

# HALF YEARLY FINANCIAL STATEMENTS AS AT 30 JUNE, 2019 (UN-AUDITED)



# UNITED FINANCE LIMITED

As per SEC Notification No. SEC/CMRRC/2008-183/Admin/03-34 dated September 27, 2009, United Finance Limited is pleased to publish its Half Yearly Financial Statements (un-audited).

- Deposit Opportunities
- Working Capital Solutions
- Asset Financing Options

## BALANCE SHEET (UN-AUDITED)

AS AT 30 JUNE, 2019

	30-Jun-19	31-Dec-18
	Taka	Taka
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
In hand	1,145,000	884,000
Balance with Bangladesh Bank and its agent bank(s)	307,332,750	266,228,532
	<b>308,477,750</b>	<b>267,112,532</b>
<b>Balance with banks and other financial institutions</b>		
In Bangladesh	3,414,287,622	3,062,864,083
Outside Bangladesh	-	-
	<b>3,414,287,622</b>	<b>3,062,864,083</b>
<b>Money at call and short notice</b>	-	<b>50,000,000</b>
<b>Investments</b>		
Government	-	-
Others	820,619,134	865,778,573
	<b>820,619,134</b>	<b>865,778,573</b>
<b>Lease, loans and advances</b>		
Lease receivable	8,768,023,210	9,212,515,954
Loans, cash credits, overdrafts, etc.	8,014,366,901	8,729,895,002
	<b>16,782,390,111</b>	<b>17,942,410,956</b>
<b>Fixed assets including land, building, furniture and fixtures</b>	269,588,069	270,859,200
<b>Other assets</b>	1,750,923,084	1,613,542,474
<b>Non-financial institutional assets</b>	-	-
<b>Total assets</b>	<b>23,346,285,770</b>	<b>24,072,567,818</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
<b>Borrowing from banks, other financial institutions and agents</b>	2,299,275,315	2,630,346,031
<b>Deposits and other accounts</b>		
Current deposits & other accounts, etc.	-	-
Bills payable	-	-
Savings bank deposits	-	-
Term deposits	14,205,047,089	14,548,159,949
Bearer certificates of deposit	-	-
Other deposits	570,616,483	621,371,708
	<b>14,775,663,572</b>	<b>15,169,531,657</b>
<b>Other liabilities</b>	3,203,522,550	3,153,224,219
<b>Total liabilities</b>	<b>20,278,461,437</b>	<b>20,953,101,907</b>
<b>Capital/Shareholders' equity</b>		
Paid-up capital	1,871,146,140	1,871,146,140
Statutory reserve	829,400,000	829,400,000
Share premium	3,750,000	3,750,000
General reserve	225,000,000	225,000,000
Retained earnings	138,528,193	190,169,771
	<b>3,067,824,333</b>	<b>3,119,465,911</b>
<b>Total Shareholders' equity</b>	<b>3,067,824,333</b>	<b>3,119,465,911</b>
<b>Total Liabilities and Shareholders' equity</b>	<b>23,346,285,770</b>	<b>24,072,567,818</b>
<b>Net asset value per share (NAV)</b>	<b>16.40</b>	<b>16.67</b>
<b>Restatement of NAV:</b>		
Net asset	3,067,824,333	3,119,465,911
Number of outstanding shares (current year's)	187,114,614	187,114,614
NAV per share	<b>16.40</b>	<b>16.67</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Acceptances and endorsements	-	-
Letters of guarantee	30,837,915	6,137,915
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
	<b>30,837,915</b>	<b>6,137,915</b>
<b>Other commitments</b>		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
	-	-
<b>Total Off-Balance Sheet items including contingent liabilities</b>	<b>30,837,915</b>	<b>6,137,915</b>

## PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE HALF YEAR ENDED 30 JUNE, 2019

	Jan-Jun '19	Jan-Jun '18	Apr-Jun '19	Apr-Jun '18
	Taka	Taka	Taka	Taka
<b>OPERATING INCOME</b>				
Interest income	1,220,454,624	1,168,999,933	622,204,624	639,957,928
Interest paid on deposits, borrowings, etc.	(762,317,141)	(792,691,636)	(399,250,754)	(442,321,636)
<b>Net interest income</b>	<b>458,137,483</b>	<b>376,308,297</b>	<b>222,953,870</b>	<b>197,636,292</b>
Investment income	43,430,462	60,064,611	22,038,399	30,120,046
Commission, exchange and brokerage	-	-	-	-
Other operating income	50,487,526	56,958,293	23,710,328	28,549,076
<b>Total operating income (A)</b>	<b>552,055,471</b>	<b>493,331,201</b>	<b>268,702,597</b>	<b>256,305,414</b>
<b>OPERATING EXPENSES</b>				
Salaries and allowances	186,334,987	170,112,561	94,728,346	87,212,559
Rent, taxes, insurance, electricity, etc.	28,548,867	23,323,987	15,115,738	12,233,720
Legal expenses	5,949,362	6,645,430	3,830,861	4,332,361
Postage, stamp, telecommunication, etc.	5,834,760	4,711,469	3,189,809	2,329,052
Stationery, printing, advertisements, etc.	2,844,356	2,646,789	904,225	1,698,787
Managing Director's salary and benefits	5,465,580	5,132,070	2,884,580	2,776,070
Directors' fees	235,472	172,500	126,861	89,445
Auditors' fees	229,998	172,500	114,999	86,250
Charges on loan losses	-	-	-	-
Depreciation and repair of assets	25,915,225	24,247,324	14,881,032	12,894,464
Other expenses	33,018,310	28,752,670	16,179,900	15,223,011
<b>Total operating expenses (B)</b>	<b>294,376,917</b>	<b>265,917,300</b>	<b>151,956,351</b>	<b>138,875,719</b>
<b>Profit before provision against lease, loans and advances (C=A-B)</b>	<b>257,678,554</b>	<b>227,413,901</b>	<b>116,746,246</b>	<b>117,429,695</b>
Provision for lease, loans and advances	15,151,451	41,651,152	1,634,002	28,186,190
Provision for diminution in value of investments	-	-	-	-
Other provisions	-	-	-	-
<b>Total provision (D)</b>	<b>15,151,451</b>	<b>41,651,152</b>	<b>1,634,002</b>	<b>28,186,190</b>
<b>Operating profit before taxes (E=C-D)</b>	<b>242,527,103</b>	<b>185,762,749</b>	<b>115,112,244</b>	<b>89,243,505</b>
Provision for taxation	-	-	-	-
Current tax	100,169,938	81,338,148	47,791,365	41,570,259
Deferred tax	6,884,129	-	4,143,987	-
<b>Total provision for taxation (F)</b>	<b>107,054,066</b>	<b>81,338,148</b>	<b>51,935,352</b>	<b>41,570,259</b>
<b>Net profit after tax (E-F)</b>	<b>135,473,036</b>	<b>104,424,601</b>	<b>63,176,892</b>	<b>47,673,246</b>
<b>Appropriations</b>				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
<b>Retained surplus</b>	<b>135,473,036</b>	<b>104,424,601</b>	<b>63,176,892</b>	<b>47,673,246</b>
<b>Earnings Per Share in Taka</b>	<b>0.72</b>	<b>0.56</b>	<b>0.34</b>	<b>0.25</b>

## STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE HALF YEARLY ENDED 30 JUNE, 2019

Particulars	Share Capital	Statutory Reserve	Share Premium	General Reserve	Retained Earnings	Total
Balance as at 31 December 2018	1,871,146,140	829,400,000	3,750,000	225,000,000	190,169,771	3,119,465,911
Cash dividend paid for the year 2018	-	-	-	-	(187,114,614)	(187,114,614)
Net profit for the half year ended 2019	-	-	-	-	135,473,036	135,473,036
<b>Balance as at 30 June, 2019</b>	<b>1,871,146,140</b>	<b>829,400,000</b>	<b>3,750,000</b>	<b>225,000,000</b>	<b>138,528,193</b>	<b>3,067,824,333</b>
<b>Balance as at 30 June, 2018</b>	<b>1,871,146,140</b>	<b>774,000,000</b>	<b>3,750,000</b>	<b>191,000,000</b>	<b>107,226,359</b>	<b>2,947,122,499</b>

## CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED 30 JUNE, 2019

	30-Jun-19	30-Jun-18
	Taka	Taka
<b>A) Cash flows from operating activities</b>		
Interest receipts	1,239,179,528	1,179,927,652
Interest payments	(805,674,617)	(788,014,660)
Dividend receipts	16,582,856	20,596,705
Amount realised from written off client	27,844,549	8,348,848
Payments to employees	(196,629,423)	(164,395,310)
Payment to suppliers	(178,637,484)	(155,162,118)
Income tax paid	(83,787,398)	(68,445,140)
Receipts from other operating activities	50,380,171	56,281,421
Payments for other operating activities	(57,988,460)	(49,516,293)
<b>Cash generated from operating activities before changes in operating assets and liabilities</b>	<b>11,269,722</b>	<b>39,621,106</b>
<b>Change in operating assets and liabilities</b>		
Decrease/(Increase) in lease, loans and advances	1,129,868,138	(1,721,314,408)
Increase in other assets	(15,678,448)	(11,508,820)
(Decrease)/Increase in term and other deposits	(393,868,085)	1,300,590,859
(Decrease)/Increase in accrued expenses and payables	(90,062,819)	11,661,894
(Decrease)/Increase in short term loan	(259,302,649)	119,988,672
Increase in interest suspense	42,425,273	10,622,256
Increase in deferred liability-employees' gratuity	433,558	4,644,855
Increase in other liabilities	141,216,742	126,103,950
	555,031,710	(159,210,742)
<b>Net cash from operating activities</b>	<b>566,301,432</b>	<b>(119,589,636)</b>
<b>B) Cash flows from investing activities</b>		
Investment in shares	19,159,439	19,396,939
Investment in commercial bond	26,000,000	46,000,000
Purchase of fixed assets	(16,474,367)	(10,431,428)
Proceeds from sale of fixed assets	2,105,090	1,911,229
<b>Net cash from investing activities</b>	<b>30,790,162</b>	<b>56,876,740</b>
<b>C) Cash flows from financing activities</b>		
Receipts of long term loan	188,416,833	411,800,000
Repayment of long term loan	(260,184,899)	(224,383,369)
Dividend paid	(182,534,771)	(142,123,787)
<b>Net cash from financing activities</b>	<b>(254,302,837)</b>	<b>45,292,844</b>
D) Net increase in cash and cash equivalents (A+ B + C)	342,788,757	(17,420,052)
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	3,379,976,615	4,089,074,149
<b>G) Cash and cash equivalents at end of the period (D+E+F)</b>	<b>3,722,765,372</b>	<b>4,071,654,097</b>
<b>Cash and cash equivalents at end of the period</b>		
Cash in hand	1,145,000	254,000
Balance with Bangladesh Bank and its agent bank(s)	307,332,750	313,576,838
Balance with banks and other financial institutions	3,414,287,622	3,757,823,259
Money at call and short notice	-	-
	<b>3,722,765,372</b>	<b>4,071,654,097</b>
<b>Net operating cash flows per share</b>	<b>3.03</b>	<b>(0.64)</b>

Chief Financial Officer

Company Secretary

Managing Director

Director

Chairman

**United Finance Limited**  
**Notes to the financial statements (Unaudited)**  
For the half year ended 30 June, 2019

**1.0 General Information**

**1.1 Domicile and legal form**

The Company is domiciled in Bangladesh. It was granted license under the Financial Institutions Act, 1993. The shares of the Company are quoted on the Dhaka Stock Exchange Limited since 1994 and are transacted in dematerialised form through Central Depository Bangladesh Limited since 14 October 2004. The Company has its registered office at Camellia House, 22 Kazi Nazrul Islam Avenue, Dhaka.

**1.2 Nature of operations and principal activities**

The Company provides financial services which includes lease finance for acquiring assets for industrial and commercial use, term loans for meeting long term funding requirement, short-term working capital solutions and home loans to cater the needs of its diverse client base. The Company offers various deposit investment opportunities of predefined tenure ranging from 3 months to 11 years 3 months.

**2.0 Summary of significant accounting policies and basis of preparation of the financial statements:**

**2.1 Basis of preparation of the financial statements**

The financial statements of the Company have been prepared on a going concern basis following accrual basis of accounting except for cash flows statement and investment in marketable securities which are stated at market value in accordance with International Financial Reporting Standards (IFRS) issued by International Accounting Standards Board (IASB) and as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh, except the circumstances where local regulations differ, and the Companies Act, 1994, the Financial Institutions Act, 1993, Securities and Exchange Rules, 1987 & the (Listing) Regulations, 2015 of Dhaka Stock Exchanges and other applicable laws and regulations.

**2.2 Statement of compliance**

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Financial Institutions Act, 1993, the rules and regulations issued by Bangladesh Bank, the Companies Act, 1994. In case of any requirements of the Financial Institutions Act, 1993 and provisions and circulars issued by Bangladesh Bank differ with those of IFRSs, the requirements of the Financial Institutions Act, 1993, and provisions and circulars issued by Bangladesh Bank have been followed.

**3.0 Comparative information**

Prior year figures and account titles have been rearranged to conform current year presentation in accordance with the Bangladesh Bank DFIM Circular No. 11 dated 23 December 2009.

**4.0 Reporting currency and level of exactitude**

The figures in the financial statements have been stated in Bangladeshi Taka which is the Company's functional currency and have been rounded off to the nearest integer.

**5.0 Authorisation for issue of the financial statements**

The Board of Directors of the Company has authorised these financial statements for issue on **18 July, 2019**.

	<b>30-Jun-19</b>	<b>31-Dec-18</b>
<b>6.0 Cash</b>		
Cash in hand	1,145,000	884,000
Balance with Bangladesh Bank and its agent bank(s)	307,332,750	266,228,532
	<b>308,477,750</b>	<b>267,112,532</b>
<b>7.0 Balance with banks and other financial institutions</b>		
In Bangladesh	3,414,287,622	3,062,864,083
Outside Bangladesh	-	-
	<b>3,414,287,622</b>	<b>3,062,864,083</b>
<b>8.0 Money at call and short notice</b>		
IDLC Finance Limited	-	50,000,000
	<b>-</b>	<b>50,000,000</b>

	<b>30-Jun-19</b>	<b>31-Dec-18</b>
<b>9.0 Investments</b>		
Investment classified as per nature		
<b>a) Government securities:</b>		
National investment bonds	-	-
Bangladesh Bank bills	-	-
Government bonds	-	-
Prize bonds	-	-
	<u>-</u>	<u>-</u>
<b>b) Other investment:</b>		
Investment in ordinary shares (9.1)	15,237,500	15,000,000
Investment in preference shares	223,381,634	242,778,573
Investment in bonds	582,000,000	608,000,000
	<u><b>820,619,134</b></u>	<u><b>865,778,573</b></u>
	<u><b>820,619,134</b></u>	<u><b>865,778,573</b></u>

9.1	Business Segment	No. of shares	Cost price	Market price
	Insurance	4,449,900	15,000,000	245,634,480
	Pharmaceuticals	6,807	68,070	167,452
	Metallic Industries	9,483	94,830	94,830
	Hotel & Resorts	7,460	74,600	74,600
		<u><b>4,473,650</b></u>	<u><b>15,237,500</b></u>	<u><b>245,971,362</b></u>

Investments in marketable securities are valued at cost at the Balance Sheet date. As of 30 June, 2019, there was Taka 230,733,862 gross unrealised gain on investment in marketable securities.

<b>10.0 Lease, loans and advances</b>		
Lease receivable (note-10.1)	8,768,023,210	9,212,515,954
Loans (note-10.2)	8,014,366,901	8,729,895,002
	<u><b>16,782,390,111</b></u>	<u><b>17,942,410,956</b></u>

<b>10.1 Lease receivable</b>		
Net lease receivable	8,720,414,261	9,144,298,235
Advances for leases	17,973,598	-
Interest receivable	29,635,351	68,217,719
	<u><b>8,768,023,210</b></u>	<u><b>9,212,515,954</b></u>

<b>10.2 Loans</b>		
Term loan	3,550,979,998	3,828,578,379
Home loan	1,055,318,316	1,096,576,076
Short term loan	3,248,284,877	3,653,386,498
Interest receivable	159,783,711	151,354,049
	<u><b>8,014,366,901</b></u>	<u><b>8,729,895,002</b></u>

**11.0 Fixed assets including land, building, furniture and fixtures**

<b>Cost</b>		
Office space	177,890,411	177,890,411
Furniture and fixtures	119,237,721	111,951,984
Office equipment	419,679	419,679
Electrical equipment	101,162,019	99,326,466
Motor Vehicles	68,709,763	68,079,263
	<u><b>467,419,592</b></u>	<u><b>457,667,803</b></u>
Less: Accumulated depreciation	197,831,523	186,808,603
	<u><b>269,588,069</b></u>	<u><b>270,859,200</b></u>

	<b>30-Jun-19</b>	<b>31-Dec-18</b>
<b>12.0 Other assets</b>		
<b>Income generating:</b>		
Income receivable	119,581,141	81,666,377
<b>Non-income generating:</b>		
Deferred tax assets (note-12.1)	2,203,414	9,087,543
Advance, deposit and prepaid expenses	56,695,841	34,383,958
Other receivables	2,599,143	2,348,449
Advance corporate tax	1,569,843,545	1,486,056,147
	<b>1,750,923,084</b>	<b>1,613,542,474</b>

### 12.1 Deferred tax asset

Deferred tax has been calculated based on deductible/taxable temporary differences arising due to difference in the carrying amount of the assets and its tax base in accordance with the provision of International Accounting Standard (IAS) 12 " Income Taxes" and under the guidelines of Bangladesh Bank DFIM Circular no. 07 dated 31 July 2011.

	<b>Carrying amount at balance sheet</b>	<b>Tax base</b>	<b>Deductible temporary differences</b>
Fixed assets at book value	269,588,069	268,735,438	(852,631)
Liability to employees gratuity	6,728,402	-	6,728,402
	<b>276,316,471</b>	<b>268,735,438</b>	<b>5,875,771</b>
Applicable tax rate			37.50%
Deferred tax asset as on 30 June, 2019			2,203,414
Deferred tax asset as on 31 December, 2018			9,087,543
Deferred tax expense for the half year ended 30 June, 2019			<b>(6,884,129)</b>

### 13.0 Borrowing from banks, other financial institutions and agents

In Bangladesh	2,299,275,315	2,630,346,031
Outside Bangladesh	-	-
	<b>2,299,275,315</b>	<b>2,630,346,031</b>

### 14.0 Deposits and other accounts

Current deposits	-	-
Bills payable	-	-
Savings bank deposits	-	-
Term deposits	14,205,047,089	14,548,159,949
Bearer certificates of deposit	-	-
Other deposits	570,616,483	621,371,708
	<b>14,775,663,572</b>	<b>15,169,531,657</b>

### 15.0 Other liabilities

Provision for gratuity	6,728,402	6,294,844
Unclaimed dividend	49,671,500	45,091,657
KFW interest differential fund	12,605,818	13,742,510
Interest suspense account	164,841,334	122,416,062
Accrued expenses and payables	525,371,416	664,541,005
Provision for lease, loans and advances	523,031,965	480,035,964
Provision for income tax	1,921,272,115	1,821,102,177
	<b>3,203,522,550</b>	<b>3,153,224,219</b>

	<u>30-Jun-19</u>	<u>31-Dec-18</u>
<b>16.0 Share capital</b>		
<b>16.1 Authorized capital</b>		
300,000,000 ordinary shares of Taka 10 each	<b>3,000,000,000</b>	<b>3,000,000,000</b>
<b>16.2 Issued, subscribed and fully paid-up capital</b>		
7,000,000 ordinary shares of Taka 10 each issued for cash	70,000,000	70,000,000
180,114,614 ordinary shares of Taka 10 each issued as bonus shares	1,801,146,140	1,801,146,140
	<b><u>1,871,146,140</u></b>	<b><u>1,871,146,140</u></b>

**16.3 Composition of Shareholders' Equity:**

<u>Particulars</u>	<u>No. of shares in '000</u>	<u>Face value</u>	<u>Taka '000</u>
Paid-up capital	187,114,614	10	1,871,146,140
Share premium			3,750,000
Preference share capital			NIL
Statutory reserve			829,400,000
General reserve			225,000,000
Retained earnings			138,528,193
<b>Total shareholders' equity</b>			<b><u>3,067,824,333</u></b>

**Date of issue & other information:**

<u>Date</u>	<u>Types of paid-up capital</u>	<u>No. of shares in '000</u>	<u>Face value per share</u>	<u>Taka '000</u>
27-04-1989	Sponsors Share Capital	7,000	100	700,000
23-11-1989	Sponsors Share Capital	618,000	100	61,800,000
27-03-1994	Initial Public Offering	75,000	100	7,500,000
18-04-2005	Bonus (100%)	700,000	100	70,000,000
20-04-2006	Bonus (50%)	700,000	100	70,000,000
25-03-2008	Bonus (10%)	210,000	100	21,000,000
31-03-2009	Bonus (14.29%)	330,000	100	33,000,000
25-03-2010	Bonus (100%)	2,640,000	100	264,000,000
09-06-2011	Bonus (75%)	3,960,000	100	396,000,000
	<b>Before split</b>	<b>9,240,000</b>		<b>924,000,000</b>
	<b>After split</b>	<b>92,400,000</b>	10	<b>924,000,000</b>
09-04-2012	Bonus (20%)	18,480,000	10	184,800,000
28-03-2013	Bonus (15%)	16,632,000	10	166,320,000
10-04-2014	Bonus (10%)	12,751,200	10	127,512,000
23-04-2015	Bonus (10%)	14,026,320	10	140,263,200
21-04-2016	Bonus (10%)	15,428,952	10	154,289,520
27-04-2017	Bonus (5%)	8,485,923	10	84,859,230
26-04-2018	Bonus (5%)	8,910,219	10	89,102,190
	<b>Paid up capital</b>	<b>187,114,614</b>		<b>1,871,146,140</b>

	<b>30-Jun-19</b>	<b>31-Dec-18</b>
<b>17.0 Statutory reserve</b>		
Balance as at January 01	829,400,000	774,000,000
Addition during the year	-	55,400,000
	<b>829,400,000</b>	<b>829,400,000</b>

#### 18.0 Share premium

This represents a premium of 50% over the par value of share received against the issue of 750,000 shares in 1994 amounting to Taka. 3,750,000.

#### 19.0 General reserve

Balance at January 01	225,000,000	255,000,000
Transfer to retained earnings	-	(64,000,000)
Transfer from retained earnings	-	34,000,000
	<b>225,000,000</b>	<b>225,000,000</b>

#### 20.0 Retained earnings

Balance at January 01	190,169,771	206,108,343
Less: Cash dividend for last year	(187,114,614)	(178,204,395)
Less: Issue of bonus shares for last year	-	(89,102,190)
Add: Transfer from general reserve	-	64,000,000
	<b>3,055,157</b>	<b>2,801,758</b>
<b>Addition made during the year</b>		
Net profit after tax	135,473,036	276,768,013
Transfer to general reserve	-	(34,000,000)
Transfer to statutory reserve	-	(55,400,000)
	<b>135,473,036</b>	<b>187,368,013</b>
	<b>138,528,193</b>	<b>190,169,771</b>

#### 21.0 Net Asset Value Per Share (NAV):

Total Shareholders' equity	3,067,824,333	3,119,465,911
Number of shares outstanding	187,114,614	187,114,614
<b>NAV per share</b>	<b>16.40</b>	<b>16.67</b>
<b>NAV per share (Restated)</b>	<b>16.40</b>	<b>16.67</b>

#### 22.0 Contingent liabilities

##### Off-Balance sheet items

Off-Balance Sheet items represent guarantees issued to banks for opening letter of credit for equipment and machinery.

Letters of guarantee (Local)	30,837,915	6,137,915
Letters of guarantee (Foreign)	-	-
Foreign counter guarantees	-	-
	<b>30,837,915</b>	<b>6,137,915</b>

	<u>30-Jun-19</u>	<u>30-Jun-18</u>
<b>23.0 Depreciation and repair of assets</b>		
<b>Depreciation:</b>		
Furniture and fixtures	3,745,057	4,520,871
Office equipment	14,808	16,477
Electrical equipment	4,999,469	3,660,778
Motor vehicles	5,068,239	4,771,048
Office space	2,223,630	2,223,630
	<u>16,051,203</u>	<u>15,192,804</u>
<b>Repairs of assets:</b>		
Maintenance of electrical and office equipment & other assets	5,309,085	7,172,686
Motor vehicles	4,554,937	1,881,834
	<u>9,864,022</u>	<u>9,054,520</u>
	<u>25,915,225</u>	<u>24,247,324</u>
<b>24.0 Other expenses</b>		
Training expenses	1,333,526	1,380,000
Books, magazines and newspapers etc.	45,185	38,497
Staffs' uniforms	794,783	677,700
Medical expenses	647,944	427,507
Fees and subscriptions	995,176	1,117,773
Bank charges	2,081,863	2,532,645
Excise duty expenses	673,500	536,500
CNG, petrol, oil and lubricants	7,837,955	7,468,736
Entertainment	1,189,525	1,355,881
Office expenses	1,960,954	1,154,912
Security services	4,341,212	3,816,479
Business promotion expenses	5,301,652	2,490,794
Annual General Meeting/Shareholder expenses	1,024,965	1,844,717
Travelling and conveyance expenses	4,790,070	3,910,529
	<u>33,018,310</u>	<u>28,752,670</u>

	<b><u>30-Jun-19</u></b>	<b><u>30-Jun-18</u></b>
<b>25.0 Earnings Per Share (EPS):</b>		
Net profit after tax	135,473,036	104,424,601
Number of shares outstanding	187,114,614	187,114,614
<b>EPS</b>	<b>0.72</b>	<b>0.56</b>
<b>EPS (Restated)</b>	<b>0.72</b>	<b>0.56</b>

**26.0 Net Operating Cash Flow Per Share (NOCFPS):**

Net cash from operating activities	566,301,432	(119,589,636)
Number of shares outstanding	187,114,614	187,114,614
<b>NOCFPS</b>	<b>3.03</b>	<b>(0.64)</b>
<b>NOCFPS (Restated)</b>	<b>3.03</b>	<b>(0.64)</b>

Net operating cash flows per share increased on 30 June, 2019 due to conservative disbursement and higher recovery of lease, loans and advances compared to the same period of last year.

**27.0 Reconciliation of cash flows from operating activities:**

**Particulars**

Net profit after tax	135,473,036	104,424,601
Depreciation	16,051,203	15,192,804
Provision for lease, loans and advances	42,996,000	50,000,000
Provision for taxation	100,169,938	81,338,148
Profit on sale of fixed assets	(410,797)	(615,035)
(Decrease)/Increase in short term loans	(259,302,649)	119,988,672
Decrease/(Increase) in lease, loans and advances	1,160,020,845	(1,696,314,189)
Income tax paid	(83,787,398)	(68,445,140)
(Decrease)/Increase in term deposit and other accounts	(393,868,085)	1,300,590,859
(Decrease)/Increase in other liabilities	(97,447,451)	39,413,476
(Increase) in other assets	(53,593,212)	(65,163,831)
<b>Cash flows from operating activities</b>	<b>566,301,432</b>	<b>(119,589,636)</b>

**28.0 Events after the Reporting Period**

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