

Delta Brac Housing Finance Corporation Ltd.



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Financial Statements

For the third quarter ended 30 September 2018

In compliance with the Regulation 17(3) of the Dhaka and Chittagong Stock Exchanges (Listing) Regulations, 2015 we are pleased to present third quarter un-audited Financial Statements of Delta Brac Housing Finance Corporation Ltd. as at and for the third quarter ended 30 September 2018 approved by the Board of Directors of the Company in its 102nd Meeting held on Wednesday, October 31, 2018 at 2:35 PM. The following Financial Statements without the detailed notes/ disclosures have been termed as "condensed" in line with the IAS/ BAS 34.

Condensed Balance Sheet (Unaudited) As at 30 September 2018

Particulars	As at 30 September 2018 Taka	As at 31 December 201 Taka
PROPERTY AND ASSETS		
Cash	808,957,812	634,064,843
In hand	74,630	89,700
Balance with Bangladesh Bank and its agent bank	808,883,182	633,975,143
Balance with other banks and financial institutions	12,998,837,292	10,697,156,711
In Bangladesh	12,998,837,292	10,697,156,71
Outside Bangladesh		
Money at call on short notice	-	
Investments	603,342,918	643,028,086
Government	1,132,281	1,145,170
Others	602,210,637	641,882,91
Loans and advances	42,711,762,427	42,243,352,61
Fixed assets including land, building, furniture & equipments	168,401,719	178,470,14
Other assets	360,592,810	184,780,12
Total assets	57,651,894,978	54,580,852,51
LIABILITIES AND CAPITAL		
LIABILITIES Borrowings from other banks, financial institutions and agents	5,465,766,635	6,515,419,27
Deposits and other accounts: Fixed deposits	44,673,195,809	41,187,889,74
Other liabilities	2,710,367,427	2,519,907,28
Total liabilities	52,849,329,871	50,223,216,30
SHAREHOLDERS' EQUITY		
Paid-up capital	1,218,518,430	1,218,518,43
Share premium	55,000,000	55,000,00
Statutory reserve	1,307,430,064	1,225,083,40
Other reserves	1,445,040,000	1,445,040,00
Retained earnings	776,576,613	413,994,37
Total shareholders' equity	4,802,565,107	4,357,636,21
Total liabilities and shareholders' equity	57,651,894,978	54,580,852,51
OFF BALANCE SHEET ITEMS	<u> </u>	<u> </u>
Contingent liabilities		
Acceptance and endorsements	-	
Letters of guarantee	-	
Irrevocable letters of credit	-	
Bills for collection	-	
Other contingent liabilities	223,985,758	223,985,75
Total contingent liabilities	223,985,758	223,985,75
Other commitments		
Documentary credits and short term trade related transaction	-	
Forward assets purchased and forward deposit placed	-	
Undrawn note issuance and revolving underwriting facilities	-	
Undrawn formal standby facilities, credit lines and other commitments	394,550,000	605,634,96
	204 550 000	505.534.05

Comparative Statement of Information for the Shareholders

Total off balance sheet items including contingent liabilities

394,550,000

618.535.758

	SL	Particulars	As at and for the quarter ended 30 September 2018	As at and for the quarter ended 30 September 2017
П	1	Net Assets Value (NAV) per share	39.41	34.56
П	2	Earnings Per Share (EPS)	6.65	6.59
П	3	Net operating cash flow per share (NOCFPS)	22.91	28.94

Condensed Profit and Loss Account (Unaudited) For the third quarter ended 30 September 2018

Particulars	Jan to Sep '18 Taka	Jan to Sep '17 Taka	July to Sep '18 Taka	July to Sep '17 Taka
Interest income	4,278,916,840	3,386,358,027	1,587,991,154	1,183,714,555
Interest paid on deposits and borrowings, etc.	3,025,036,166	2,154,938,243	1,067,600,802	785,683,259
Net interest income	1,253,880,674	1,231,419,784	520,390,352	398,031,296
Income from investment	39,826,040	37,633,054	24,256,096	19,571,260
Commission, exchange & brokerage	97,684,634	112,921,011	38,399,468	38,227,279
Other operating income	9,348,696	14,543,174	2,254,805	4,275,809
Total operating income	1,400,740,044	1,396,517,023	585,300,721	460,105,644
Salary and allowances	246,169,294	229,985,057	84,306,335	78,216,158
Rent, taxes, insurance, electricity, etc.	39,643,418	36,520,774	14,875,032	12,571,508
Legal & professional expenses	2,898,630	2,583,764	1,735,654	695,277
Postage, stamp, telecomunication, etc.	5,512,065	6,033,714	1,852,394	2,052,145
Stationery, printing, advertisements, etc.	10,729,516	10,138,545	2,018,783	2,726,411
Managing director's salary and fees	10,950,000	9,430,000	3,900,000	3,900,000
Directors' fees and expenses	491,326	556,435	222,888	155,830
Auditors' fees	345,000	301,875	115,000	100,625
Depreciation, repair & maintenance	27,943,800	27,429,904	9,007,846	8,082,904
Other expenses	26,440,648	24,970,412	8,394,136	6,406,450
Total operating expenses	371,123,697	347,950,480	126,428,068	114,907,307
Profit before provisions	1,029,616,347	1,048,566,543	458,872,653	345,198,336
Provision for				
Loans and advances	(202,755,834)	(159,454,783)	50,073,861	(21,262,895)
Diminution in value of investment	40,520,957	(17,617,389)	18,319,289	572,866
Total provisions	(162,234,877)	(177,072,172)	68,393,150	(20,690,029)
Profit before tax	1,191,851,224	1,225,638,715	390,479,503	365,888,365
Provision for tax				
Current	380,812,302	416,912,849	168,422,701	140,296,027
Deferred	554,499	6,303,081	117,427	3,209,838
Profit after tax	381,366,801 810,484,423	423,215,930 802,422,785	168,540,128 221,939,375	143,505,865 222,382,500
	220, 121, 120	552,122,155	,	,,
Appropriation Statutory reserve	02 246 655	160 404 557		44 476 500
Statutory reserve Dividend on preference shares	82,346,655	160,484,557	-	44,476,500
•	- 02 246 655	100 404 553		44 476 500
Total appropriations Retained surplus	82,346,655	160,484,557	221 020 275	44,476,500
•	728,137,768	641,938,228	221,939,375	177,906,000
Earnings Per Share	6.65	6.59	1.82	1.83

Selected explanatory notes to the Financial Statements for the third quarter ended 30 September 2018

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 31 December 2017 as they provide an update to previously reported information.

Accounting policies and method of computations: Accounting policies and methods of computations followed in preparing these Financial Statements are in consistent with those used in the annual Financial Statements, prepared and published for the year ended 31 December 2017.

Earnings Per Share (EPS): Earnings per share has been calculated based on the number of shares outstanding as of 30 September 2018 and profit for the period from January to September 2018. The number of shares outstanding as of 30 September 2018 was 121,851,843. Earnings per share for the preceding period (January to September 2017) has also been calculated based on the same number of shares.

Statutory Reserve: The company has not transferred any amount to Statutory reserve during this quarter as the minimum requirement as per Financial Institution Rules 1993 have already been kept.

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.

Condensed Cash Flow Statement (Unaudited) For the third guarter ended 30 September 2018

Particulars	Jan to Sep '18 Taka	Jan to Sep '17 Taka
Cash flows from operating activities		
Interest received	4,230,212,172	3,320,044,566
Interest paid	(2,681,777,946)	(2,141,974,826
Dividend received	38,485,443	28,662,55
Fees and commission received	97,684,634	112,921,01
Paid to employees	(279,526,948)	(288,521,994
Paid to suppliers and various operating expense	(85,727,302)	(89,748,008
Income tax paid	(362,147,588)	(273,687,202
Received from other operating activities	14,658,465	26,821,14
Cash generated/(utilized) from operating activities before	_	
changes in operating assets and liabilities	971,860,930	694,517,25
Increase/(decrease) in operating assets and liabilities		
Loans and advances to customers	(465,210,429)	(4,807,269,442
Purchase/sale of trading securities	(327,728)	(68,030,763
Other assets	(126,820,965)	13,026,85
Loans and deposits from banks and other customers	2,416,358,984	7,690,107,59
Other liabilities	(3,684,102)	3,945,77
Cash generated/(utilized) from operating assets and liabilities	1,820,315,760	2,831,780,01
Net cash from operating activities	2,792,176,690	3,526,297,26
Cash flows from investing activities		
Other investments	40,000,000	(30,000,000
Net proceeds/(payments) for sale/purchase of Treasury bills	12,895	28,45
Purchase of fixed assets including land, building, furniture and equipments	,	(26,880,572
Proceeds from disposal of fixed assets including land, building, furniture and equipments	107,085	2,658,19
Net cash used in investing activities	30,657,951	(54,193,923
Cash flows from financing activities		
Payment of preference share dividend		
Cash dividend paid	(205 555 520)	(102 777 765
·	(365,555,529)	(182,777,765
Payment for finance lease Net cash used in financing activities	(365,555,529)	(182,777,765
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Net increase/(decrease) in cash and cash equivalents	2,457,279,112	3,289,325,57
Cash and cash equivalents (net off overdraft) at the beginning of the period	10,815,921,853	9,150,340,07
Cash and cash equivalents (net off overdraft) at the		

Condensed Statement of Changes in Equity (Unaudited) For the third quarter ended 30 September 2018

end of the period

Amount In Taka

13,273,200,965 12,439,665,645

Particulars	Paid up capital	Share premium	Statutory reserve	General & other reserves	Retained earnings	Total
Balance as on 01 Jan 2018	1,218,518,430	55,000,000	1,225,083,409	1,445,040,000	413,994,374	4,357,636,213
Net profit (after tax) for the period	-	-	-	-	810,484,423	810,484,423
Transferred to reserve funds	-	-	82,346,655	-	(82,346,655)	-
Dividend paid	-	-	-	-	(365,555,529)	(365,555,529)
Balance as on 30 Sep 2018	1,218,518,430	55,000,000	1,307,430,064	1,445,040,000	776,576,613	4,802,565,107
Balance as on 30 Sep 2017	1,218,518,430	55,000,000	1,195,767,706	1,058,040,000	683,731,561	4,211,057,697

Sd/- Sd/- Sd/- Sd/- Sd/- Sd/- Sd/- Chairman Director Managing Director & CEO Head of Finance Company Secretary

The published financial statements for the third quarter ended 30 september 2018 are available in the web-site of the company, www.deltabrac.com