activities mainly include providing loans to Operative Investors on margin trading basis, providing advance against ICB Unit Certificates & ICB Mutual Fund Certificates, Lease Financing, Management of existing Unit Fund and Mutual Funds as well as Operating Investors' Accounts, issuing Bank Guarantee, Consumer Credit Scheme.

2 Subsidiary Companies

The Corporation has three subsidiary Companies. A brief description of each of the subsidiary Companies is given below:

2.1 ICB Asset Management Company Limited

ICB Asset Management Company Limited, a subsidiary company of ICB was registered under the Companies Act 1994 as a public company limited by shares on 5 December 2000. The Company can manage the asset of any trust or fund of any type and/or character and hold, acquire, sell or deal in such asset or any trust or fund. It can organize various schemes of different types for trust funds, take part in the management of any mutual fund operation, operate, conduct, accomplish and establish services for industrial trading and commercial activities, invest funds in shares and securities, carry on business, and act as financial and monetary agent and merchandise shares and securities. The registered office of the Company is located at 89, Kakrail, Green City Edge (4th Floor), Dhaka-1000.

2.2 ICB Capital Management Limited

ICB Capital Management Limited, a subsidiary company of ICB was registered under the Companies Act 1994 as a public company limited by shares on 5 December 2000. The Company obtained registration from Bangladesh Securities and Exchange Commission as a Merchant Bank on 16 October 2001. As a part of restructuring program of Investment Corporation of Bangladesh (ICB) under CMDP (Capital Market Development Program) initiated by the Govt. of Bangladesh and the Asian Development Bank, the Company has been created as a subsidiary company of ICB conducting merchant banking activities and plays a more active role in capital market of Bangladesh. The principal functions of the company are issue management, underwriting, portfolio management and corporate advisory services. The registered office of the Company is located at 89, Kakrail, Green City Edge (5th & 6th Floor), Dhaka-1000.

2.3 ICB Securities Trading Company Limited

ICB Securities Trading Company Limited, a subsidiary company of ICB was registered under the Companies Act 1994 as a public company limited by shares on 05 December 2000. The address of the registered office is in Dhaka. The Company is an active member of Dhaka Stock Exchange and Chittagong Stock Exchange. Among many other functions the company primarily provides brokerage service for buying and selling securities listed with stock exchanges and provides brokerage service for buying and selling securities over-the-counter markets by the company itself and by appointing sub-brokers, sub-agents, bond brokers, specialists and odd-lot-dealers. Furthermore, the company also works as a full service Depository Participant in the Central Depository Bangladesh Ltd.(CDBL). The registered office of the Company is located at 89, Kakrail, Green City Edge (7th Floor), Dhaka-1000.

3 Summary of significant accounting policies & basis of preparation

3.1 A summary of the principle accounting policies which have been applied consistently (Unless otherwise stated), is set out below:

a) Statement of compliance & basis of preparation

The financial statements are prepared under historical cost convention in keeping with the Generally Accepted Accounting Principles (GAAP) consistently applied and relevant International Accounting Standards (IASs) so far adopted by The Institute of Chartered Accountants of Bangladesh (ICAB). The Corporation is a listed financial institution as its shares are listed with Country's stock exchanges. The accompanying financial statements are prepared and presented in a manner suitable to a Statutory Development Financial Institution consistently followed by the Corporation as considered appropriate pursuant to clause 29 (1) of the "Investment Corporation of Bangladesh Act, 2014". Proper disclosures have been made in the accompanying financial statements as required by the relevant laws, Generally Accepted Accounting Principles(GAAP), International Accounting Standards(IASs) so far adopted by the ICAB and in accordance with BRPD Circular No.14 dated 25 June 2003 issued by Bangladesh Bank. Returns certified by seven branch managers and duly verified at the Head Office are incorporated in these accompanying financial statements for consolidation purposes.

b) Consolidation of operations of subsidiaries

The financial statements of the Corporation and its subsidiaries have been consolidated in accordance with Bangladesh Accounting Standard (BAS)-27 "Consolidated and Separate Financial Statements". The consolidation of the financial statements has been made after eliminating all material intra group transactions.

The total profits of the corporation and its subsidiaries are shown in the consolidated Statement of Comprehensive Income (profit and loss account), with the proportion of profit after taxation pertaining to non-controlling shareholders being deducted as "Non-Controlling Interest".

All assets and liabilities of the corporation and of its subsidiaries are shown in the consolidate statement of Financial Position (balance sheet). The interest of non-controlling shareholders of the subsidiaries are shown separately in the consolidated statement of financial position (balance sheet) under the heading "Non-Controlling Interest".

c) Going concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments should the Corporation be unable to continue as a going concern.

d) Functional and presentation currency

These financial statements are presented in Taka, which is the Corporation's functional currency. Except as indicated, figures have been rounded off to the nearest Taka.

3.2 Reporting period

These financial statements cover period from 01 July 2018 to 30 September 2018.

| Amount in Taka (Unaudited) September 30, 2018 | Amount in Taka (Audited) June 30, 2018 |
|---|--|
|---|--|

4. **Cash and Bank Balances:**

Cash in hand

| | |
|--------|--------|
| 66,700 | 58,368 |
|--------|--------|

Cash at Banks:

Current Accounts

| | |
|-------------|------------|
| (9,713,101) | 60,289,631 |
|-------------|------------|

Savings Accounts

| | |
|-------------|------------|
| 130,027,124 | 13,921,255 |
|-------------|------------|

Short Term Deposits

| | |
|---------------|---------------|
| 1,311,435,624 | 2,003,581,643 |
|---------------|---------------|

Fixed Deposits

| | |
|----------------|----------------|
| 12,899,440,157 | 14,531,297,317 |
|----------------|----------------|

| | |
|-----------------------|-----------------------|
| 14,331,256,504 | 16,609,148,214 |
|-----------------------|-----------------------|

5. **Investments:**

5. 1 **Capital Investment in ICB Subsidiary Companies**

ICB Securities Trading Company Ltd.

| | |
|------------|------------|
| 12,499,700 | 12,499,700 |
|------------|------------|

ICB Capital Management Ltd.

| | |
|---------------|---------------|
| 2,494,884,700 | 2,494,884,700 |
|---------------|---------------|

ICB Asset Management Company Ltd.

| | |
|------------|------------|
| 49,999,700 | 49,999,700 |
|------------|------------|

| | |
|----------------------|----------------------|
| 2,557,384,100 | 2,557,384,100 |
|----------------------|----------------------|

5. 2 **Capital Investment in Other Institutions**

Central Depository Bangladesh Ltd.

| | |
|------------|------------|
| 18,900,440 | 18,900,440 |
|------------|------------|

Industrial & Infrastructural Dev.Finance Co. Ltd.

| | |
|------------|------------|
| 29,767,462 | 29,767,462 |
|------------|------------|

Aramit Thai Aluminum Ltd.

| | |
|-----------|-----------|
| 5,000,000 | 5,000,000 |
|-----------|-----------|

Credit Rating Information & Services Ltd.

| | |
|-----------|-----------|
| 2,836,897 | 2,836,897 |
|-----------|-----------|

Credit Rating Agency of Bangladesh Ltd.

| | |
|-----------|-----------|
| 1,669,800 | 1,669,800 |
|-----------|-----------|

The Farmers Bank Ltd.

| | |
|-------------|-------------|
| 850,000,000 | 850,000,000 |
|-------------|-------------|

CAPM Venture Capital & Finance Ltd.

| | |
|-------------|-------------|
| 105,000,000 | 105,000,000 |
|-------------|-------------|

| | |
|----------------------|----------------------|
| 1,013,174,599 | 1,013,174,599 |
|----------------------|----------------------|

5. 3 **Marketable Securities- at market value**

| | |
|-----------------------|------------------------|
| 99,423,654,487 | 100,708,521,820 |
|-----------------------|------------------------|

5. 4 **Investment in Bangladesh Fund**

Balance as on 1 July

| | |
|---------------|---------------|
| 7,309,911,608 | 7,309,911,608 |
|---------------|---------------|

Investment made during the year

| | |
|---|---|
| - | - |
|---|---|

Closing Balance

| | |
|----------------------|----------------------|
| 7,309,911,608 | 7,309,911,608 |
|----------------------|----------------------|

Total Investment

| | |
|------------------------|------------------------|
| 110,304,124,794 | 111,588,992,127 |
|------------------------|------------------------|

| Amount in Taka (Unaudited) September 30, 2018 | Amount in Taka (Audited) June 30, 2018 |
|---|--|
|---|--|

6. **Loans and Advances:**

6.1 **Margin Loan – Secured**

| | | |
|--|----------------------|----------------------|
| Net Balance as on 1 July | 2,409,155,779 | 2,593,144,167 |
| Add: Loan disbursed during the period/year | 834,889,556 | 2,687,161,327 |
| Interest accrued during the period/year | 106,285,665 | 581,750,117 |
| | 3,350,331,000 | 5,862,055,611 |
| Less: Recovery during the period/year | 791,317,222 | 3,138,279,015 |
| Interest receivable adjusted against Rebate facility | 76,913,182 | 314,620,817 |
| Net Balance | 2,482,100,596 | 2,409,155,779 |
| Add: Credit Balance of Margin Loan | 757,007,031 | 730,331,211 |
| Balance | 3,239,107,627 | 3,139,486,990 |

6.2 **Unit & Mutual Fund Advance Account-Secured**

| | | |
|---|--------------------|--------------------|
| Balance as on 1 July | 335,218,857 | 275,175,833 |
| Less: Last Year Credit Balance of Unit Lien | 90,292 | 117,105 |
| Net Opening Balance | 335,128,565 | 275,058,728 |
| Add: Loan disbursed during the period/year | 37,225,056 | 181,248,776 |
| Interest accrued during the period/year | 9,141,221 | 31,590,526 |
| | 381,494,842 | 487,898,030 |
| Less: Recovery during the period/year | 66,819,328 | 152,769,465 |
| Add: Credit Balance of Unit Lien | 424 | 90,292 |
| Balance | 314,675,938 | 335,218,857 |

6.3 **Consumer Credit Scheme**

| | | |
|--|------------------|------------------|
| Balance as on 1 July | 1,540,014 | 1,884,247 |
| Add: Loan disbursed during the period/year | - | - |
| Add: Interest Receivables | - | - |
| | 1,540,014 | 1,884,247 |
| Less: Recovery during the period/year | 15,121 | 344,233 |
| Balance | 1,524,893 | 1,540,014 |

| | | Amount in Taka (Unaudited) September 30, 2018 | Amount in Taka (Audited) June 30, 2018 |
|-----|--|---|--|
| 6.4 | Bridging Loan | | |
| | Sectors: | | |
| | Textile | 4,981,582 | 4,981,582 |
| | | 4,981,582 | 4,981,582 |
| 6.5 | Debenture Loan | | |
| | Sectors: | | |
| | Food & Allied | 21,225,208 | 21,225,208 |
| | | 21,225,208 | 21,225,208 |
| 6.6 | Lease Receivables | | |
| I | Gross Lease Rental Receivables | | |
| | Balance as on 1 July | 978,044,159 | 1,104,987,655 |
| | Add: Additions during the period/year | - | 26,481,863 |
| | | 978,044,159 | 1,131,469,518 |
| | Less: Realization during the period/year | 42,346,934 | 153,425,359 |
| | | 935,697,225 | 978,044,159 |
| II | Unearned Lease Income | (224,147,672) | (242,568,056) |
| III | Advances Against Lease Finance | 204,585 | 204,585 |
| IV | IDCP Receivable | 3,479,669 | 3,479,669 |
| V | Delinquent Charge-Receivable | 30,745,657 | 30,745,657 |
| VI | Lease Installment Receivable | 224,118,186 | 211,733,926 |
| | Balance | 970,097,650 | 981,639,940 |
| 6.7 | Advance against Equity | | |
| | Balance as on 1 July | 432,875,225 | 422,628,188 |
| | Add: Loan disbursed during the period/year | - | - |
| | Interest accrued during the period/year | - | 10,247,037 |
| | | 432,875,225 | 432,875,225 |
| | Less: Recovery during the period/year | - | - |
| | Balance | 432,875,225 | 432,875,225 |
| 6.8 | Purchase of Debenture | | |
| | Balance as on 1 July | 2,702,418,863 | 1,328,461,239 |
| | Add: Loan disbursed during the period/year | 619,776,138 | 1,424,206,103 |
| | Interest accrued during the period/year | 61,981,434 | 120,275,571 |
| | | 3,384,176,435 | 2,872,942,913 |
| | Less: Recovery during the period/year | 143,476,594 | 170,524,050 |
| | Balance | 3,240,699,841 | 2,702,418,863 |
| 6.9 | Purchase of Bond | | |
| | Balance as on 1 July | 6,803,815,761 | 1,258,294,026 |
| | Add: Loan disbursed during the period/year | - | 5,250,000,000 |
| | Interest accrued during the period/year | 143,142,639 | 460,829,234 |
| | | 6,946,958,400 | 6,969,123,260 |
| | Less: Recovery during the period/year | 98,973,024 | 165,307,499 |
| | Balance | 6,847,985,376 | 6,803,815,761 |

| Amount in Taka (Unaudited) September 30, 2018 | Amount in Taka (Audited) June 30, 2018 |
|---|--|
|---|--|

6. 10 **Other Loans and Advances**

Staff Loans and Advances
Long Term Loan to Subsidiary (Note 6.10.1)
Short Term Loan to Subsidiary (Note 6.10.2)

| | |
|-----------------------|-----------------------|
| 2,914,197,242 | 2,874,148,300 |
| 697,500,000 | 720,000,000 |
| 2,540,000,000 | 2,600,000,000 |
| 6,151,697,242 | 6,194,148,300 |
| 21,224,870,582 | 20,617,350,740 |

Total Loans & Advances

6. 10.1 **Long Term Loan to Subsidiary**

ICB Securities Trading Co.Ltd.
Balance as on 1 July
Less: Recovery during the period/year
Balance

| | |
|--------------------|--------------------|
| 720,000,000 | 810,000,000 |
| 22,500,000 | 90,000,000 |
| 697,500,000 | 720,000,000 |

6. 10.2 **Short Term Loan to Subsidiary**

ICB Capital Management Ltd.
Balance as on 1 July
Less: Recovery during the period/year
Balance

| | |
|----------------------|----------------------|
| 2,600,000,000 | 4,190,000,000 |
| 60,000,000 | 1,590,000,000 |
| 2,540,000,000 | 2,600,000,000 |

7. **Premises and Equipment:**

Land
Land improvement
Building
Building-Under construction
Renovation of Office Building
Furniture and Fixture
Office Equipment
Electrical Equipment
Air Conditioner & Refrigerator
Computer Hardware
Carpet and Curtains
Telephone Installation
Motor Vehicles
Library Books
Fire Extinguisher
Software Development
Others

Less: Accumulated Depreciation
Net Book value at the end of the year

| | |
|--------------------|--------------------|
| 36,017,635 | 36,017,635 |
| 2,372,335 | 2,372,335 |
| 15,397,027 | 15,397,027 |
| 11,603,956 | 11,456,735 |
| 81,693,970 | 81,693,970 |
| 16,757,845 | 16,644,531 |
| 10,198,361 | 10,198,361 |
| 7,265,415 | 6,962,510 |
| 3,350,849 | 3,350,849 |
| 78,853,918 | 80,054,007 |
| 491,708 | 491,708 |
| 4,291,076 | 4,277,951 |
| 54,746,580 | 54,746,580 |
| 1,296,479 | 1,291,292 |
| 56,635 | - |
| 1,378,029 | - |
| 203,577 | 254,912 |
| 325,975,395 | 325,210,403 |
| 202,719,715 | 196,648,183 |
| 123,255,680 | 128,562,220 |

| Amount in Taka | Amount in Taka |
|---------------------------|-----------------------|
| (Unaudited) | (Audited) |
| September 30, 2018 | June 30, 2018 |

8. Other Assets:

Income Receivables

Interest on Bank Deposits
Dividend and Interest Receivable
Fees and Commissions Receivable

1,670,754,788 **1,417,718,481**

| | |
|-------------|-------------|
| 841,399,022 | 752,859,117 |
| 829,334,454 | 664,859,364 |
| 21,312 | - |

Others

Installment receivable of Marketable Investments (Debenture)
Current Account with ICB Unit Fund
Advance against Share Applications
Receivable from ICB Islamic Bank
Advance Income Tax-Staff
Advance Income Tax (Tax Deducted at Source)
Income Tax Refund
Receivable from Subsidiaries & AMCL Mutual Funds
Deferred Tax
Other Advances, Deposits and Receivables
Share Sale/Purchase (Debit Balance)
Sundry Assets

6,118,527,037 **6,694,044,020**

| | |
|----------------------|----------------------|
| 6,318,322 | 6,318,322 |
| 112,330,322 | - |
| 9,609,833 | 3,130,915 |
| 298,018,197 | 298,018,197 |
| (942,146) | (537,661) |
| 3,096,596,851 | 2,936,539,482 |
| 643,861,639 | 643,861,639 |
| 726,304,760 | 733,637,148 |
| 3,778,729 | 3,778,729 |
| 34,870,621 | 114,102,185 |
| 1,098,577,119 | 1,949,809,387 |
| 89,202,790 | 5,385,677 |
| 7,789,281,825 | 8,111,762,501 |

9. Borrowings:

9.1 **Government Loan**

Government Loans (2.50 percent)

| | |
|-----------|-----------|
| 7,000,000 | 7,000,000 |
|-----------|-----------|

7,000,000 **7,000,000**

9.2 **Borrowings from Different Banks**

Call Loan
Short term loan from Bangladesh Bank

| | |
|---------------|---------------|
| 2,170,000,000 | 1,680,000,000 |
|---------------|---------------|

| | |
|---------------|---------------|
| 3,000,000,000 | 3,000,000,000 |
|---------------|---------------|

5,170,000,000 **4,680,000,000**

Total Borrowings

5,177,000,000 **4,687,000,000**

10. Deposits:

10.1 **Term Deposits**

107,402,809,237 **108,384,560,121**

10.2 **Lease Deposits**

21,475,725 **21,475,725**

107,424,284,962 **108,406,035,846**

| Amount in Taka | Amount in Taka |
|---------------------------|-----------------------|
| (Unaudited) | (Audited) |
| September 30, 2018 | June 30, 2018 |

11. Deferred Interest:

Government Loan

| | |
|----------------|----------------|
| 700,476 | 700,476 |
| 700,476 | 700,476 |

12. Other Liabilities and Provisions:

Interest Payable on Long & Short Term Debts

Current Account with ICB S A Fund

Credit Balance of Margin Loan

Accrued Payroll

Other Accrued Expenses

Benevolent Fund

Co-underwriters

Dividend Payable

Provision against Loans and Advances

Interest Suspense

Interest Suspense -Non listed Preference share

Provision for Income Tax

Provision against VAT

Provision for Gratuity

Provision against Other Asset

Provision against Investment

Provision against Off balance sheet Items

Others

| | |
|-----------------------|-----------------------|
| 2,642,267,515 | 2,245,603,383 |
| 383,404,757 | - |
| 762,101,918 | 730,331,211 |
| 117,026,386 | 113,603,046 |
| 18,241,102 | 10,556,881 |
| - | - |
| 17,631,860 | 17,631,860 |
| 33,576,295 | 33,605,119 |
| 2,271,063,761 | 2,271,063,761 |
| 275,233,848 | 303,678,800 |
| 35,961,009 | 34,546,318 |
| 2,816,212,910 | 2,711,071,799 |
| 501,167,939 | 501,167,939 |
| 805,920 | 805,920 |
| 280,741,636 | 280,741,636 |
| 1,217,643,901 | 1,217,643,901 |
| 3,000,000 | 3,000,000 |
| 155,407,532 | 1,339,558,496 |
| 11,531,488,289 | 11,814,610,069 |

13. Share Capital:

Authorized Capital

100,00,00,000 ordinary shares of Tk 10 each

10,000,000,000

10,000,000,000

Issued, Subscribed & Paid up Capital

50,00,000 ordinary shares of Tk 10 each fully paid up in cash

50,000,000

50,000,000

37,18,75,000 ordinary shares of Taka 10 each issued as bonus shares

3,718,750,000

3,718,750,000

25,59,37,500 ordinary shares of Taka 10 each issued as right shares

2,559,375,000

2,559,375,000

31,640,625 ordinary shares of Taka 10 each issued as bonus shares for FY 2016-17

316,406,250

316,406,250

6,644,531,250

6,644,531,250

| Amount in Taka (Unaudited) | Amount in Taka (Audited) |
|---------------------------------------|-------------------------------------|
| September 30, 2018 | June 30, 2018 |

14. Reserves:

14.1 General Reserve

| | | |
|--|----------------------|----------------------|
| Balance as on 1 July | 5,174,786,977 | 4,438,449,975 |
| Add: Addition during the year | | 736,337,002 |
| Add: Transfer from Special Purpose Reserve during the year | - | - |
| Balance | 5,174,786,977 | 5,174,786,977 |

14.2 Reserve for Building

| | | |
|-------------------------------|----------------------|----------------------|
| Balance as on 1 July | 2,833,400,000 | 2,583,400,000 |
| Add: Addition during the year | - | 250,000,000 |
| Balance | 2,833,400,000 | 2,833,400,000 |

14.3 Revaluation Reserve for investment

| | | |
|-------------------------------------|----------|-----------------|
| Balance as on 1 July | - | 7,025,928,318 |
| Addition/Adjustment during the year | - | (7,025,928,318) |
| Balance | - | - |

14.4 Reserve for Future Diminution of Overpriced Securities

| | | |
|----------------------------------|------------------------|--------------------|
| Balance as on 1 July | 555,337,753 | 5,543,154,730 |
| Add: Addition during the year | 4,987,816,977 | (4,987,816,977) |
| Less: Adjustment during the year | (7,523,668,198) | - |
| Balance | (1,980,513,468) | 555,337,753 |

14.5 Loan Redemption Reserve

| | | |
|-------------------------------|--------------------|--------------------|
| Balance as on 1 July | 840,927,690 | 656,843,439 |
| Add: Addition during the year | - | 184,084,251 |
| Balance | 840,927,690 | 840,927,690 |

14.6 Dividend Equalization Reserve

| | | |
|-------------------------------|----------------------|-----------------------|
| Balance as on 1 July | 3,100,786,840 | 2,950,786,840 |
| Add: Addition during the year | - | 150,000,000 |
| Balance | 3,100,786,840 | 3,100,786,840 |
| Total Balance | 9,969,388,039 | 12,505,239,260 |

| Amount in Taka (Unaudited) | Amount in Taka (Audited) |
|---------------------------------------|-------------------------------------|
| September 30, 2018 | June 30, 2018 |

15. Retained Profit Available for Appropriation - ICB:

Retained Profit as on 1 July
Add: Prior year error adjustment
Restated opening balance
Add: Net profit for the year

| | |
|----------------------|----------------------|
| 4,560,198,901 | 4,413,743,416 |
| - | (16,052,380) |
| | 4,397,691,036 |
| 27,697,468 | 3,771,406,568 |
| 4,587,896,369 | 8,169,097,604 |

Less: Appropriations

Dividend Paid: on Paid up Capital of Tk 664,45,31,250
(FY 2017-18 @ ...%)

Transfer:

General Reserve
Reserve for Building
Reserve for Future Diminution of Overpriced Securities
Loan Redemption Reserve
Dividend Equalization Reserve
Benevolent Fund

| | |
|----------------------|----------------------|
| - | 2,214,843,750 |
| - | 736337002 |
| - | 250,000,000 |
| - | - |
| - | 184,084,251 |
| - | 150,000,000 |
| - | 73,633,700 |
| - | 3,608,898,703 |
| 4,587,896,369 | 4,560,198,901 |

Retained Profit transferred to Balance Sheet

For the 3 Months ended 30 September

| | July '18 to September '18 Taka | July '17 to September '17 Taka |
|--|-----------------------------------|-----------------------------------|
| 16. Interest Income: | | |
| Gross Interest | | |
| Bridging Loan | - | - |
| Margin Loan | 49,571,034 | 131,681,010 |
| | 49,571,034 | 131,681,010 |
| Less: Interest Suspense | | |
| Bridging Loan | - | - |
| Margin Loan | - | - |
| | - | - |
| Less: Rebate against current year's accrued Interest | | |
| Margin Loan | - | - |
| | - | - |
| Bridging Loan | - | - |
| Margin Loan | 49,571,034 | 131,681,010 |
| | 49,571,034 | 131,681,010 |
| Add: Interest transferred from Interest Suspense account on actual recovery | | |
| Bridging Loan | - | - |
| | - | - |
| | 49,571,034 | 131,681,010 |
| Unit & Mutual Fund Advance Account | 9,141,221 | 7,382,023 |
| Bank Deposits & Current Account with ICB Mutual Funds | 340,198,368 | 277,383,083 |
| Interest on Consumer Credit Scheme | 1,822 | 17,748 |
| Interest income from Lease Receivables | 18,023,552 | 12,690,870 |
| Interest income on Late Payment of Lease Receivables | - | - |
| Interest on Advances against Lease Finance | - | - |
| Staff Loan | 28,223,918 | 32,000,000 |
| Advance against equity | - | - |
| Interest Income on Loan to Subsidiary Companies | 75,302,500 | 18,225,000 |
| Purchase of Bond | 144,189,690 | 13,544,217 |
| Purchase of Debenture | 70,302,444 | 9,201,832 |
| Total: | 734,954,549 | 502,125,783 |
| 17. Interest paid on Deposits, Borrowings, etc.: | | |
| Government Loan | 43,750 | 65,425 |
| Term Deposits | 2,406,118,724 | 1,684,639,962 |
| Short Term Loans | 59,406,181 | 73,606,180 |
| Interest on Loan from PKKBST | - | - |
| Total: | 2,465,568,655 | 1,758,311,567 |
| 18. Dividend Income: | | |
| Dividend on Ordinary Shares | 372,670,833 | 395,800,212 |
| Dividend from ICB Subsidiaries | - | - |
| Dividend on BD Fund | 433,618,536 | 469,753,414 |
| Dividend on Preference Shares | 13,933,333 | 7,105,689 |
| Dividend on Shares of Portfolio-2 | 46,595,315 | 108,863,328 |
| Total: | 866,818,017 | 981,522,643 |

For the 3 Months ended 30 September

July '18 to September '18
Taka

July '17 to September '17
Taka

19. Fees, Commissions and Service Charges:

| | | |
|--|--------------------|--------------------|
| Project Examination Fee | 1,437,500 | 1,150,000 |
| Management Fee | 99,706,948 | 103,379,340 |
| Trustee Fee | 13,198,574 | 15,695,020 |
| Bankers to the Issue Fee | 101,312 | 285,297 |
| Brokerage & Commissions | 3,035,325 | 5,849,010 |
| Charges on AMCL Funds and Guarantee Fees | - | 456,655 |
| Membership Charge from ISTCL | 10,485,082 | 20,071,133 |
| Bank Guarantee Fee from ISTCL | 2,250,000 | 2,250,000 |
| Custodian fees | 42,599,778 | 39,640,914 |
| Service Charges from PKKBST | 6,570,916 | 804,653 |
| CDBL Annual Accounts Maintenance Fees | 494,400 | 436,519 |
| Total: | 179,879,835 | 190,018,541 |

20. Other Operating Income:

| | | |
|---------------------------------|----------------|----------------|
| Others | 36,477 | 441,080 |
| Sale of Tender Forms/Schedule | 67,000 | - |
| Legal Expenses | 655,900 | - |
| Reimbursement of Staff Expenses | - | 88,530 |
| | 759,377 | 529,610 |

21. Salary and Allowances:

| | | |
|--------------------------------------|--------------------|--------------------|
| Basic Pay | 48,323,372 | 49,240,003 |
| House Rent Allowances | 24,603,322 | 25,128,002 |
| Medical Allowances | 2,235,889 | 2,343,095 |
| Conveyance & Transport | 155,160 | 162,344 |
| Festival Bonus | 17,032,257 | 19,870,410 |
| Incentive Bonus | - | 39,000,000 |
| Provident Fund & Superannuation Fund | 19,243,118 | 403,276,625 |
| Car Maintenance Allowance | 9,587,773 | 9,584,323 |
| Other Staff Expenses | 17,353,038 | 22,453,588 |
| Total: | 138,533,929 | 571,058,390 |

For the 3 Months ended 30 September

July '18 to September '18
Taka

July '17 to September '17
Taka

22 Rent, Taxes, Insurance, Electricity, etc.

| | | |
|------------------------------------|-------------------|-------------------|
| Office Rent | 25,783,651 | 26,443,403 |
| Rates & Taxes | - | 59,590 |
| Electricity, Water, Gas & Sewerage | 2,100,430 | 1,744,130 |
| Insurance | 798,613 | 320,838 |
| Total | 28,682,694 | 28,567,961 |

23 Postage, Stamps, Telegram & Telephone

| | | |
|---------------------------|------------------|----------------|
| Postage, Telegram & Telex | 41,989 | 35,213 |
| Stamp Duty | 189,595 | 98,660 |
| Telephone & Internet | 973,235 | 518,334 |
| Total | 1,204,819 | 652,207 |

24 Stationary, Printing, Advertisement, etc.

| | | |
|------------------------------|------------------|------------------|
| Printing Stationary-General | 516,538 | 601,513 |
| Printing Stationary-Computer | 475,944 | 437,493 |
| Advertisement & Publicity | 476,668 | 1,101,155 |
| Books & Periodicals | 207,021 | 219,766 |
| Total | 1,676,171 | 2,359,927 |

25. Repair, Maintenance & Depreciation-Premises & Equipment:

| | | |
|--------------------------------|------------------|------------------|
| Maintenance: | 2,564,164 | 2,334,864 |
| Premises | 542,857 | 300,085 |
| Computer | 380,257 | 1,005,945 |
| Motor Vehicles | 1,010,663 | 661,177 |
| Photocopier | 48,695 | 14,000 |
| Other Equipment | 581,692 | 353,657 |
| Depreciation: | 6,119,132 | 5,193,186 |
| Office Building | 73,845 | 74,005 |
| Renovation of Office Building | 2,031,002 | 2,267,652 |
| Furniture & Fixture | 327,466 | 329,893 |
| Carpet & Curtains | 9,195 | 2,993 |
| Computers | 1,564,036 | 1,368,124 |
| Office & other Equipment | 135,486 | 146,740 |
| Electrical Equipment | 205,529 | 146,190 |
| Air Conditioner & Refrigerator | 80,500 | 120,142 |
| Telephone Installation | 15,073 | 13,107 |
| Motor Vehicles | 1,677,000 | 724,340 |
| Total: | 8,683,296 | 7,528,050 |

26. Brokerage

| | | |
|--------------------------------------|-------------------|-------------------|
| Stock Exchange Charge | 12,660,152 | 36,296,194 |
| Stock Exchange Charge on Portfolio-2 | 6,362,898 | 6,806,838 |
| Total | 19,023,050 | 43,103,032 |

27. Other Operating Expenses:

| | | |
|---------------------------------|-------------------|-------------------|
| Traveling & Conveyance | 2,113,882 | 1,236,058 |
| Transportation | 2,938,508 | 2,839,117 |
| Petrol, Oil & Lubricants | 938,534 | 532,458 |
| Entertainment | 2,312,530 | 2,793,412 |
| Subscription & Donations | 190,000 | - |
| Bank Charges | 14,198 | 7,054 |
| Cookeries | 133,262 | 77,928 |
| CSR | - | 375,000 |
| Consultancy & Professional Fees | 472,500 | 555,800 |
| Honorarium | 1,258,100 | 306,075 |
| Business Development | 1,128,304 | 780,775 |
| Bond Issue Expenses | 20,010,000 | - |
| Sundries | 4,981,888 | 8,820,778 |
| Total: | 36,491,706 | 18,324,455 |

For the 3 Months ended 30 September

July '18 to September '18
Taka

July '17 to September '17
Taka

27. 1 Sundries:

| | | |
|------------------------------|------------------|------------------|
| Tax Token Road Permit & Toll | 223,842 | 20,856 |
| Miscellaneous | 96,628 | 77,537 |
| Washing Charges | 89,080 | 24,915 |
| Excise Duty | 1,883,320 | 1,631,506 |
| Internship Expenses | - | 26,625 |
| CDBL Charge | 345,565 | 3,776,038 |
| Security Service | 1,712,518 | 1,760,892 |
| Newsletter | - | - |
| Custodian Fee | - | 1,383,409 |
| Trustee Fee | 5,000.00 | - |
| National Day Celebration | 492,385 | - |
| Medical Retainers Fee | 133,550 | 119,000 |
| Total: | 4,981,888 | 8,820,778 |

28. Non-Operating Income:

| | | |
|--------------------------------|----------|----------|
| Building Rent | - | - |
| Loan Loss Written Back | - | - |
| Profit on Sale of Fixed Assets | - | - |
| Total: | - | - |

29. Provision against Loans and Advances and Others:

Charged for the year:

| | | |
|--|----------|--------------------|
| Provision against Loan & Advances | - | 357,744,918 |
| Provision against Other Assets | - | 2,750,000 |
| Provision for VAT against Fees & Commissions | - | 28,500,000 |
| Provision against Investment | - | 101,250,000 |
| Total: | - | 490,244,918 |

30. Earnings Per Share

| | | |
|--|-------------|-------------|
| Earnings attributable to ordinary shareholders | 27,697,468 | 928,600,046 |
| Weighted average number of ordinary shares | 664,453,125 | 664,453,125 |
| Basic Earning per share | 0.04 | 1.40 |

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, November 08, 2018

Selected Explanatory Notes to the Financial Statements:

Reporting:

This 1st Quarterly Financial Report has been prepared based on Bangladesh Accounting Standard (BAS) - 34 “Interim Financial Reporting”. These interim financial statements should be read in conjunction with the audited financial statements for the year ended 30th June 2018 as they provide an update to previously reported information.

Accounting policies and method of computation:

Accounting policies and methods of computations followed in preparing these financial statements are consistent with those used in the annual financial statements prepared and audited for the year ended 30th June, 2018.

Consolidation of operations of subsidiaries:

The consolidation of the financial statements has been made after eliminating all material intra group transactions. The total profit of the Corporation and its subsidiaries are shown in the consolidated profit and loss account, with the proportion of profit after taxation pertaining to minority share holders being deducted as ‘non- controlling interest’.

Earning Per Share (EPS):

Earning per share has been calculated based on number of share outstanding for the period ended 30 September, 2018 and profit for the same period. The number of the shares outstanding for the period was 66,44,53,125. Earning per share for the preceding 3 months of FY 2017-18 has also been calculated based on 66,44,53,125 shares.

Subsequent Events:

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of these financial statements to make proper evaluation and decision.

Sd/-

Chairman

Sd/-

Director

Sd/-

Managing Director

Sd/-

Head of Finance & Accounts

Sd/-

Company Secretary