

# Delta Brac Housing Finance Corporation Ltd.



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## Financial Statements

For the half year ended 30 June 2017

In compliance with the Regulation 17(3) of the Dhaka and Chittagong Stock Exchanges (Listing) Regulations, 2015 and BSEC Letter No. SEC/CFD/Misc/233/2004/615 dated 2 February 2010, we are pleased to present Half Yearly un-audited Financial Statements of Delta Brac Housing Finance Corporation Ltd. as at and for the half year ended 30 June 2017 approved by the Board of Directors of the Company in its 95<sup>th</sup> Meeting held on Thursday, July 13, 2017 at 4:30 PM. The following Financial Statements without the detailed notes/ disclosures have been termed as "condensed" in line with the IAS/ BAS 34.

### Balance Sheet (Unaudited) As at 30 June 2017

Particulars	30-Jun-17 Taka	31-Dec-16 Taka
PROPERTY AND ASSETS		
Cash	583,829,308	558,798,869
In hand	51,304	68,427
Balance with Bangladesh Bank and its agent bank	583,778,004	558,730,442
Balance with other banks and financial institutions	8,576,552,104	9,272,864,801
In Bangladesh	8,576,552,104	9,272,864,801
Outside Bangladesh	-	-
Money at call on short notice	-	-
Investments	483,481,451	441,258,646
Government	1,029,234	1,057,687
Others	482,452,217	440,200,959
Loans and advances	39,335,317,452	35,838,371,384
Fixed assets including land, building, furniture & equipments	165,195,282	157,513,532
Other assets	175,508,257	202,898,065
Total assets	49,319,883,853	46,471,705,297
LIABILITIES AND CAPITAL LIABILITIES Borrowings from other banks, financial institutions and agents	6,003,437,970	6,080,579,109
Deposits and other accounts: Fixed deposits	37,149,239,414	34,393,955,116
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Other liabilities	2,178,531,272	2,405,758,399
Total liabilities	45,331,208,656	42,880,292,620
SHAREHOLDERS' EQUITY		
Paid-up capital	1,218,518,430	1,218,518,430
Share premium	55,000,000	55,000,000
Statutory reserve	1,151,291,206	1,035,283,149
Other reserves	1,058,040,000	1,058,040,000
Retained earnings	505,825,561	224,571,098
Total shareholders' equity Total liabilities and shareholders' equity	3,988,675,197 49,319,883,853	3,591,412,677 46,471,705,297
OFF BALANCE SHEET ITEMS		
Contingent liabilities		
Acceptance and endorsements	-	
Letters of guarantee	-	
Irrevocable letters of credit	-	
Bills for collection		
Other contingent liabilities	16,739,437	16,739,437
Total contingent liabilities	16,739,437	16,739,437
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	768,185,850	638,770,000
Total other commitments	768,185,850	638,770,000

#### **Comparative Statement for Information of the Shareholders**

784,925,287

Total off balance sheet items including contingent liabilities

Particulars	As at and for the half-year ended 30 June 2017	As at and for the half-year ended 30 June 2016	
Net Assets Value (NAV) per share (Restated)	32.73	29.62	
Earnings Per Share (Restated)	4.76	4.09	
Net operating cash flow per share (Restated)	0.80	(7.36)	

## Profit and Loss Account (Unaudited) For the half year ended 30 June 2017

Particulars	Jan to Jun '17 Taka	Jan to Jun '16 Taka	Apr to Jun '17 Taka	Apr to Jun '16 Taka	
Interest income	2,202,643,472	2,105,659,921	1,085,104,991	1,013,847,858	
Interest paid on deposits and borrowings, etc.	1,369,254,984	1,265,942,285	681,991,757	614,338,469	
Net interest income	833,388,488	839,717,636	403,113,234	399,509,389	
Income from investment	18,061,794	(4,386,900)	4,813,537	(4,756,438)	
Commission, exchange & brokerage	74,693,732	70,666,484	37,692,908	35,946,857	
Other operating income	10,267,365	8,019,759	3,430,385	4,270,154	
Total operating income	936,411,379	936,411,379 914,016,979		434,969,962	
Salary and allowances	151,768,899	140,957,287	75,431,018	71,961,418	
Rent, taxes, insurance, electricity, etc.	23,949,266	20,678,463	12,296,137	10,714,238	
Legal & professional expenses	1,888,487	639,798	1,812,908	328,373	
Postage, stamp, telecomunication, etc.	3,981,569	3,164,492	2,059,848	2,087,738	
Stationery, printing, advertisements, etc.	7,412,134	5,028,218	3,779,370	803,473	
Managing director's salary and fees	5,530,000	5,530,000	3,100,000	3,100,000	
Directors' fees and expenses	400,605	279,817	251,029	157,432	
Auditors' fees	201,250	150,937	100,625	75,469	
Depreciation, repair & maintenance	19,347,000	15,391,386	10,152,984	7,989,216	
Other expenses	18,563,962	16,660,198	8,775,972	7,942,278	
Total operating expenses	233,043,173	208,480,596	117,759,892	105,159,635	
Profit before provisions	703,368,207	705,536,383	331,290,172	329,810,327	
Provision for					
Loans and advances	(138,191,888)	(86,356,207)	(7,052,893)	19,244,360	
Diminution in value of investment	(18,190,255)	(15,200,154)	(3,705,065)	(28,028,763)	
Total provisions	(156,382,143)	(101,556,361)	(10,757,958)	(8,784,403)	
Profit before tax	859,750,350	807,092,744	342,048,130	338,594,730	
Provision for tax					
Current	276,616,822	311,391,075	131,594,118	160,334,277	
Deferred	3,093,243	(2,362,547)	(529,386)	(1,177,303)	
	279,710,065	309,028,528	131,064,732	159,156,974	
Profit after tax	580,040,285	498,064,216	210,983,398	179,437,756	
Appropriation					
Statutory reserve	116,008,057	99,612,843	42,196,680	35,887,551	
Dividend on preference shares					
Total appropriations	116,008,057	99,612,843	42,196,680	35,887,551	
Retained surplus	464,032,228	398,451,373	168,786,718	143,550,205	
Earnings Per Share (Restated)	4.76	4.09	1.73	1.47	

## Cash Flow Statement (Unaudited) For the half year ended 30 June 2017

Particulars	Jan to Jun '17 Taka	Jan to Jun '16 Taka
Cash flows from operating activities		
Interest received	2,218,169,450	2,130,679,889
Interest paid	(1,399,397,149)	(1,457,225,264)
Dividend received	15,297,517	7,663,351
Fees and commission received	74,693,732	70,666,484
Paid to employees	(221,670,001)	(107,707,242)
Paid to suppliers and various operating expense	(65,733,998)	(50,226,395)
Income tax paid	(222,359,714)	(268,713,033)
Received from other operating activities	17,125,380	(1,949,520)
Cash generated/(utilized) from operating activities before		
changes in operating assets and liabilities	416,125,220	323,188,270
Increase/(decrease) in operating assets and liabilities		
Loans and advances to customers	(3,497,633,552)	(2,660,022,089
Purchase/sale of trading securities	(52,251,258)	29,874,269
Other assets	2,751,468	(16,804,372)
Loans and deposits from banks and other customers	3,259,173,149	1,461,378,207
Other liabilities	(30,514,080)	(34,585,589)
Cash generated/(utilized) from operating assets and liabilities	(318,474,273)	(1,220,159,574)
Net cash from operating activities	97,650,947	(896,971,304)
Cash flows from investing activities		
Other investments	10,000,000	(92,500,000)
Net proceeds/(payments) for sale/purchase of treasury bills	28,453	19,253
Purchase of fixed assets including land, building, furniture and equipments	(17,733,402)	(20,483,467)
Proceeds from disposal of fixed assets including land, building, furniture and equipments	2,579,496	85,302
Net cash used in investing activities	(5,125,453)	(112,878,912)
Cash flows from financing activities		
Payment of preference share dividend	-	
Cash dividend paid	(182,777,765)	(42,551,403
Payment for finance lease	-	
Net cash used in financing activities	(182,777,765)	(42,551,403)
Net increase/(decrease) in cash and cash equivalents	(90,252,271)	(1,052,401,619
Cash and cash equivalents (net off overdraft) at the beginning of the period	9,150,340,071	6,922,868,455
Cash and cash equivalents (net off overdraft)	3,130,340,071	0,322,008,433
at the end of the period	9,060,087,800	5,870,466,836

Head of Finance

#### Selected explanatory notes to the Financial Statements half year ended 30 June 2017

Reporting: The half yearly 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 six months period ended 31 December 2016 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 six months period ended 31 December 2016.

Earnings Per Share (EPS): Earnings per share has been calculated based on the number of shares outstanding as of 30 June 2017 and profit for the period from January to June 2017. The number of shares outstanding as of 30 June 2017 was 121,851,843. Earnings per share for the preceding period (January to June 2016) 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.

#### Statement of changes in equity (Unaudited)

For the half year ended 30 June 2017

Amount	In	Tal

**Company Secretary** 

							Amount in taka
Particulars		Paid up capital	Share premium	Statutory reserve	General & other reserves	Retained earnings	Total
Balance as on 1 Janu	uary 2017	1,218,518,430	55,000,000	1,035,283,149	1,058,040,000	224,571,098	3,591,412,677
Net profit (after tax)	for the period	-	-	-	-	580,040,285	580,040,285
Transferred to reserv	ve funds	-	-	116,008,057	-	(116,008,057)	-
Dividend		-	-	-	-	(182,777,765)	(182,777,765)
Balance as on 30 Jui	ne 2017	1,218,518,430	55,000,000	1,151,291,206	1,058,040,000	505,825,561	3,988,675,197
Balance as on 30 June 2016		1,160,493,750	55,000,000	969,121,267	1,008,040,000	416,096,377	3,608,751,394
Sd/-	Sd/-	Sd/-			Sd/-		Sd/-

Managing Director & CEO

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