



National Housing Finance and Investments Limited

Balance Sheet (Unaudited)

As at June 30, 2019

	Note	June 2019 Taka	December 2018 Taka
Property and Assets			
Cash:			
	4.00		
In hand (including foreign currencies)		139,327	77,732
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		226,280,602	194,421,756
		226,419,929	194,499,488
Balance with banks and other financial institutions:			
	5.00		
In Bangladesh		5,251,431,587	7,445,254,949
Outside Bangladesh		-	-
		5,251,431,587	7,445,254,949
Money at call and on short notice			
	6.00	-	-
Investments:			
	7.00		
Government		-	-
Others		122,635,478	129,891,081
		122,635,478	129,891,081
Loans and advances:			
	8.00		
Loans, cash credits, overdrafts etc.		13,180,518,811	12,363,967,591
Bills purchased and discounted		-	-
		13,180,518,811	12,363,967,591
Fixed assets including premises, furniture and fixtures			
	9.00	311,461,125	227,944,259
Other assets			
	10.00	625,101,984	619,296,271
Non-banking assets			
	11.00	-	-
Total Assets		19,717,568,913	20,980,853,639
Liabilities and capital			
Liabilities:			
Borrowing from other banks, financial			
	12.00	1,896,928,368	1,760,754,410
Deposits and other accounts:			
	13.00		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		4,750,000,000	8,180,000,000
Fixed deposits		9,776,955,290	7,956,881,144
Bearer certificate of deposits		-	-
Other deposits		11,743,161	12,117,263
		14,538,698,451	16,148,998,406
Other liabilities			
	14.00	1,468,066,697	1,296,869,976
Total Liabilities		17,903,693,516	19,206,622,793
Capital/Shareholders' equity:			
	15.02	1,170,312,000	1,063,920,000
Paid up capital			
Statutory reserve	16.00	495,746,528	466,539,218
Retained earnings	17.00	147,816,869	243,771,628
Total Shareholders' equity		1,813,875,397	1,774,230,847
Total liabilities and Shareholders' equity		19,717,568,913	20,980,853,639



National Housing Finance and Investments Limited

Note	June 2019 Taka	December 2018 Taka
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Off-Balance Sheet Items

Contingent Liabilities:

Acceptances and endorsements
Letters of guarantee
Irrevocable letters of credit
Bills for collection
Other contingent liabilities

-	-
-	-
-	-
-	-
-	-
-	-

Other Commitments:

Documentary credits and short term trade related transactions
Forward assets purchased and forward deposits placed
Undrawn note issuance and revolving underwriting facilities
Un-disbursed contracted loans and leases 41.a
Undrawn formal standby facilities, credit lines and other

-	-
-	-
-	-
663,136,296	1,303,262,879
-	-

Total Off-Balance Sheet Items including contingent liabilities

663,136,296 **1,303,262,879**

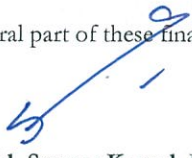
Net Asset Value (NAV) per share **42.00**

663,136,296 **1,303,262,879**

15.50 **15.16**


The accompanying notes form an integral part of these financial statements


(Sayed Ahmed, FCMA)
Chief Financial Officer


(Md. Sarwar Kamal, FCS)
Company Secretary


(Md. Khalilur Rahman)
Managing Director


(Md. Kabir Reza, FCMA)
Director


(Latifur Rahman)
Chairman



National Housing Finance and Investments Limited

Profit and Loss Account
For the half year ended June 30, 2019
Unaudited

	Note	January 01 to June 30, 2019	January 01 to June 30, 2018	April 01 to June 30, 2019	April 01 to June 30, 2018
Interest Income	19.00	997,985,859	936,728,910	535,049,475	512,525,720
Interest paid on deposits, borrowings etc.	20.00	735,216,628	616,376,655	365,450,614	332,926,636
Net interest income		262,769,231	320,352,255	169,598,861	179,599,083
Income from investment	21.00	1,722,915	4,119,293	520,051	2,466,712
Commission, exchange and brokerage	22.00	5,000	54,000	3,000	2,000
Other operating income	23.00	9,672,071	15,159,877	3,448,390	5,712,112
		11,399,986	19,333,170	3,971,441	8,180,824
Total operating income (A)		274,169,217	339,685,425	173,570,302	187,779,907
Salaries and allowances	24.02	61,510,978	40,472,937	31,057,554	23,022,671
Rent, taxes, insurance, electricity etc.	24.03	5,508,809	4,619,249	2,993,707	2,206,338
Legal expenses	24.04	2,136,790	1,720,068	633,252	300,700
Postage, stamps, telecommunication etc.	25.00	709,043	2,226,627	422,954	1,100,706
Stationery, printing, advertisement etc.	26.00	4,915,480	13,144,655	2,665,112	11,525,788
Managing Director's salary & fees	27.00	3,300,000	2,853,822	1,800,000	1,500,000
Directors' fees and expenses	24.01	570,400	1,085,600	312,800	542,800
Auditors' fees	28.00	-	-	-	-
Charges on loan losses		-	-	-	-
Depreciation on and repairs to institution's assets	29.00	7,057,313	5,042,106	4,410,921	2,571,271
Other expenses	30.00	6,847,483	7,293,967	3,251,892	3,653,929
Total operating expenses (B)		92,556,296	78,459,031	47,548,192	46,424,203
Profit before provisions (C=A-B)		181,612,921	261,226,394	126,022,110	141,355,704
Provisions for					
Loans, advances and leases	31.00	(29,433,733)	37,727,964	95,688	21,367,847
Diminution in value of investments	31.01	732,364	12,633,675	1,142,373	3,545,816
Others	31.02	-	(29,379)	-	(16,154)
Total provisions (D)		(28,701,369)	50,332,260	1,238,061	24,897,509
Total profit before taxation (E=C-D)		210,314,290	210,894,134	124,784,049	116,458,195
Provisions for taxation (F)					
Current	14.08	(63,819,202)	(93,136,150)	(40,749,217)	(49,465,117)
Deferred	10.03(a)	(458,538)	-	588,239	-
		(64,277,740)	(93,136,150)	(40,160,977)	(49,465,117)
Net profit after taxation (E-F)		146,036,550	117,757,984	84,623,072	66,993,078
Appropriations:					
Statutory reserve	16.00	29,207,310	23,551,597	16,924,614	13,398,616
General reserve		-	-	-	-
Proposed dividend		-	-	-	-
		29,207,310	23,551,597	16,924,614	13,398,616
Retained surplus		116,829,240	94,206,387	67,698,457	53,594,462
Earnings per share (Restated)	32.00	1.25	1.01	0.72	0.57

The accompanying notes form an integral part of these financial statements


(Sayed Ahmed, FCMA)
Chief Financial Officer


(Md. Kabir Reza, FCMA)
Director


(Md. Sarwar Kamal, FCS)
Company Secretary


(Md. Khalilur Rahman)
Managing Director


(Latifur Rahman)
Chairman

Statement of Changes in Equity


For the half year ended June 30, 2019

Figures in Taka

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at June 30, 2018:	1,063,920,000	434,936,515	-	117,360,816	1,616,217,331
Balance as at January 01, 2019	1,063,920,000	466,539,218	-	243,771,628	1,774,230,847
Changes in accounting policy	-	-	-	-	-
Restated balance	1,063,920,000	466,539,218	-	243,771,628	1,774,230,847
Surplus/deficit on account of revaluation of properties	-	-	-	-	-
Surplus/deficit on account of revaluation of Investments	-	-	-	-	-
Currency transaction differences	-	-	-	-	-
Net gain/loss not recognized in the income statement	-	-	-	-	-
Net profit for the year	-	-	-	146,036,550	146,036,550
Dividends	-	-	-	(106,392,000)	(106,392,000)
Issue of Bonus share	106,392,000	-	-	(106,392,000)	-
Transfer to statutory reserve	-	29,207,310	-	(29,207,310)	-
Balance as at June 30, 2019	1,170,312,000	495,746,528	-	147,816,869	1,813,875,397

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


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Director


(Latifur Rahman)
Chairman



National Housing Finance and Investments Limited

Cash Flow Statement
For the half year ended June 30, 2019

	June 30, 2019 Taka	June 30, 2018 Taka
A. Cash flows from operating activities		
Interest receipts in cash	1,019,982,479	802,274,318
Interest payments	(675,301,005)	(451,879,142)
Dividend receipts	937,510	2,452,103
Fees and commissions receipts in cash	5,000	54,000
Recoveries on loans previously written off	-	-
Cash payments to employees	(69,786,772)	(50,476,937)
Cash payments to suppliers	(5,759,239)	(15,592,415)
Income taxes paid	(114,326,116)	(117,369,613)
Receipts from other operating activities	10,457,476	16,827,067
Payments for other operating activities	(15,350,982)	(12,866,838)
Cash generated from operating activities before changes in operating assets and liabilities	150,858,351	173,422,543
Increase/(decrease) in operating assets and liabilities:		
Statutory deposits	-	-
Purchase/sale of trading securities	-	-
Loans, advances and leases to the client	(816,551,220)	(1,481,896,602)
Other assets	126,731,258	(17,744,886)
Term deposits	(1,609,925,854)	3,676,706,907
Other deposits	(374,102)	(87,222)
Trading liabilities	-	-
Other liabilities	40,760,546	30,321,766
	(2,259,359,371)	2,207,299,962
Net cash flow from operating activities	(2,108,501,020)	2,380,722,505
B. Cash flows from investing activities		
Proceeds from sale of securities	7,255,604	4,976,926
Payments for purchase of securities	-	-
Purchase /sale of property, plant & equipment	(90,439,463)	(268,082)
Purchase /sale of subsidiary	-	-
Net cash from investing activities	(83,183,859)	4,708,844
C. Cash flows from financing activities		
Receipts from issue of loan capital & debt securities	-	-
Payments for redemption of loan capital & debt securities	-	-
Receipt from ordinary shares	-	-
Loan from banks	136,173,958	63,223,680
Dividend paid	(106,392,000)	(202,144,800)
Net cash from financing activities	29,781,958	(138,921,120)
D. Net increase/(decrease) in cash	(2,161,902,922)	2,246,510,229
E. Effects of exchange rate changes on cash and cash equivalent	-	-
F. Cash and cash equivalent at beginning of the year	7,639,754,437	5,026,857,721
G. Cash and cash equivalent at end of the period	5,477,851,515	7,273,367,950
Cash and cash equivalent at end of the period		
Cash in hand (including foreign currencies)	139,327	70,768
Balance with Bangladesh Bank and its agent bank(s) (including foreign)	226,280,602	188,008,630
Balance with banks and other financial institutions	5,251,431,587	7,085,288,552
Money at call and on short notice	-	-
	5,477,851,515	7,273,367,950
Net Operating Cash Flow Per Share (NOCFPS) (Note-43.00)	(18.02)	20.34

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


(Sayed Ahmed, FCMA)
Chief Financial Officer


(Md. Sarwar Kamal, FCS)
Company Secretary


(Md. Khairur Rahman)
Managing Director


(Md. Kabir Reza, FCMA)
Director


(Latifur Rahman)
Chairman

National Housing Finance and Investments Limited

Continuation Sheet

Notes to the Financial Statements (Un-audited) For the period ended June 30, 2019

- 1.00 Reporting Entity**
- 1.01 Legal status and nature of the company**
National Housing Finance and Investments Limited (NHFIL) was incorporated on August 18, 1998 as a public limited company under the Companies Act 1994, obtaining license from Bangladesh Bank under the Financial Institutions Act 1993 on December 29, 1998. The main objectives of the Company are to carry on the business of financing the acquisition, construction, development and purchase of houses, plots, apartments, real estates, commercial spaces, etc.
The Company has obtained permission from Bangladesh Bank on June 03, 2003 to enter into lease finance operation keeping housing finance as its core business. The Company extends lease finance for all types of industrial, manufacturing and service equipments including vehicles to individual companies and corporate houses.
- 1.02 Principal Activities of NHFIL**
The Company provides loan to the extent of 70.00% of the total purchase price of houses, plots and apartments under usual repayable terms varying from 5 years to 20 years. The properties for which loans are disbursed are kept under registered / equitable mortgage as security. In addition to this NHFIL also involves with other activities such as accepting deposits, SME, lease financing, project financing etc.
- 1.03 Basis of Reporting**
This 2nd quarter financial report has been prepared based on Bangladesh Accounting Standard (BAS)-34 "Interim Financial Reporting".
These interim financial statements should be read in conjunction with the published financial statements for the year ended December 31, 2018, as they provide an update to previously reported information.
- 1.04 Accounting policies and method of computations**
Accounting policies and method of computations followed in preparing these financial statements are consistent with those used in the annual financial statements, prepared and published for the year ended December 31, 2018.
- 1.05 Post Balance Sheet Events**
All materials events occurring after the balance sheet date have been considered and where necessary, adjusted for or disclosed in note no. 48 of these financial statements.
- 2.00 Earnings Per Share (EPS)**
Earnings Per Share has been calculated based on number of shares outstanding for the period ended June 30, 2019 and profit for the same period. The number of shares outstanding for the period was 117.03 million. Earnings per shares for the preceding 2nd quarter of 2018 has also been calculated based on 117.03 million shares.
- 3.00 Rounding off and rearrangement of figures**
Figures have been rounded off to the nearest Taka and 2018 figures have been reclassified/rearranged, where necessary, to conform to current period presentation.
- 4.00 Significant Deviation in Net Operating Cash Flow per Share (NOCFPS)**
Decrease in cash inflow from operating activities during half year ended 2019 was due to decrease in cash inflow from Loans and deposits from banks and other customers. Cash inflow from Loans and deposits from banks and other customers decreased Taka 232.18 million in half year ended 2019 over half year ended 2018. As a result, net operating cash flow per share at the end of 30 June, 2019 is Taka (18.02) as against Taka 20.34 at the end of 30 June, 2018.

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National Housing Finance and Investments Limited

Continuation Sheet

		June 30, 2019 Taka	December 31, 2018 Taka
4.00	Cash		
	Cash in hand:		
	Local currency	139,327	77,732
	Foreign currencies	-	-
		139,327	77,732
	Balance with Bangladesh Bank and its agent Bank:		
	Local currency	226,280,602	194,421,756
	Foreign currencies	-	-
		226,280,602	194,421,756
		226,419,929	194,499,488
4.01	Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)		
	Cash Reserve Requirement and Statutory Liquidity Reserve have been calculated and maintained in accordance with Financial Institutions Act, 1993 & Financial Institutions Regulations, 1994, FID Circular No. 06, dated 06 November 2003, FID Circular No. 02 dated 10 November 2004 and DFIM Circular Letter No. 01, dated 12 January 2017		
	Cash Reserve Requirement (CRR) has been calculated at the rate of 2.5% on 'Total Term Deposits' which is preserved in current account maintained with Bangladesh Bank. 'Total Term Deposit' means Term or Fixed Deposit, Security Deposit against Lease/Loan and other Term Deposits, received from individuals and institutions (except Banks & Financial Institutions) and Statutory Liquidity Reserve (SLR) has been calculated at the rate of 5.0% on total liabilities, including CRR of 2.5% on Total Term Deposit. SLR is maintained in liquid assets in the form of cash in hand (notes & coin in Taka), balance with Bangladesh Bank and other Banks and Financial Institutions, unencumbered treasury bill, bond and any other assets approved by Government gazette or by Bangladesh Bank. Details of CRR & SLR maintained by the company are shown in the note: 4.01.01 & 4.01.02.		
4.01.01	Cash Reserve Requirement (CRR)		
	Required reserve	220,314,848	191,196,637
	Actual reserve held	226,280,602	194,421,756
	Surplus/(deficit)	5,965,754	3,225,119
4.01.02	Statutory Liquidity Reserve (SLR)		
	Required reserve	515,124,504	444,777,626
	Actual reserve held	4,351,876,504	6,864,382,937
	Surplus/(deficit)	3,836,752,000	6,419,605,311
5.00	Balance with banks and other financial institutions		
5.01	In Bangladesh		
	On current accounts (note: 5.01.01)	12,184,021	9,132,078
	On Short Term Deposit (STD) Accounts (note: 5.01.02)	205,791,315	246,334,756
	On Fixed Deposit Account (note: 5.01.03)	5,033,456,250	7,189,788,115
		5,251,431,587	7,445,254,949
	Outside Bangladesh	-	-
		5,251,431,587	7,445,254,949
5.01.01	On Current Accounts		
	AB Bank Limited	181,050	184,465
	Agrani Bank Limited	422,114	1,816,025
	Bank Asia Limited	5,530,915	3,127,936
	Janata Bank Limited	3,845	3,845
	EXIM Bank Limited	600,819	182,619
	National Bank Limited	5,235,750	3,407,568
	Woori Bank Limited	1,950	4,475
	Trust Bank Limited	13,210	13,210
	Mercantile Bank Limited	194,368	391,934
	The City Bank Limited	-	-
		12,184,021	9,132,078

National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	December 31, 2018 Taka
5.01.02 On Short Term Deposit (STD) Accounts		
Islami Bank Bangladesh Limited	11,814,801	1,149,717
AB Bank Limited	15,487	12,072
Commercial Bank of Ceylon PLC	14,073,146	12,290,991
Dutch Bangla Bank Limited	3,307,168	2,376,338
Bank Asia Limited	13,387,936	15,654,759
Mutual Trust Bank Limited	2,598,931	4,883,520.50
Eastern Bank Limited	82,466,249	51,904,614
Exim Bank Limited	1,734,255	8,389
Jamuna Bank Limited	47,876,596	33,746,937
National Bank Limited	440,105	14,336,383
One Bank Limited	3,237,110	2,204,520
Prime Bank Limited	1,353,025	1,016,730
Premier Bank Limited	1,192,186	1,961,608
Pubali Bank Limited	2,368,298	90,018,991
Shahjalal Islami Bank Limited	753,856	387,456
Social Islami Bank Limited	100,000	-
Standard Bank Limited	200,000	-
Sonali Bank Limited	295,145	6,592
SBAC Bank Limited	47,649	47,649
Southeast Bank Limited	7,720,576	7,644,247
Trust Bank Limited	401,227	3,665,651
Dhaka Bank Limited	2,505,000	-
Bank Alfalah Limited	56,768	97,043
Mercantile Bank Limited	7,845,801	2,920,549
	205,791,315	246,334,756
5.01.03 On Fixed Deposit Account		
Dhaka Bank Limited	3,000,000,000	4,000,000,000
Exim Bank Limited	400,000,000	200,000,000
Jamuna Bank Limited	500,000,000	1,600,000,000
National Bank Limited	-	102,188,115
Fareast Finance Limited	24,000,000	31,300,000
Industrial and Infrastructure Development Finance Company Limited	-	50,000,000
Islamic Finance and Investment Limited	-	100,000,000
International Leasing and Financial Services Limited	145,400,000	147,500,000
IPDC Finance Limited	-	300,000,000
One Bank Limited	200,000,000	-
Premier leasing & Finance Limited	61,000,000	65,800,000
SBAC Bank Limited	450,000,000	300,000,000
Union Capital Limited	-	50,000,000
GSP Finance (BD) Limited	28,000,000	-
MIDAS Financing Limited	104,700,000	100,000,000
Prime Finance & Investment Limited	-	23,000,000
Lankabangla Finance Limited	105,356,250	100,000,000
Padma Bank Limited	15,000,000	20,000,000
	5,033,456,250	7,189,788,115
6.00 Money at call and on short notice With Banking Companies		
	-	-
	-	-
7.00 Investments		
Government securities	-	-
Other investments (note: 7.01)	122,635,478	129,891,081
	122,635,478	129,891,081

National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	December 31, 2018 Taka
7.01 Other Investments		
Preference Shares	10,000,000	20,000,000
Ordinary Shares (note: 7.01.01)	112,635,478	109,891,081
	122,635,478	129,891,081

7.01.01 Investment in ordinary shares

Name of Company	Cost Price	Number of Shares	Cost Value	Market Price	Market Value as on 30.06.2019	Provision for diminution in value of share
ACI Formulations Limited	182.96	175,960	32,193,213	152.40	26,816,304	5,376,909
The ACME Laboratories Limited	106.92	75,000	8,019,200	77.00	5,775,000	2,244,200
Genex Infosys Limited	10.00	2,618	26,180	55.90	146,346	(120,166)
Lankabangla Finance limited	27.95	445,552	12,452,995	21.10	9,401,147	3,051,848
Runner Automobiles Limited	75.00	7,206	540,450	96.30	693,938	(153,488)
IDLC Finance Limited	74.16	399,000	29,589,267	60.30	24,059,700	5,529,567
Advent Pharma Limited	39.09	20,000	781,727	33.70	674,000	107,727
Titas Gas Limited	49.64	350,000	17,374,642	39.80	13,930,000	3,444,642
Coppertech Industries Limited	10.00	9,483	94,830	10.00	94,830	-
Silco Pharmaceuticals Limited	10.00	7,294	72,940	24.60	179,432	(106,492)
SS Steel Limited	10.00	3,373	33,730	26.80	90,396	(56,666)
New Line Clothings Limited	10.00	7,513	75,130	24.00	180,312	(105,182)
Sea Pearl Beach Resort & Spa Limited	10.00	7,459	74,590	10.00	74,590	-
Golden Harvest Agro Industries Limited	39.08	50,000	1,953,757	33.70	1,685,000	268,757
Lafarge Holcim Bangladesh Limited	64.50	145,000	9,352,827	39.70	5,756,500	3,596,327
Total			112,635,478		89,557,496	23,077,982
Opening Balance					22,345,618	8,344,266
Charge / (recovery) during the year					732,364	14,001,352
Balance as on June 30, 2019					23,077,982	22,345,618

8.00 Loans and advances

Mortgage loans	12,071,561,862	11,088,647,799
Lease finance	84,492,757	87,281,758
Term loans	254,292,901	328,502,891
Small & Medium Enterprises Loan	715,191,428	746,387,271
Loan Against Fixed Deposits	33,300,566	59,718,417
Staff loan (note: 8.01)	21,679,296	53,429,455
	13,180,518,811	12,363,967,591

8.01 Staff Loan

Personal loan	19,296,037	51,319,654
Car loan	2,383,259	2,109,801
	21,679,296	53,429,455

8.02 Details of Large Loan

As at 30th June 2019 there was no client with whom amount of outstanding and classified loans, advances and leases exceeded 15.00% of the total capital of the Company.

8.03 The directors of the Company have not taken any loan from National Housing during the year or there is no outstanding loan balances with any directors of the company.

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National Housing Finance and Investments Limited

Continuation Sheet

9.00 Fixed assets including premises, furniture and fixtures for 2019

	June 30, 2019 Taka	December 31, 2018 Taka
Cost		
Opening balance	297,672,217	295,539,107
Add: Addition during the year	90,439,463	4,316,876
	388,111,680	299,855,983
Less: Disposed during the year	-	(2,183,766)
Balance as on 30.06.2019	388,111,680	297,672,217
Less: Accumulated depreciation (9.01)	(76,650,555)	(69,727,958)
Written down value as on 30.06.2019	311,461,125	227,944,259

9.01 Accumulated depreciation

Opening balance	69,727,958	61,377,920
Add: Depreciation charged during the year	6,922,597	10,361,159
	76,650,555	71,739,079
Less: Adjustment during the year	-	(2,011,121)
Balance as on 30.06.2019	76,650,555	69,727,958

For details please refer to Annexure - A

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National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	December 31, 2018 Taka
10.00 Other assets		
Income Generating Other Assets:	-	-
Non-income Generating Other Assets:		
Advance against fixed assets	13,236,524	94,690,027
Security deposits	154,460	154,460
Advance income tax (note: 10.01)	446,686,520	332,360,403
Advance against branch office	120,984	2,207
Advance against office rent	1,443,500	1,838,500
Stamp & Security Paper	508,400	619,020
Deferred tax assets (note: 10.03)	1,728,842	2,187,380
Other receivables (note: 10.02)	161,222,754	187,444,273
	625,101,984	619,296,271
10.01 Advance Income Tax		
Balance as at 1st January	332,360,403	326,304,486
<i>Add:</i> Advance tax for the year:		
Tax paid during the year	85,737,500	141,990,496
Tax deducted at source	28,588,616	46,566,365
<i>Less:</i> Adjusted against tax provision	-	(182,500,944)
	114,326,116	6,055,917
Balance as at 30th June	446,686,520	332,360,403
10.02 Other Receivables		
Cheque dishonored charges	372,268	400,782
Accounts receivable	308,940	5,907,284
Interest on bank deposits	140,727,523	162,724,144
Receivable from Dhaka Stock Exchange Ltd.	569,070	1,754,565
Receivable from Multi Securities	6,670	6,670
Receivable from ETBL Securities	442,021	637,255
Receivable from UFT Co. Ltd	28,280	142,032
Legal charges receivable	16,044,460	14,146,172
Others	2,723,523	1,725,370
	161,222,754	187,444,273
10.03 Deferred tax assets		
Balance as at 1st January	2,187,380	3,021,365
Add: Addition during the year	(458,538)	(833,985)
	1,728,842	2,187,380
10.03(a) Calculation of deferred tax		
Carrying amount of Fixed Assets (excluding land)	6,922,597	10,361,159
Tax base value of Fixed Assets	11,532,842	16,194,172
Deductible temporary difference	4,610,245	5,833,013
Applicable tax rate	37.50%	37.50%
Deferred tax assets on fixed assets	1,728,842	2,187,380
Deferred tax assets/(liability) at the beginning of year	2,187,380	3,021,365
Deferred tax income/(Expenses)	(458,538)	(833,985)
11.00 Non-banking assets	-	-

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National Housing Finance and Investments Limited

Continuation Sheet

		June 30, 2019	December 31, 2018
		Taka	Taka
12.00	Borrowing from banks, other financial institutions and agents		
	Secured		
	In Bangladesh:		
	Secured Overdraft		
	Banking companies:		
	Eastern Bank Limited	76,745,590	-
	Mercantile Bank Limited	89,699	3,799,949
	SBAC Bank Limited	290,000,000	400,000,000
	Standard Bank Limited	280,000,000	-
	Lankan Alliance Finance Limited	40,000,000	-
	Pubali Bank Limited	70,603,116	249,711,337
	Agrani Bank Limited	42,568,621	-
		800,007,026	653,511,286
	Non-banking financial institution	-	-
		800,007,026	653,511,286
	Outside Bangladesh	-	-
	Sub-total:	800,007,026	653,511,286
	Term Loan :		
	Banking companies:		
	SBAC Bank Limited	-	-
	Eastern Bank Limited	269,750,000	79,050,000
	Woori Bank Ltd.	162,000,000	162,000,000
		431,750,000	241,050,000
	Non-banking financial institution	-	-
		431,750,000	241,050,000
	Outside Bangladesh	-	-
	Sub-total:	431,750,000	241,050,000
	Bangladesh Bank Loan:		
	SME loan	231,137,553	307,457,258
	HML Refinance Scheme	224,033,789	238,735,867
	Sub-total:	455,171,342	546,193,125
	Un-secured		
	Money at call and on short notice:		
	Banking companies:		
	Sonali Bank Limited	160,000,000	170,000,000
	Agrani Bank Limited	-	-
	United Commercial Bank Limited	50,000,000	40,000,000
	Janata Bank Limited	-	110,000,000
		210,000,000	320,000,000
	Non-banking financial institution	-	-
		210,000,000	320,000,000
	Outside Bangladesh	-	-
	Sub-total:	210,000,000	320,000,000
	Total:	1,896,928,368	1,760,754,410
13.00	Deposits and other accounts		
	Bank Term deposits	4,750,000,000	8,180,000,000
	Customer deposits	9,776,955,290	7,956,881,144
	Other deposits (note: 13.01)	11,743,161	12,117,263
		14,538,698,451	16,148,998,406
13.01	Other Deposits		
	Home mortgage loan deposit	730,354	730,354
	Margin deposit	2,159,760	2,230,390
	Refundable share money deposit	6,210,394	6,210,394
	Lease deposit	2,642,653	2,946,125
		11,743,161	12,117,263

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National Housing Finance and Investments Limited

Continuation Sheet
December 31, 2018

		June 30, 2019 Taka	December 31, 2018 Taka
14.00	Other liabilities		
	Provision for loans, advances ,investments and others(note: 14.01 to 14.04)	241,380,918	229,703,774
	Interest suspense (note: 14.05)	175,165,401	132,018,149
	Provision for gratuity (note: 14.06)	-	-
	Withholding tax payable	1,523,847	23,647
	VAT & Excise duty payable	81,250	164,171
	Provision for current tax (note: 14.07)	484,156,212	420,337,010
	Interest payable	540,625,164	480,709,542
	Accrued expenses (note: 14.09)	-	287,500
	Unclaimed dividend	16,376,252	14,290,267
	Accounts Payable	176,385	5,152,179
	Sundry deposit	8,581,267	14,183,737
	Sundry liabilities	-	-
		1,468,066,697	1,296,869,976
14.01	Specific Provision on Loans, Advances		
	Balance as at 1st January	84,521,396	94,107,101
	<i>Less:</i> Fully provided debt written off	-	(38,781,723)
	Provision after written off	84,521,396	55,325,378
	<i>Add:</i> Provision made during the year	21,814,460	195,722,810
	<i>Less:</i> Provision recovered	(15,100,764)	(167,533,920)
	Net charge in the profit & loss account	6,713,696	28,188,890
	<i>Add:</i> Recoveries of amounts previously written off	-	1,007,128
	<i>Less:</i> Written off of provision no longer required	-	-
	Provisions held at 30th June	91,235,092	84,521,396
14.02	General Provision on Loans, Advances and Leases		
	Balance as at 1st January	110,765,355	91,292,214
	<i>Add:</i> Provision made during the year	4,563,680	36,581,046
	<i>Less:</i> Provision recovered	(332,596)	(17,107,905)
	Net charge in the profit & loss account	4,231,084	19,473,141
	Balance as at 30th June	114,996,439	110,765,355

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National Housing Finance and Investments Limited

Continuation Sheet

		June 30, 2019	December 31, 2018
		Taka	Taka
14.03	Provision on investments in share		
	Balance as at 1st January	22,345,618	8,344,266
	<i>Add:</i> Provision made during the year	732,364	20,416,991
	<i>Less:</i> Provision recovered	-	(6,415,639)
	Net charge in the profit & loss account	732,364	14,001,352
	Balance as at 30th June	23,077,982	22,345,618
14.04	Provision on others		
	Balance as at 1st January	12,071,405	7,718,315
	<i>Add:</i> Provision made during the year	165,000	4,677,515
	<i>Less:</i> Provision recovered	(165,000)	(185,090)
	Net charge in the profit & loss account	-	4,492,425
		12,071,405	12,210,740
	<i>Less:</i> Fully provided debt written off	-	(139,335)
	Provisions held at 30th June	12,071,405	12,071,405
14.05	Interest Suspense Account		
	Balance as at 1st January	132,018,149	110,550,694
	<i>Add:</i> Interest suspense charged during the year	44,741,578	232,089,157
	<i>Less:</i> Interest suspense realized during the year	(1,594,326)	(207,250,063)
	Net charge in the profit & loss account	43,147,252	24,839,094
		175,165,401	135,389,788
	<i>Less:</i> Interest written off	-	(3,371,639)
	Balance as at 30th June	175,165,401	132,018,149
	Write-off of Loans/Leases		
	As per FID Circular no. 03 dated 15th March 2007 of Bangladesh Bank a financial institution should write-off its loans/leases to clean-up its financial statements subject to fulfillment of the criteria. As per Bangladesh Bank guidelines, National Housing Finance and Investments Limited has written-off its loans/leases as under: (Figures in Taka)		
	Balance at 1st January	340,832,785	298,540,088
	Net loans/leases written-off during the year	-	42,292,697
	No. of agreements written-off	20	20
	No. of clients written-off	17	17
	Interest suspense against written-off loans/leases	-	(3,371,639)
	Provision adjusted against written-off loans/leases	-	(38,921,058)
	Recovery of loans/leases write-off loans/leases	-	-
	Balance of loans/leases written-off at 30th June 2019	340,832,785	340,832,785
14.06	Provision for Gratuity		
	Balance as at 1st January	-	3,903,586
	<i>Add:</i> Provision made during the year	100,800	9,514,094
	<i>Less:</i> Payment made during the year	(100,800)	(13,417,680)
	<i>Less:</i> Provision written back during the year	-	-
	Balance as at 30th June	-	-
14.07	Provision for Current Tax		
	Balance as on 1st January	420,337,010	431,849,906
	<i>Add:</i> Provision made during the year	63,819,202	170,988,048
	<i>Add:</i> Short provision for the year	-	-
	<i>Less:</i> Adjustment of advance tax	-	(182,500,944)
	Balance as at 30th June	484,156,212	420,337,010
14.08	Provision for taxation Net Charged for in the Profit & Loss Account		
	Current tax (note: 14.07)	63,819,202	93,136,150
	<i>Add/ (less):</i> Deferred tax	-	-
		63,819,202	93,136,150

Provisions for current tax has been made on the basis of the profit for the year as adjusted for taxation purposes in accordance with the provisions of Income Tax Ordinance, 1984 and amendments made thereto. The current tax rate for the Company is 37.50% on taxable income.

National Housing Finance and Investments Limited

Continuation Sheet

		June 30, 2019	December 31, 2018
		Taka	Taka
14.09	Accrued Expenses		
	Promotion and publicity	-	-
	Audit fees	-	287,500
	Sundry creditors	-	-
		-	287,500
15.00	Share Capital		
15.01	Authorized Capital:		
	200,000,000 ordinary shares of Tk.10 each	2,000,000,000	2,000,000,000
15.02	Issued, Subscribed and fully Paid-up Capital:		
	117,031,200 ordinary shares of Tk.10 each	1,170,312,000	1,063,920,000
	% of holding:	% of holding	% of holding
	Sponsors	70.13%	70.13%
	General public	29.87%	29.87%
		100.00%	100.00%
	Number of holding:		
	Sponsors	82,068,521	74,607,751
	General public	34,956,679	31,784,249
		117,025,200	106,392,000
15.03	Capital Requirement		
	As per the Section 4(GHA) of the Financial Institutions Rule, 1994 and subsequently updated vide DFIM circular no. 05 dated July 24, 2011 of Bangladesh Bank, an NBFIs requires to have Tk.100 crore as its minimum capital which shall be deemed to be adequate capital. When the core capital equals or exceeds its minimum capital then the capital shall be treated as adequate capital of NBFIs. Core capital consists of paid-up capital, retained earnings, statutory reserve and balance of current year's profit but in case of total capital it includes core capital plus general provision on good loans/leases. Status of the capital has given below:		
	Core capital (paid-up capital, retained earnings & statutory reserve etc.)	1,813,875,397	1,774,230,847
	<i>Less:</i> Required minimum capital	(1,000,000,000)	(1,000,000,000)
	Surplus over minimum required capital	813,875,397	774,230,847
	Core capital (paid-up capital, retained earnings & statutory reserve etc.)	1,813,875,397	1,774,230,847
	<i>Add:</i> Provision on good loan/leases	114,996,439	110,765,355
	Total capital	1,928,871,836	1,884,996,202
	<i>Less:</i> Required minimum capital	(1,000,000,000)	(1,000,000,000)
		928,871,836	884,996,202
16.00	Statutory reserve		
	Balance as at 1st January	466,539,218	411,384,918
	Reserve made during the year	29,207,310	55,154,300
	Balance as at 30th June	495,746,528	466,539,218

In compliance with the clause no 6 of Financial Institutions Regulations, 1994, Financial Institution is required to transfer at least 20% of its profit after tax and before appropriation of dividend in a particular year, if the financial institution's sum of Share Premium Account (if any) and Statutory Reserves is less than the paid up capital of that financial institution. Accordingly, 20% of current year's profit after tax has been transferred to Statutory Reserves Account. Statutory reserve has been created at the rate of 20.00% of the net profit of Tk. 146,036,550 as per Bangladesh Bank's guidelines.

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National Housing Finance and Investments Limited

Continuation Sheet

		June 30, 2019	December 31, 2018
		Taka	Taka
17.00	Retained earnings		
	Balance as at 1st January	243,771,628	225,299,229
	<i>Add:</i> Net profit after tax for the year	146,036,550	275,771,500
		389,808,179	501,070,728
	<i>Less:</i> Allocations:		
	Transferred to statutory reserve	(29,207,310)	(55,154,300)
	Issue of Bonus Share	(106,392,000)	-
	Dividend	(106,392,000)	(202,144,800)
		(241,991,310)	(257,299,100)
	Balance as at 30th June	147,816,869	243,771,628

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National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	June 30, 2018 Taka
18.00	Income statement	
	Income:	
	997,985,859	936,728,910
Interest, discount and other similar income (note: 19.00)	937,510	2,452,103
Dividend income (note: 21.00)	5,000	54,000
Fees, commission & brokerage (note: 22.00)	785,405	1,667,190
Gains less losses arising from investment in securities (note: 21.00)	9,672,071	15,159,877
Other operating income (note: 23.00)	1,009,385,845	956,062,080
	Expenses:	
Interest on borrowing, fees and commission (note: 20.00)	735,216,628	616,376,655
Losses on loan, advances and leases (note: 31.00)	(29,433,733)	37,727,964
Administrative expenses	78,651,500	66,122,958
Other operating expenses (note: 30.00)	6,847,483	7,293,967
Depreciation on banking assets (note: 29.00)	7,057,313	5,042,106
	798,339,191	732,563,650
	211,046,654	223,498,430
19.00	Interest income	
	Interest on mortgage loan:	
Home mortgage loan	559,731,666	531,415,163
Commercial mortgage loan	70,751,458	51,406,715
Project mortgage loan	21,802,620	17,956,605
	652,285,744	600,778,483
<i>Less:</i> Interest suspense	-	(19,007,455)
	652,285,744	581,771,028
	Interest on lease finance:	
Industrial equipment	2,496,047	1,836,272
Vehicles	260,530	540,473
Delinquent interest	1,897,639	1,563,045
Interest on term finance	57,994,238	63,884,279
	62,648,454	67,824,069
<i>Less:</i> Interest suspense	-	(6,072,964)
	62,648,454	61,751,105
Interest on fixed deposits	256,467,214	270,700,594
Interest on short term deposit	23,133,535	18,994,360
Interest on loan against FDR	2,422,735	2,606,117
Interest on staff loan	1,028,178	905,706
	997,985,859	936,728,910
20.00	Interest paid on deposits, borrowings etc.	
Call money interest	6,551,388	10,685,555
Secured overdraft interest	6,475,598	14,011,424
Term deposit interest	277,862,635	254,909,033
Term loan interest	27,746,988	21,036,537
Customer Deposit Int. - Kotipoti Scheme	142,123	47,850
Customer Deposit Int. - Education Pension Scheme	1,622	-
Customer Deposit Int. - Housing Deposit Scheme	23,940	3,244
Customer Deposit Int. - Mohila Savings Scheme	43,944	4,398
Customer Deposit Int. - Money Multiplier Scheme	1,289,096	318,418
Customer deposit interest - Term Deposit	371,184,089	260,079,357
Customer deposit interest - Income Account	11,451,733	16,867,113
Customer deposit interest - Double Money Account	12,383,342	11,272,810
Customer deposit interest - Triple Money Account	3,230,844	2,782,756
Customer deposit interest-MSS	1,867,610	1,296,452
Customer deposit interest-MLNR	2,975,146	2,524,451
HML refinance interest	4,787,923	6,756,066
SME loan interest	7,198,607	13,781,190
	735,216,628	616,376,655

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National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	June 30, 2018 Taka
21.00 Investment Income		
Dividend on ordinary shares	312,500	889,603
Dividend on preference shares	625,010	1,562,500
Gain on sale of shares	2,583,008	1,721,268
Loss on sale of shares	(1,797,603)	(54,078)
	<u>1,722,915</u>	<u>4,119,293</u>
22.00 Commission, exchange and brokerage		
Fees	5,000	54,000
	<u>5,000</u>	<u>54,000</u>
23.00 Other operating income		
Application, processing and documentation fees	8,558,319	13,466,737
Delinquent charge-MSS,MLNR etc.	278,457	3,830
Interest on call Money lending	-	-
Other income	835,295	1,689,310
	<u>9,672,071</u>	<u>15,159,877</u>
24.00 Administrative expenses		
24.01 Directors' fees and expenses		
This represents fees paid for attending board meetings and other committee meetings @ Tk. 8,000/- per attendance per person.	570,400	1,085,600
	<u>570,400</u>	<u>1,085,600</u>
24.02 Salaries and allowances		
Salary & allowances (note: 24.02.01)	51,807,922	38,583,505
Provident fund contribution	2,454,148	1,841,132
Gratuity	100,800	48,300
Bonus	7,148,108	-
	<u>61,510,978</u>	<u>40,472,937</u>
24.02.01	This includes managerial remuneration of Taka 40.89 million and balance amount Taka 20.62 million is on account of staff salary, bonus and other allowances. The number of employees including contract based employees were 195 and 164 for the year 2019 & 2018 respectively.	
24.03 Rent, taxes, insurance, electricity etc.		
Office maintenance	1,085,530	855,480
Office rent	1,356,720	1,662,180
Security Guard	478,716	477,366
City corporation Taxes	664,117	-
Electricity	1,029,633	845,346
Utilities	114,355	81,994
Insurance (note: 24.03.01)	779,738	696,883
	<u>5,508,809</u>	<u>4,619,249</u>
24.03.01	Taka 779,738 being premium paid for insurance coverage against damages/loss of the Company's fixed assets by fire, earthquake etc.	
24.04 Legal expenses		
Legal and professional	356,970	149,500
Legal charges	-	12,000
Membership fees and subscription	1,779,820	1,558,568
	<u>2,136,790</u>	<u>1,720,068</u>
25.00 Postage, stamps, telecommunication etc.		
Courier	97,036	100,321
Postage	42,617	22,480
Stamps & security paper	(185,694)	1,337,861
Telephone, fax & e-mail	755,084	765,965
	<u>709,043</u>	<u>2,226,627</u>
26.00 Stationery, printing, advertisement etc.		
Printing	676,900	745,536
Stationery	1,447,391	857,559
Business Commission	1,245,112	1,568,352
Promotion & publicity	1,546,077	9,973,208
	<u>4,915,480</u>	<u>13,144,655</u>

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National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	June 30, 2018 Taka
27.00 Managing Director's salary and fees		
Salary & allowances	2,820,000	2,684,893
Provident fund contribution	180,000	168,929
Bonus	300,000	-
	3,300,000	2,853,822
28.00 Auditors' fees	-	-
29.00 Depreciation on and repairs to assets		
Depreciation:		
Building	529,958	1,594,825
Newly acquired Building	2,985,678	1,005,977
Furniture	944,973	910,065
Office equipment	1,763,841	765,186
Motor vehicle	698,147	544,920
	6,922,597	4,820,973
Repair and maintenance	134,716	221,133
	7,057,313	5,042,106
30.00 Other expenses		
Traveling expenses	128,988	103,851
Conveyance bill	1,218,879	1,252,762
Training	116,000	77,000
Bank charges and excise duty	1,290,759	1,528,397
Books, periodicals and others	-	19,202
Office refreshments	1,208,362	1,250,614
Motor car	2,371,800	2,669,564
Office general expenses	280,801	270,769
AGM Expenses	217,364	98,134
Trade License Fees	-	-
Computer Software Expenses	-	-
Investment expenses share	14,530	23,674
	6,847,483	7,293,967
31.00 Provisions for loan and advances		
For classified loans, advances and leases	(33,664,817)	25,830,568
For unclassified loans, advances and leases	4,231,084	11,897,396
	(29,433,733)	37,727,964
31.01 Provision for investments		
Made during the year	732,364	14,384,106
Recovery during the year	-	(1,750,431)
	732,364	12,633,675
31.02 Others		
Provisions for legal charges	-	(4,420)
Provisions for cheque dishonored & clearing charges	-	(24,959)
	-	(29,379)
32.00 Earnings per share		
a) Earnings attributable to the ordinary shareholders(Taka)	146,036,550	117,757,984
b) Number of ordinary shares outstanding during the year	106,392,000	106,392,000
c) Weighted average number of ordinary shares outstanding during the year	117,031,200	117,031,200
d) Basic earnings per share (a/c) (restated)	1.25	1.01

Prior year Basic Earning Per Share calculation has been revised due to calculation of weighted average number of ordinary shares. Earnings per share (EPS) has been computed by dividing the net profit after tax (NPAT) by the weighted average number of ordinary shares outstanding as on 30th June 2019 as per BAS-33" Earnings Per Share". No diluted EPS was required to be calculated for the year since there was no scope for dilution of shares during the year.

National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	June 30, 2018 Taka
33.00 Interest receipts in cash		
Interest income from loans, advances & leases	997,985,859	936,728,910
(Increase)/decrease in interest receivable on loans, advances and leases	-	-
(Increase)/decrease in other receivable	21,996,620	(134,454,592)
	<u>1,019,982,479</u>	<u>802,274,318</u>
34.00 Interest payments		
Total interest expenses (note: 20.00)	735,216,628	616,376,655
<i>Add:</i> Opening balance of interest payable	480,709,542	297,621,424
<i>Less:</i> Closing balance of interest payable	(540,625,164)	(462,118,937)
	<u>675,301,005</u>	<u>451,879,142</u>
35.00 Fees and commissions receipts in cash		
Fees, commission and brokerage (note: 22.00)	5,000	54,000
<i>Add:</i> Opening balance of fees, commission and brokerage	-	-
<i>Less:</i> Closing balance of fees, commission and brokerage	-	-
	<u>5,000</u>	<u>54,000</u>
36.00 Cash payments to employees		
Staff salaries and allowances (note: 24.02)	61,510,978	40,472,937
Managing Director's salaries and allowances (note: 27.00)	3,300,000	2,853,822
<i>Add:</i> Opening balance of staff dues	5,152,179	7,245,677
<i>Less:</i> Closing balance of staff dues	(176,385)	(95,499)
	<u>69,786,772</u>	<u>50,476,937</u>
37.00 Cash payments to suppliers		
Printing, stationary and advertisement etc. (note: 26.00)	4,915,480	13,144,655
Postage, stamps, telecommunication etc. (note: 25.00)	709,043	2,226,627
Repair & maintenance (note: 29.00)	134,716	221,133
<i>Add:</i> Opening balance of suppliers dues	-	-
<i>Less:</i> Closing balance of suppliers dues	-	-
	<u>5,759,239</u>	<u>15,592,415</u>
38.00 Receipts from other operating activities		
Other operating income (note: 23.00)	9,672,071	15,159,877
Profit on sale of share (note: 21.00)	2,583,008	1,721,268
Loss on sale of share (note: 21.00)	(1,797,603)	(54,078)
	<u>10,457,476</u>	<u>16,827,067</u>
39.00 Payments for other operating activities		
Detectors' fees	570,400	1,085,600
Legal expenses	2,136,790	1,720,068
Auditor's fees	-	-
Office occupancy cost	2,920,966	855,480
City Corporation Taxes	664,117	-
Electricity	1,029,633	845,346
Utilities	114,355	81,994
Insurance	779,738	696,883
Other expenses (note: 30.00)	6,847,483	7,293,967
<i>Add:</i> Opening balance of outstanding payable	287,500	287,500
<i>Less:</i> Closing balance of outstanding payable	-	-
	<u>15,350,982</u>	<u>12,866,838</u>

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National Housing Finance and Investments Limited

Continuation Sheet

	June 30, 2019 Taka	June 30, 2018 Taka
40.00	Increase/(Decrease) of other deposits	
	Closing balance:	
	14,526,955,290	15,331,690,004
	11,743,161	13,094,267
	14,538,698,451	15,344,784,270
	Opening balance:	
	16,136,881,144	11,654,983,097
	12,117,263	13,181,489
	16,148,998,406	11,668,164,585
	(1,610,299,956)	3,676,619,685
41.00	Sanction and disbursement	
	2,034,281,913	2,463,000,000
	1,371,145,617	2,070,836,127
	663,136,296	392,163,873
41.a	Contingent liabilities	
	-	-
	-	-
	-	-
	663,136,296	392,163,873
42.00	Net Asset Value (NAV) per Share	
	1,813,875,397	1,616,217,331
	117,031,200	117,031,200
	15.50	13.81
43.00	Net Operating Cash Flow Per Share (NOCFPS)	
	(2,108,501,020)	2,380,722,505
	117,031,200	117,031,200
	(18.02)	20.34
44.00	Disclosure of deviation from few requirements of IAS/IFRS due to mandatory compliance with Bangladesh Bank's requirements	
	Bangladesh Bank is the prime regulatory body for Financial Institution in Bangladesh. Some requirements of Bangladesh Bank's rules and regulations contradict with those of financial instruments and general provision standards of IAS and IFRS. As such the company has departed from those contradictory requirements of IFRS in order to comply with the rules and regulations of Bangladesh Bank, which are disclosed along with financial impact (where applicable) in Annexure-B.	
45.00	Company information	
	Last year's figures and account heads have been rearranged to conform current year's presentation in accordance with the Bangladesh Bank DFIM Circular # 11 dated December 23, 2009.	
46.00	Geographical area of operation	
	Company's geographical area of operation was in Dhaka, Gazipur, Chattogram, Bogura and Rangpur in the year 2019.	
47.00	Capital expenditure commitment	
	There was neither any outstanding contract nor any Board authorization for capital expenditure as at June 30, 2019.	
48.00	Subsequent events-disclosure under BAS 10: "events after the balance sheet date"	
	No material event has been occurred after the Balance Sheet date, which could materially effect the value of the financial statements.	
49.00	Claims against the company not acknowledge as debt	
	There is no claim at the Balance Sheet date, which has not been acknowledged by the Company.	
50.00	Credit facility availed	
	There was no credit facility available to the Company under any contract as on Balance Sheet date other than trade credit available in the ordinary course of business.	
51.00	Previous year's figures have been rearranged where necessary to conform to current year's presentation. Figures have been rounded nearest Taka.	

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National Housing Finance and Investments Limited

Continuation Sheet

(Annexure-A)

Fixed assets including premises, furniture and fixtures for 2019

Figures in Taka

Particulars	Cost			Rate	Depreciation				Written down value as on 31.12.18	
	Balance as on 01.01.19	Disposed during the year	Addition during the year		Balance as on 01.01.19	Adjustments for disposal	Charged during the year	Balance as on 30.06.19		Written down value as on 30.06.19
Land & building	96,509,093	-	8,000,000	10.00%	28,689,925	-	529,959	29,219,884	75,289,209	-67,819,168
Newly acquired Building	142,555,215	-	68,938,927	3.00%	12,448,919	-	2,985,678	15,434,597	196,059,545	130,106,296
Furniture	27,711,265	-	2,014,506	10.00%	10,826,310	-	944,973	11,771,283	17,954,488	16,884,955
Office equipment	21,254,160	-	8,759,749	20.00%	12,375,498	-	1,763,841	14,139,339	15,874,570	8,878,662
Motor vehicle	9,642,484	-	2,726,281	20.00%	5,387,306	-	698,146	6,085,452	6,283,313	4,255,178
Total:	297,672,217	-	90,439,463		69,727,958	-	6,922,597	76,650,555	311,461,125	227,944,259

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National Housing Finance and Investments Limited

Continuation Sheet

(ANNEXURE-B)

SL No	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
1	Presentation and disclosure of Financial Statements and Financial Instruments	IAS 1 "Presentation of Financial Statements" IFRS 9 "Financial Instruments" IFRS 7 "Financial Instruments Disclosures"	Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single other comprehensive income statements. IAS 1 requires separate line item for intangible assets on the face of statement of financial position. IFRS 9 and IFRS 7 require specific presentation and disclosure relating to all financial instruments.	Bangladesh Bank has issued templates for financial statements vide DFIM Circular No. 11, dated 23 December 2009 which will strictly be followed by all banks and NBFIs. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income (OCI) nor are the elements of Other Comprehensive Income allowed to include in a Single Comprehensive Income Statement. Intangibles assets are not separately presented on the face of statement of financial position; rather it is presented along with the line item of fixed assets. As per Bangladesh Bank guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IAS 39. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 have not been made in the accounts.	Financial Statements for the half year ended on 30 June, 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank.
2	Measurement of Home Loan, leases and advances (financial assets measured at amortized cost)	IFRS 9 "Financial Instruments"	An entity shall assess at the end of each reporting period whether there is any objective evidence that a financial asset or group of financial assets measured at amortized cost is impaired. If any such evidence exists, expected credit losses are required to be measured through a loss allowance at an amount equal to:	As per FID circular No. 08, dated 03 August 2002, FID circular No. 03, dated 03 May 2006 and FID circular No. 03, dated 29 April 2013, a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans and Special Mentioned Accounts (SMA)) has to be maintained irrespective of objective evidence of impairment on lease, loans and advances. Also provision for sub-standard investments, doubtful investments and bad losses has to be provided at 20%, 50% and 100% respectively for investments depending on the duration of overdue.	In the Financial Statements, an amount of BDT 29.43 million has been recovery from existing provision for leases, loans and advances, which includes BDT 4.23 million charged as general provision on good loan for the half year ended on 30 June, 2019. Also, as at 30 June 2019, accumulated provision for leases, loans and advances stand at BDT 206.23 million.

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National Housing Finance and Investments Limited

Continuation Sheet

(ANNEXURE-B)

SL No	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
3	Valuation of Investments in quoted and unquoted shares	IFRS 9 "Financial Instruments"	a) the 12-month expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or b) full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument). Investment in shares falls either under at "fair value through profit/loss (FVTPL)" or "fair value through other comprehensive income (FVTOCI)" where any change in the fair value in case of FVTPL at the year-end is taken to profit or loss, and any change in fair value in case of FVTOCI is taken to other comprehensive income.	As per FID circular No. 08, dated 03 August 2002 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; however in case of any unrealized gain, no such gain can be recognized and investments are recognized at cost only.	During this period, total market value of all shares of NHFIL is less than the cost price. As on 30 June, 2019 there was BDT 208 million gross loss on investment by NHFIL Finance Limited in marketable securities.
4	Recognition of interest income for SMA and classified lease, loans and advances	IFRS 9 "Financial Instruments"	Income from financial assets measured at amortized cost is recognized through effective interest rate method over the term of the investment. Once a financial asset is impaired, investment income is recognized in profit and loss account on the same basis based on revised carrying amount.	As per FID circular No. 03, dated 03 May 2006, once an investment on leases, loans and advances is termed as "Special Mention Account (SMA)", 175.17 million from BDT 132.02 million resulting interest income from such investments are not allowed to be recognized as income, rather the respective amount needs to be credited as a liability account like: interest suspense account.	At the period end, in the Financial Statements interest suspense account has increased to BDT 175.17 million from BDT 132.02 million resulting increase of BDT 43.15 million of interest suspense. This amount has been shown in other liabilities in note 14.05
5	Measurement of deferred tax asset	IAS 12 "Income Tax"	A deferred tax asset shall be recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized.	As per DFIM circular No. 7, dated 31 July 2011, no deferred tax asset can be recognized for any deductible temporary difference against the provision for lease, loans and advances.	During this period, the Company did not consider any deductible temporary difference against the provision for leases, loans and advances. Please see note 10.03 (a)
6	Presentation of cash and cash equivalent	IAS 7 "Statement of Cash Flows"	Cash equivalent are short term, highly liquid investments that are readily convertible to known amounts of cash and only include those investments which are for a short tenure like: 3 months or less period.	Bangladesh Bank has issued templates for financial statements vide DFIM Circular No. 11, dated 23 December 2009 which will strictly be followed by all banks and NBFIs.	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank.

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National Housing Finance and Investments Limited

Continuation Sheet

(ANNEXURE-B)

SL No	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
7	Preparation of Statement of Cash Flows	IAS 7 "Statement of Cash Flows"	In the light of above, balance with Bangladesh Bank and fixed term deposits should be treated as investment asset rather than cash equivalent as it is illiquid asset and not available for use in day to day operations.	The templates of financial statements provided detail presentation for statement of cash flows.	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11 dated 23 December 2009) of Bangladesh Bank.
8	Current/Non-current distinction	IAS 1 "Presentation of Financial Statements"	The Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.	As per DFIM Circular No. 11, dated 23 December 2009, Cash flow statement has been guided by the Bangladesh Bank which is the mixture of direct and indirect method.	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank.
9	Other comprehensive income	IAS 1 "Presentation of Financial Statements"	As per Para 60 of IAS 1 "Presentation of Financial Statement" An entity shall present current and non-current assets and liabilities as separate classification in its statement of financial position.	As per DFIM Circular No. 11, dated 23 December 2009, Bangladesh Bank has issued templates for financial statements which is applicable for all the Financial Institutions. In this templates there is no current and non-current segmentation of assets and liabilities	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank.
10	Off-balance sheet items	IAS 1 "Presentation of Financial Statements"	As per IAS 1: "Presentation of Financial Statements" Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single OCI statement.	Bangladesh Bank has issued templates for financial statements which will strictly be followed by financial institutions. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income (OCI) nor are the elements of OCI allowed to be included in a single OCI statement. As such the financial institution does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statements of changes in equity.	There is no financial impact for the departure in the financial statements.
			There is no concept of off-balance sheet items in any IFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.	As per DFIM Circular No. 11, dated 23 December 2009, off-balance sheet items (e.g. letter of credit, letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank.
					There is no financial impact for this departure but there is a disclosure in the financial statements

National Housing Finance and Investment Limited

Continuation Sheet

(ANNEXURE-B)

SL No	Nature of Departure	Title of IAS/IFRS	Treatment of IAS/IFRS	Treatment Adopted as per Bangladesh Bank	Financial or Presentation Effect of the Departure
11	Complete set of financial statements	IAS 1 "Presentation of Financial Statements"	As per IAS 1: "Presentation of Financial Statements" complete set of financial statements are i) statement of financial position, ii) statement of profit or loss and other comprehensive income, iii) statement of changes in equity, iv) statement of cash flows, v) notes, comprising significant accounting policies and other explanatory information and vi) statement of financial position at the beginning of preceding period for retrospective restatement.	As per DFIM Circular No. 11, dated 23 December 2009, complete set of financial statements are i) balance sheet, ii) profit and loss account, iii) statement of cash flows, iv) statement of changes in equity, v) statement of liquidity, vi) notes, comprising significant accounting policies and other explanatory information.	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank. There is no financial impact for this departure in the financial statements.
12	Intangible asset	IAS 1 "Presentation of Financial Statements"	As per IAS 1: "Presentation of Financial Statements" para 54: the statement of financial position shall include separate line item for intangible assets.	As per DFIM Circular No. 11, dated 23 December 2009, there is no option for separate line item for intangible asset in the balance sheet. We present intangible asset in the balance sheet as part of fixed assets and provide details in annexure-A as separate line item.	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank. There is no financial impact for this departure in the financial statements.
13	Disclosure of N/A presentation of profit	N/A	There is no requirement to show appropriation of profit in the face of statement of comprehensive income.	As per DFIM circular no 11, dated 23 December 2009, an appropriation of profit should be disclosed in the face of profit and loss account	Financial Statements for the half year ended 2019 and corresponding period of 2018 have been prepared as per guideline (DFIM Circular No. 11, dated 23 December 2009) of Bangladesh Bank. There is no financial impact for this departure in the financial statements.

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