

Sved Aminul Islam

SVP and Head of Finance

Delta Brac Housing Finance Corporation Ltd.



Head Office:

Landmark Building 12-14 Gulshan North C/A Gulshan-2, Dhaka-1212, Bangladesh Tel: 8822374, 9882112, Fax: +88 02 9882110

> E-mail: dbh@deltabrac.com Webside: www.deltabrac.com

Financial Statements

For the 3rd quarter ended 31 March 2014

Balance Sheet (Unaudited) As at 31 March 2014

Particulars	31 March 2014 Amount (TK)	30 June 2013 Amount (TK)
PROPERTY AND ASSETS		
Cash	490,663,225	442,063,889
In hand	77,767	68,348
Balance with Bangladesh Bank and its agent bank	490,585,458	441,995,541
Balance with other banks and financial institutions	5,147,907,016	6,674,686,774
In Bangladesh	5,147,907,016	6,674,686,774
Outside Bangladesh	-	
Money at call on short notice	-	-
Investments	448,983,470	358,102,856
Government	-	-
Others	448,983,470	358,102,856
Loans and advances	25,958,304,502	25,266,873,459
Fixed assets including land, building, furniture & equipments	28,511,278	35,849,017
Other assets	185,046,259	226,494,942
Total assets	32,259,415,750	33,004,070,937
LIABILITIES AND CAPITAL LIABILITIES		
Borrowings from other banks, financial institutions and agents $ \\$	6,578,275,415	8,249,598,998
Deposits and other accounts: Fixed deposits	20,192,420,897	19,539,937,251
Other liabilities	2,770,922,681	2,645,968,682
Total liabilities	29,541,618,993	30,435,504,931
SHAREHOLDERS' EQUITY		
Paid-up capital	1,160,493,750	1,160,493,750
Redeemable preference share capital	40,000	40,000
Share premium	154,960,000	154,960,000
Statutory reserve	642,776,027	553,405,189
Other reserves	378,000,000	378,000,000
Retained earnings	381,526,980	321,667,067
Total shareholders' equity	2,717,796,757	2,568,566,006
Total liabilities and shareholders' equity	32,259,415,750	33,004,070,937
OFF BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptance and endorsements	-	-
Acceptance and endorsements Letters of guarantee	-	-
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit		-
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection		
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection Other contingent liabilities	72,780,156	
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection	72,780,156	
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection Other contingent liabilities Total contingent liabilities Other commitments		
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection Other contingent liabilities Total contingent liabilities Other commitments Documentary credits and short term trade related transaction		72,780,156 72,780,156
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection Other contingent liabilities Total contingent liabilities Other commitments Documentary credits and short term trade related transaction Forward assets purchased and forward deposit placed		
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection Other contingent liabilities Total contingent liabilities Other commitments Documentary credits and short term trade related transaction Forward assets purchased and forward deposit placed Undrawn note issuance and revolving underwriting facilities	72,780,156	72,780,156
Acceptance and endorsements Letters of guarantee Irrevocable letters of credit Bills for collection Other contingent liabilities Total contingent liabilities Other commitments Documentary credits and short term trade related transaction Forward assets purchased and forward deposit placed	72,780,156	

Lal Q.M. Shariful Ala, FCA Managing Director & CFO

Profit and Loss Account (Unaudited) For the period ended 31 March 2014

Particulars	July 2013- March 2014 Amount (TK)	July 2012- March 2013 Amount (TK)	January 2014- March 2014 Amount (TK)	January 2013- March 2013 Amount (TK)	
Interest income	3,492,323,361	3,166,958,898	1,144,617,357	1,112,476,132	
Interest paid on deposits and borrowings etc.	2,343,769,592	2,234,077,126	722,780,747	763,309,410	
Net interest income	1,148,553,769	932,881,772	421,836,610	349,166,722	
ncome from investment	16,573,030	4,341,927	5,505,726	3,882,748	
Commission, exchange & brokerage	74,365,371	67,608,011	27,374,201	20,495,345	
Other operating income	21,475,193	19,988,169	3,079,480	2,698,284	
Total operating income	1,260,967,363	1,024,819,879	457,796,017	376,243,099	
Salary and allowances	134,516,914	125,503,873	43,424,982	43,186,810	
Rent, taxes, insurance, electricity, etc.	23,145,387	22,611,103	7,647,895	7,633,341	
Legal & professional expenses	1,252,115	1,801,558	647,311	993,365	
Postage, stamp, telecommunication, etc.	3,820,714	4,355,320	1,549,640	1,538,061	
Stationery, printing, advertisements, etc.	6,773,512	4,560,015	2,941,660	874,767	
Managing director's salary and fees	8,500,000	8,500,000	2,100,000	2,100,000	
Directors' fees and expenses	551,441	514,382	226,980	201,682	
Auditors' fees	194,063	172,500	64,688	57,500	
Depreciation repair & maintenance	15,474,137	15,526,937	5,103,481	4,864,547	
Other expenses	20,952,967	20,039,307	7,723,584	6,889,967	
Total operating expenses	215,181,250	203,584,995	71,430,221	68,340,040	
Profit before provisions	1,045,786,113	821,234,884	386,365,796	307,903,059	
Provision for					
Loans and advances	135,424,601	81,942,213	(10,141,348)	(70,418,773)	
Diminution in value of investment	17,116,131	19,261,681	(9,501,165)	45,722,447	
Total provisions	152,540,732	101,203,894	(19,642,513)	(24,696,326)	
Profit before tax	893,245,381	720,030,990	406,008,309	332,599,385	
Provision for tax					
Current	447,032,252	351,189,325	165,205,523	131,579,393	
Deferred	(641,060)	(2,097,695)	(206,427)	(420,483)	
_	446,391,192	349,091,630	164,999,096	131,158,910	
Profit after tax	446,854,189	370,939,360	241,009,213	201,440,475	
Appropriation					
Statutory reserve	89,370,838	74,186,369	48,201,843	40,286,351	
Dividend on preference shares	7,500,000	7,500,000	2,500,000	2,500,000	
Total appropriations	96,870,838	81,686,369	50,701,843	42,786,351	
Retained surplus	349,983,351	289,252,991	190,307,370	158,654,124	
Earnings Per Share (Restated)	3.79	3.13	2.06	1.71	

Q.M. Shariful Ala, FCA

Cash Flow Statement (Unaudited) For the period ended 31 March 2014

Particulars	July 2013- March 2014 Amount (TK.)	July 2012- March 2013 Amount (TK.)	
Cash flows from operating activities			
Interest received	3,563,427,152	3,072,472,579	
Interest payments	(2,351,616,803)	(1,924,376,741)	
Dividend received	2,993,949	630,020	
Fees and commission received	74,365,371	67,608,011	
Paid to employees	(159,098,736)	(150,386,893)	
Paid to suppliers and various operating expense	(54,814,980)	(57,734,152)	
Income tax paid	(396,246,283)	(290,481,195)	
Received from other operating activities	25,303,624	11,781,733	
Cash generated/(utilized) from operating activities before			
changes in operating assets and liabilities	704,313,294	729,513,362	
Increase/(decrease) in operating assets and liabilities			
Loans and advances to customers	(663,017,033)	(504,707,858)	
Other assets	(39,107,491)	47,370,882	
Loans and deposits from banks and other customers	(961,177,865)	2,342,307,895	
Other liabilities	(66,313,512)	(36,105,351)	
Cash generated/(utilized) from operating assets and liabilities	(1,729,615,901)	1,848,865,568	
Net cash from operating activities	(1,025,302,607)	2,578,378,930	
Cash flows from investing activities			
Investment in trading securities	(880,615)	23,070,557	
Other investments	(90,000,000)	-	
Purchase of property, plant & equipment	(3,135,898)	(4,508,444)	
Proceeds from disposal of property, plant & equipment	181,839	41,084	
Net cash from investing activities	(93,834,674)	18,603,197	
Cash flows from financing activities			
Payments for redemption of loan & debt security	-	(150,000,000)	
Payment of preference share dividend	(10,000,000)	(10,000,000)	
Cash dividend paid	(290,123,438)	(100,912,500)	
Payment for finance lease	(1,257,631)	(1,116,057)	
Net cash from financing activities	(301,381,069)	(262,028,557)	
Net increase/(decrease) in cash and cash equivalents Cash and cash equivalents (net off overdraft) at	(1,420,518,350)	2,334,953,570	
the beginning of the period	6,814,786,075	2,726,493,090	
Cash and cash equivalents (net off overdraft) at			

SVP and Head of Finance

Q.M. Shariful Ala, FCA

Managing Director & CEO

Statement of changes in equity (Unaudited)

For the period ended 31 March 2014

							Amount In Taka
Particulars	Paid up capital	Preference share capital	Share premium	Statutory reserve	General & other reserves	Retained earnings	Total
Balance as on 1 July 2013	1,160,493,750	40,000	154,960,000	553,405,189	378,000,000	321,667,067	2,568,566,006
Net profit (after tax) for the period	-	-	-	-	-	446,854,189	446,854,189
Transferred to reserve funds	-	-	-	89,370,838	-	(89,370,838)	-
Dividend paid	-	-	-	-	-	(290,123,438)	(290,123,438)
Preference share dividend	-	-	-	-	-	(7,500,000)	(7,500,000)
Balance as on 31 March 2014	1,160,493,750	40,000	154,960,000	642,776,027	378,000,000	381,526,980	2,717,796,757
Balance as on 31 March 2013	1,160,493,750	40,000	154,960,000	521,803,797	268,000,000	307,769,015	2,413,066,562



SVP and Head of Finance

Selected explanatory notes to the third quarter Financial Statements

Q.M. Shariful Ala, FCA

Reporting: The third quarter Financial Statements have been prepared based on Bangladesh Accounting Standards (BAS) 34 : "Interim Financial Reporting". These Financial Statements should be read in conjunction with the published Financial Statements for the year ended June 30, 2013 as they provide an update to previously reported information.

Accounting policies and method of computations: Accounting policies and method of computations followed in preparing these Financial Statements are in consistent with those used in the annual Financial Statements, prepared and published for the period ended 30th June 2013.

Earnings Per Share (EPS): Earnings per share has been calculated based on the number of shares outstanding as of 31st March 2014 and profit for the period from July 2013 to March 2014. The number of shares outstanding as of 31st March 2014 was 116,049,375. Earnings per share for the preceding period (July 2012 to March 2013) has also been calculated based on the same number of shares.

Subsequent events: No material events occurred after the reporting date. non- disclosure of which could effect the ability of the users of these Financial Statements to make proper evaluation and decision.

Reclassifications: To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/restated, whenever considered necessary to conform the current period's presentation.

The published quarterly financial statements are available in the web-site of the company. www.deltabrac.com