



UTTARA FINANCE AND INVESTMENTS LIMITED

Jibon Bima Tower (6th floor)
10 Dilkusha C/A, Dhaka-1000

Balance Sheet (Un-audited) As at 31 March 2019

	Amount in Taka	
	At 31-Mar-19	At 31-Dec-18
Property and assets		
Cash	296,838,760	353,637,642
Cash in hand (including foreign currencies)	-	1,220
Balance with Bangladesh Bank and its agent Banks (including foreign currencies)	296,838,760	353,636,422
Balance with other Bank & Financial Institutions in Bangladesh	2,736,602,624	1,594,593,962
in Bangladesh	2,736,602,624	1,594,593,962
Outside Bangladesh	-	-
Money at call on short notice	-	-
Investments	1,540,555,347	1,545,147,427
Government	-	-
Others	1,540,555,347	1,545,147,427
Loans, Advances and Leases	36,215,765,910	35,922,425,642
Loans, lease finance, cash credits and overdrafts etc.	36,215,765,910	35,922,425,642
Bills discounted and purchased	-	-
Fixed Assets including Premises, Furniture and Fixtures	116,430,663	109,685,031
Other assets	2,347,105,221	1,701,312,350
Non- Financial Institution's assets	-	-
Total assets	43,253,298,525	41,226,802,054
Liabilities and capital		
Liabilities		
Borrowings from other banks, Financial institutions and Agent	9,561,026,092	8,274,424,038
Deposits and other accounts	18,064,099,787	18,015,388,056
Current Accounts and other accounts	-	-
Bill Payables	-	-
Savings bank deposits	-	-
Fixed deposits	-	-
Term deposits	18,064,099,787	18,015,388,056
Bearer certificates of deposits	-	-
Other deposits	-	-
Other liabilities	8,360,315,761	8,049,393,450
Total Liabilities	35,985,441,640	34,339,205,544
Capital/Share holders Equity		
Paid-up capital	1,252,204,800	1,252,204,800
Statutory reserve	1,554,486,003	1,554,486,003
General reserves	1,950,000,000	1,950,000,000
Share Premium	528,000,000	528,000,000
Dividend equalisation fund	900,000,000	900,000,000
Retained earnings	1,083,166,082	702,905,707
Total shareholders' equity	7,267,856,885	6,887,596,510
Total liabilities and shareholders equity	43,253,298,525	41,226,802,054

Profit and Loss Account (Un-audited) (Merchant Banking Operations) for the period ended 31 March 2019

	Amount in Taka	
	Period ended 31-Mar-19	Period ended 31-Mar-18
Operational income	60,152,382	50,556,993
Profit from sale of shares	12,807,044	4,678,605
Commission income	3,382,011	727,422
Dividend income	2,133,067	1,465,080
Interest on loan to investors	40,820,516	42,078,082
Portfolio management fees	967,369	1,568,429
Documentation fees	3,000	-
Underwriting commission	39,375	39,375
Operational expenses	19,688,658	20,657,170
Financial expenses	15,734,957	18,538,484
Management expenses	3,953,701	2,118,686
Profit from operation	40,463,724	29,899,823
Non-operational income	-	-
Interest on deposits	-	-
Net profit transferred to profit and loss statement (main Operation)	40,463,724	29,899,823

Profit and Loss Account (Un-audited) for the period ended 31 March 2019

	Amount in Taka	
	Period ended 31-Mar-19	Period ended 31-Mar-18
Interest income	1,103,569,575	1,073,136,370
Interest paid on deposits and borrowings etc.	(693,409,644)	(571,926,904)
Net interest income	410,159,931	501,209,466
Investment income	47,883,579	51,392,985
Commission, exchange and brokerage	-	-
Other operating income	124,151,166	204,647,253
Total operating income	582,194,676	757,249,704
Salary and allowances	35,879,216	33,628,818
Rent,taxes,insurance,electricity etc.	14,755,686	13,491,811
Legal and professional expenses	438,305	580,825
Postage,stamp,telecommunication etc.	14,853	22,189
Stationery,printing,advertisement etc.	719,361	3,498,736
Managing Directors' salary and fees	3,000,000	3,000,000
Directors' fees	96,000	184,000
Auditor fees	172,500	172,500
Depreciation and repair of fixed assets (Annexure- 1)	4,735,688	4,527,365
Other expenses	5,661,647	6,503,802
Total operating expenses	65,473,256	65,610,046
Profit before provision (leasing)	516,721,420	691,639,658
Profit transferred from merchant banking operation	40,463,724	29,899,823
Total profit before provision	557,185,144	721,539,481
Provision for loans/investments:		
Provision against loans	(15,261,906)	78,778,551
Provision for diminution in value of investments	(57,813,325)	177,620,521
Other provisions	-	-
Total provision	(73,075,231)	256,399,072
Total profit / (loss) before taxes	630,260,375	465,140,409
Provision for taxation	-	-
Current tax	230,000,000	180,000,000
Deferred tax	20,000,000	-
Net profit after tax	250,000,000	180,000,000
Earnings per Share of Taka 10 each	3.04	2.28

Cash Flow Statement (Un-audited) for the period ended 31 March 2019

	Amounts in Taka	
	Period ended 31 March 2019	Period ended 31 March 2018
(A) Cash Flows from Operating Activities		
Interest receipts	818,351,637	506,844,956
Interest payments	(782,558,704)	(526,954,520)
Dividend receipts	1,427,955	1,465,080
Capital gain from Sale of Securities	12,807,444	4,678,605
Cash payments to employees	(38,879,216)	(33,628,818)
Cash payments to suppliers and Management expenses	(21,208,352)	(27,453,863)
Income tax paid	(254,712,809)	(5,694,672)
Receipt from other operational activities	197,271,904	204,647,253
Payment for other operational activities	(266,284,552)	(283,128,974)
Cash generated before changes in operating assets and liabilities	(333,784,693)	(159,224,953)
Increase/(decrease) in operating assets and liabilities		
Net Loans and advances to customers	(1,588,718,819)	(911,967,447)
Loans and deposits from banks and other customers	3,171,395,088	1,190,641,410
Cash generated from operating assets and liabilities	1,582,676,269	278,673,963
Net cash generated from operating activities	1,248,891,576	119,449,010
(B) Cash flow from Investing Activities		
Acquisition of property, plant and equipment	(11,481,320)	(3,177,982)
Redemption of Zero Coupon Bond	(5,000,000)	(5,000,000)
Investment in call money	(160,000,000)	(370,000,000)
Sale of Securities	118,658,048	94,678,605
Investment in Shares	(105,858,524)	(90,000,000)
Investment in Treasury Bonds	-	-
Net Cash used in investing activities	(163,681,796)	(373,499,377)
(C) Cash flow from financing Activities		
Dividend paid	-	-
Issuance of shares	-	-
Net cash used in investing activities	-	-
(D) Net increase in cash and cash equivalents (A+B+C)	1,085,209,780	(254,050,367)
(E) Effects of exchange rate changes on cash and cash equivalents	-	-
(F) Cash and cash equivalents at beginning of the year	1,948,231,604	3,966,957,453
(G) Cash and cash equivalents at the end of the year (D+E+F)	3,033,441,384	3,712,907,086
Cash and Cash equivalents at end of the year represents		
Cash in hand (including foreign currencies)	-	-
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	296,838,760	368,115,540
Balance with other Banks and financial institutions	2,736,602,624	3,344,791,546
Total cash and cash equivalents	3,033,441,384	3,712,907,086

Statement of Changes to Shareholders' Equity for the period ended 31 March 2019

Particulars	Amount in Taka						
	Paid up capital	Share premium	Statutory reserve	General reserve	Divid. equal. fund	Retained earnings	Total
Balance on 01 January 2019	1,252,204,800	528,000,000	1,554,486,003	1,950,000,000	900,000,000	702,905,707	6,887,596,510
Net profit for period 2019	-	-	-	-	-	380,260,375	380,260,375
Balance for the period ended 31 March 2019	1,252,204,800	528,000,000	1,554,486,003	1,950,000,000	900,000,000	1,083,166,082	7,267,856,885
Balance for the period ended 31 March 2018	1,252,204,800	528,000,000	1,554,486,003	1,800,000,000	800,000,000	578,756,748	6,513,447,551

Uttara Finance and Investments Limited

Some explanatory notes to the Financial Statements For the period ended 31 March 2019

Corporate information

Uttara Finance and Investments Limited was registered with the register of Joint Stock Companies on 07 August 1995 and commenced its operations in Bangladesh on 08 August 1995 as a public limited company under the Companies Act 1994 after obtaining license from Bangladesh Bank under the Financial Institutions Act 1993 and its shares are quoted in the Dhaka and Chittagong Stock Exchanges since 1997 and obtained license of Merchant Banking Operations from Bangladesh Securities and Exchange Commission on 25 March 1998.

Principal activities and nature of operation

The company extends lease financing, as its core business, for all type of machinery and equipment including vehicles for industrial, commercial and private purposes. It has also expanded its activities into Short-Term Finance, Term Finance, Small and Medium Enterprise (SME) and Merchant Banking Operations, etc.

Reporting

This quarterly and for the period of three months, financial reports has been prepared based on International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BAS) and Bangladesh Financial

Reporting Standards (BFRS), 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 & Chittagong Stock Exchanges and other applicable laws and regulations.

The presentation of the financial statements has been made as per the requirements of DFIM Circular No: 11, dated December 23, 2009 issued by Department of Financial Institutions and Markets (DFIM) of Bangladesh Bank. The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been kept blank in the financial statements.

Accounting policies and method of computations

Accounting policies and methods of computations followed in preparing these financial statements are consistent with those used in the annual financial statements, prepared for the year ended 31 December 2018.

Use of estimates and Judgments

The preparation of these financial statements requires management to make judgment, estimation and assumption that affect the application

of accounting policies and the reported amounts of liabilities, income and expenses. Actual results may differ from these estimation and these are reviewed on an ongoing basis.

General

Wherever considered necessary previous year's figures and presentation have been rearranged to conform with the current year's presentation and figures have been rounded off to the nearest Taka.

Revenue recognition

a) Lease income
The excess of gross lease rentals receivable over the cost of the leased assets represents the total unearned income at the time of execution of lease. The unearned income is allocated over the period of lease on a pattern reflecting a constant return on the net investment. In case of structured lease finance income is recognized on the basis of lease structure. Earned finance income the over ninety days is not recognized as revenue rather it is recognized as interest suspense. Suspended interest is recognized as income on cash basis when it is received.

b) Income from long term and short term finance

Income from long and short term finance is recognized as revenue

when the interest is accrued. Interest outstanding over ninety days is not recognized as income rather it is recognized as Interest suspense. Suspended Interest is recognized as income on cash basis when it is received.

Merchant banking operations

The unit is engaged in Merchant Banking operations under a license granted by Bangladesh Securities and Exchange Commission (BSEC) its accounting records from which accounts are prepared according to applicable directives issued by Bangladesh Securities and Exchange Commission (BSEC). Operational income is recognized on accrual basis considering the establishment of right to receive the same.

Earning Per share

The company presents basic earnings per share (EPS) data for ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the company by the weighted average number of ordinary shares outstanding during the period.

Date of authorization

The Board of directors has authorized these financial statements for public issue on 09 May 2019.

Sd/-
Uttam Kumar Saha
Chief Financial Officer

Sd/-
Md. Jakir Hossain, FCA
DMD & Company Secretary

Sd/-
S. M. Shamsul Arefin
Managing Director & CEO

Sd/-
Mujibur Rahman
Director

Sd/-
Rashidul Hasan
Chairman

The detail of the published financial statements is available in the website www.uttarafinance.biz