

National Housing Finance and Investments Limited

Balance Sheet (Un-audited)
As at March 31, 2018

	Note	March 2018 Taka	December 2017 Taka
Property and Assets			
Cash:			
	4.00		
In hand (including foreign currencies)		81,168	77,938
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		202,885,890	212,814,180
		202,967,058	212,892,118
Balance with banks and other financial institutions:			
	5.00		
In Bangladesh		6,943,014,729	4,813,965,603
Outside Bangladesh		-	-
		6,943,014,729	4,813,965,603
Money at call and on short notice			
	6.00		
		-	-
Investments:			
	7.00		
Government		-	-
Others		122,249,804	132,094,351
		122,249,804	132,094,351
Loans and advances:			
	8.00		
Loans, cash credits, overdrafts etc.		11,157,117,418	10,245,332,407
Bills purchased and discounted		-	-
		11,157,117,418	10,245,332,407
Fixed assets including premises, furniture and fixtures			
	9.00		
		231,798,499	234,161,187
Other assets			
	10.00		
Non-banking assets	11.00	-	-
Total Assets		19,286,713,237	16,163,196,789
Liabilities and capital			
Liabilities:			
Borrowing from other banks, financial institutions and agents			
	12.00		
		2,082,414,788	1,720,842,480
Deposits and other accounts:			
	13.00		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		6,920,000,000	3,930,000,000
Fixed deposits		7,275,366,371	7,724,983,097
Bearer certificate of deposits		-	-
Other deposits		13,153,427	13,181,489
		14,208,519,797	11,668,164,585
Other liabilities	14.00	1,244,409,598	1,073,585,577
Total Liabilities		17,535,344,184	14,462,592,642
Capital/Shareholders' equity:			
	15.02		
Paid up capital		1,063,920,000	1,063,920,000
	16.00		
Statutory reserve		421,537,900	411,384,918
	17.00		
Retained earnings		265,911,154	225,299,229
Total Shareholders' equity		1,751,369,054	1,700,604,147
Total liabilities and Shareholders' equity		19,286,713,237	16,163,196,789

9

National Housing Finance and Investments Limited

Profit and Loss Account (Un-audited)
For the 1st quarter ended March 31, 2018

	Note	March 31, 2018 Taka	March 31, 2017 Taka
Interest Income	19.00	424,203,190	303,602,684
Interest paid on deposits, borrowings etc.	20.00	283,450,019	179,007,700
Net interest income		140,753,171	124,594,984
Investment Income	21.00	1,652,582	10,268,535
Commission, exchange and brokerage	22.00	52,000	24,000
Other operating income	23.00	9,447,765	5,310,359
		11,152,347	15,602,894
Total operating income		151,905,518	140,197,878
Salaries and allowances	24.02	17,450,266	19,012,602
Rent, taxes, insurance, electricity etc.	24.03	2,412,911	2,043,374
Legal expenses	24.04	1,419,368	1,620,518
Postage, stamps, telecommunication etc.	25.00	1,125,921	858,418
Stationery, printing, advertisement etc.	26.00	1,618,867	1,108,133
Managing Director's salary and fees	27.00	1,353,822	1,101,000
Directors' fees and expenses	24.01	542,800	404,800
Auditors' fees	28.00	-	-
Charges on loan losses		-	-
Depreciation and repairs to assets	29.00	2,470,835	2,344,945
Other expenses	30.00	3,640,038	3,025,543
Total operating expenses		32,034,828	31,519,333
Profit/ (Loss) before provisions		119,870,691	108,678,545
Provisions for			
Loans, advances and leases	31.00	16,360,117	10,211,762
Diminution in value of investments	31.01	9,087,859	735,243
Others	31.02	(13,225)	(238,136)
Total provisions		25,434,751	10,708,869
Total profit/(loss) before taxation		94,435,940	97,969,676
Provisions for taxation			
Current	14.08	(43,671,033)	(38,854,063)
		(43,671,033)	(38,854,063)
Net Profit/(loss) after taxation		50,764,907	59,115,613
Appropriations:			
Statutory reserve	16.00	10,152,981	11,823,123
General reserve		-	-
Dividend etc.		-	-
		10,152,981	11,823,123
Retained surplus		40,611,925	47,292,490
Earnings per share	32.00	0.48	0.56

The accompanying notes form an integral part of these financial statements

(Sayed Ahmed, FCMA)
Chief Financial Officer

(Md. Sarwar Kamal, FCS)
Company Secretary

(Md. Khafizur Rahman)
Managing Director

(Md. Kabir Reza, FCMA)
Director

(Latifur Rahman)
Chairman

Statement of Changes in Equity
For the 1st quarter ended March 31, 2018

Figures in Taka

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at March 31, 2017:	1,063,920,000	372,178,409	-	259,978,793	1,696,077,202
Balance as at January 01, 2018	1,063,920,000	411,384,918	-	225,299,229	1,700,604,147
Changes in accounting policy	-	-	-	-	-
Restated balance	1,063,920,000	411,384,918	-	225,299,229	1,700,604,147
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	-	-	-	50,764,907	50,764,907
Dividends	-	-	-	-	-
Transfer to statutory reserve	-	10,152,981	-	(10,152,981)	-
Balance as at March 31, 2018	1,063,920,000	421,537,900	-	265,911,154	1,751,369,054

The accompanying notes from 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. Khalilur Rahman)
Managing Director



(Md. Kabir Reza, FCMA)
Director

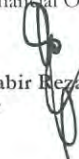

(Latifur Rahman)
Chairman

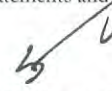
Cash Flow Statement
For the 1st quarter ended March 31, 2018

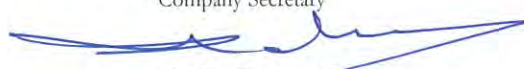
	March 31, 2018 Taka	March 31, 2017 Taka
A. Cash flows from operating activities		
Interest receipts in cash	398,596,517	280,178,432
Interest payments	(206,970,626)	(177,830,182)
Dividend receipts	1,072,500	2,023,883
Fees and commissions receipts in cash	52,000	24,000
Recoveries on loans previously written off	-	-
Cash payments to employees	(26,013,595)	(20,113,602)
Cash payments to suppliers	(2,816,175)	(2,004,092)
Income taxes paid	(67,705,118)	(67,831,878)
Receipts from other operating activities	10,027,847	13,555,011
Payments for other operating activities	(6,958,493)	(7,094,235)
Cash generated from operating activities before changes in operating assets and liabilities	99,284,857	20,907,336
Increase/(decrease) in operating assets and liabilities:		
Statutory deposits	-	-
Purchase/sale of trading securities	-	-
Loans, advances and leases to the client	(911,785,011)	(340,067,225)
Other assets	(12,559,439)	29,111,499
Term deposits	2,540,383,274	1,101,090,098
Other deposits	(28,062)	(1,622,927)
Trading liabilities	-	-
Other liabilities	32,448,351	47,151,464
Net cash flow from operating activities	1,747,743,971	856,570,245
B. Cash flows from investing activities		
Proceeds from sale of securities	9,844,547	(9,683,263)
Payments for purchase of securities	-	-
Purchase /sale of property, plant & equipment	(36,760)	(54,496)
Purchase /sale of subsidiary	-	-
Net cash from investing activities	9,807,787	(9,737,759)
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	361,572,308	306,626,982
Dividend paid	-	-
Net cash from financing activities	361,572,308	306,626,982
D. Net increase/(decrease) in cash	2,119,124,066	1,153,459,468
E. Effects of exchange rate changes on cash and cash equivalent		
F. Cash and cash equivalent at beginning of the year	5,026,857,721	2,456,302,565
G. Cash and cash equivalent at end of the period	7,145,981,787	3,609,762,033
Cash and cash equivalent at end of the period		
Cash in hand (including foreign currencies)	81,168	65,064
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	202,885,890	171,082,016
Balance with banks and other financial institutions	6,943,014,729	3,438,614,954
Money at call and on short notice	-	-
	7,145,981,787	3,609,762,033

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


(Sayed Ahmed, FCMA)
Chief Financial Officer


(Md. Kabir Reza, FCMA)
Director


(Md. Sarwar Kamal, FCS)
Company Secretary


(Latifur Rahman)
Chairman


(Md. Khalilur Rahman)
Managing Director

Notes to the Financial Statements (Un-audited)
For the period ended March 31, 2018

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 1st 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, 2017, 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, 2017.

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. 38 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 March 31, 2018 and profit for the same period. The number of shares outstanding for the period was 106.392 million. Earnings per shares for the preceding 1st quarter of 2017 has also been calculated based on 106.392 million shares.

3.00 Rounding off and rearrangement of figures

Figures have been rounded off to the nearest Taka and 2017 figures have been reclassified/rearranged, where necessary, to conform to current period presentation.



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	December 2017 Taka
4.00 Cash		
Cash in hand:		
Local currency	81,168	77,938
Foreign currencies	-	-
	81,168	77,938
Balance with Bangladesh Bank and its agent Bank:		
Local currency	202,885,890	212,814,180
Foreign currencies	-	-
	202,885,890	212,814,180
	202,967,058	212,892,118
4.01 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)		
Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR) have been calculated and maintained in accordance with section 19 of the Financial Institutions Act 1993, rules 5 of the Financial Institutions Regulations 1994 and FID circular # 6 dated November 06, 2003.		
The CRR on the Company's term deposits received from public @ 2.50% has been calculated and maintained with Bangladesh Bank in current account and 5.00% SLR, including CRR, on the total liabilities has been maintained in the form of balance with banks and other financial institutions. Both the reserves maintained by the Company are in excess of the statutory requirements. 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	191,351,423	202,824,315
Actual reserve held	202,885,890	212,814,180
Surplus/(deficit)	11,534,467	9,989,864
4.01.02 Statutory Liquidity Reserve (SLR)		
Required reserve	430,882,894	454,925,687
Actual reserve held	6,620,059,987	3,780,100,485
Surplus/(deficit)	6,189,177,093	3,325,174,798
5.00 Balance with banks and other financial institutions		
5.01 In Bangladesh		
On current accounts (note: 5.01.01)	7,504,165	14,287,657
On Short Term Deposit (STD) Accounts (note: 5.01.02)	97,963,016	110,617,272
On Fixed Deposit Account (note: 5.01.03)	6,837,547,548	4,689,060,674
	6,943,014,729	4,813,965,603
Outside Bangladesh	-	-
	6,943,014,729	4,813,965,603
5.01.01 On Current Accounts		
AB Bank Limited	184,465	184,465
Agrani Bank Limited	100,000	-
Bank Asia Limited	4,485,861	9,205,541
EXIM Bank Limited	184,149	184,149
National Bank Limited	536,844	3,557,098
One Bank Limited	521	521
Woori Bank Limited	2,525	2,525
Trust Bank Limited	14,360	14,360
Mercantile Bank Limited	1,995,150	1,138,708
The City Bank Limited	289	289
	7,504,165	14,287,657



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	December 2017 Taka
5.01.02 On Short Term Deposit (STD) Accounts		
Islami Bank Bangladesh Limited	3,007,130	4,813,135
AB Bank Limited	12,936	12,936
Bank Asia Limited	10,781,452	7,148,018
Mutual Trust Bank Limited	1,728,995	28,656.00
Eastern Bank Limited	1,188,066	4,745,135
Exim Bank Limited	4,957	4,957
Jamuna Bank Limited	28,950,092	40,137,029
National Bank Limited	1,667,083	323,849
One Bank Limited	992,178	1,323,487
Premier Bank Limited	812,039	2,634,567
Pubali Bank Limited	30,496,111	30,514,242
Shahjalal Islami Bank Limited	1,511,951	2,875,859
Sonali Bank Limited	2,089	2,089
SBAC Bank Limited	10,000	7,495,833
Southeast Bank Limited	7,495,833	-
Trust Bank Limited	2,073,393	1,610,665
United Commercial Bank Limited	863	863
Bank Alfalah Limited	4,661,867	6,320,882
Mercantile Bank Limited	2,565,981	625,069
	97,963,016	110,617,272
5.01.03 On Fixed Deposit Account		
National Finance Limited	100,000,000	200,000,000
BD Finance Limited	150,000,000	200,000,000
Dhaka Bank Limited	3,000,000,000	-
Meridian Finance Limited	80,000,000	400,000,000
Jamuna Bank Limited	1,600,000,000	1,600,000,000
Fareast Finance Limited	100,000,000	100,000,000
Bangladesh Commerce Bank Limited	-	20,333,800
Bay leasing and Investment Limited	-	100,000,000
Islamic Finance and Investment Limited	100,000,000	100,000,000
International Leasing and Financial Services Limited	300,000,000	400,000,000
Reliance Finance Limited	150,000,000	200,000,000
IPDC Finance Limited	50,000,000	50,000,000
CAPM Venture Capital & Finance Limited	100,000,000	200,000,000
Premier leasing & Finance Limited	100,000,000	100,000,000
SBAC Bank Limited	230,218,530	227,951,374
Union Capital Limited	200,000,000	200,000,000
GSP Finance (BD) Limited	150,000,000	150,000,000
Haji Finance Company Limited	120,000,000	170,000,000
Social Islami Bank Limited	10,000,000	30,000,000
MIDAS Financing Limited	100,000,000	100,000,000
Prime Finance & Investment Limited	100,000,000	100,000,000
Standard Bank Limited	60,000,000	-
The Farmers Bank Limited	37,329,018	40,775,500
	6,837,547,548	4,689,060,674
6.00 Money at call and on short notice With Banking Companies		
	-	-
7.00 Investments		
Government securities	-	-
Other investments (note: 7.01)	122,249,804	132,094,351
	122,249,804	132,094,351
7.01 Other Investments		
Preference Shares	20,000,000	30,000,000
Ordinary Shares (note: 7.01.01)	102,249,804	102,094,351
	122,249,804	132,094,351

2



National Housing Finance and Investments Limited

Continuation Sheet

March 2018
Taka

December 2017
Taka

7.01.01 Investment in ordinary shares

Name of Company	Cost Price	Number of Shares	Cost Value	Market Price	Market Value as on 31.03.2018	Provision for diminution in value of share
ACI Formulations Limited	202.12	121,833	24,624,996	181.90	22,161,423	2,463,574
The ACME Laboratories Limited	118.34	52,500	6,212,879	102.50	5,381,250	831,629
GSP Finance Company (Bangladesh) Limited	25.29	6,175	156,165	19.00	117,325	38,840
Lankabangla Finance limited	46.43	159,100	7,386,348	29.40	4,677,540	2,708,808
Becon Pharmaceuticals Limited	22.88	315,923	7,229,024	19.20	6,065,722	1,163,302
IDLC Finance Limited	87.56	165,000	14,447,385	68.80	11,352,000	3,095,385
United Power Generation and Distribution Company Limited	170.07	17,500	2,976,270	155.10	2,714,250	262,020
Queen South Textile Mills Limited	10.00	5,371	53,710	27.10	145,554	(91,844)
Nahee Aluminum Composite Panel Limited	9.09	2,853	25,937	47.60	135,803	(109,866)
Titas Gas Limited	49.64	350,000	17,374,642	40.10	14,035,000	3,339,642
Bangladesh Shipping Corporation	51.55	148,603	7,660,893	43.50	6,464,231	1,196,662
Oimex Electrode Limited	9.09	3,240	29,455	42.10	136,405	(106,950)
Golden Harvest Agro Industries Limited	46.07	108,500	4,998,534	39.10	4,242,350	756,184
Dhaka Electric Supply Company Limited	48.09	67,100	3,227,075	41.40	2,777,940	449,135
LafargeHolcim Bangladesh Limited	75.42	77,520	5,846,493	56.90	4,410,888	1,435,605
Total			102,249,804		84,817,680	17,432,125

Opening Balance	8,344,266	184,305
Charge /(recovery) during the year	9,087,859	8,159,961
Balance as on March 31, 2018	17,432,125	8,344,266

8.00 Loans and advances

Mortgage loans	9,818,859,603	8,873,727,141
Lease finance	93,733,794	98,989,785
Term loans	428,139,144	441,934,218
Small & Medium Enterprises Loan	736,669,268	754,100,735
Loan Against Fixed Deposits	41,679,616	39,621,891
Staff loan (note: 8.01)	38,035,992	36,958,636
	11,157,117,418	10,245,332,407

8.01 Staff Loan

Personal loan	16,710,101	15,472,451
Car loan	3,665,477	3,665,477
House building loan	17,660,414	17,820,708
	38,035,992	36,958,636



9.00 Fixed assets including premises, furniture and fixtures for 2018

	March 2018 Taka	December 2017 Taka
Cost		
Opening balance	295,539,107	287,217,919
Add: Addition during the year	36,760	10,259,241
	295,575,867	297,477,160
Less: Disposed during the year	-	(1,938,053)
Balance as on 31.03.2018	295,575,867	295,539,107
Less: Accumulated depreciation (9.01)	(63,777,368)	(61,377,920)
Written down value as on 31.03.2018	231,798,499	234,161,187

9.01 Accumulated depreciation

Opening balance	61,377,920	52,496,581
Add: Depreciation charged during the year	2,399,448	10,690,416
	63,777,368	63,186,997
Less: Adjustment during the year	-	(1,809,077)
Balance as on 31.03.2018	63,777,368	61,377,920

For details please refer to Annexure - A



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	December 2017 Taka
10.00 Other assets		
Income Generating Other Assets:	-	-
Non-income Generating Other Assets:		
Advance against fixed assets	83,274,503	77,249,503
Security deposits	154,460	154,460
Advance income tax (note: 10.01)	394,009,604	326,304,486
Advance against branch office	31,711	21,600
Advance against office rent	2,213,000	2,150,100
Stamp & Security Paper	233,465	273,431
Deferred tax assets (note: 10.03)	3,021,365	3,021,365
Other receivables (note: 10.02)	146,627,621	115,576,178
	629,565,730	524,751,124
10.01 Advance Income Tax		
Balance as at 1st January	326,304,486	430,620,104
Add: Advance tax for the year:		
Tax paid during the year	57,700,000	172,024,136
Tax deducted at source	10,005,118	20,182,939
Less: Adjusted against tax provision	-	(296,522,692)
	67,705,118	(104,315,617)
Balance as at 31st March	394,009,604	326,304,486
10.02 Other Receivables		
Cheque dishonored charges	453,516	464,547
Accounts receivable	2,999,987	3,330,539
Interest on bank deposits	120,307,319	94,700,646
Receivable from Dhaka Stock Exchange Ltd.	7,851,670	4,713,440
Receivable from Multi Securities	7,120	7,120
Receivable from ETBL Securities	1,016,366	470,470
Receivable from UFT Co. Ltd	6,490	21,440
Legal charges receivable	12,458,261	11,421,158
Others	1,526,892	446,819
	146,627,621	115,576,178
10.03 Deferred tax assets		
Balance as at 1st January	3,021,365	3,399,235
Add: Addition during the year	-	(377,870)
	3,021,365	3,021,365
11.00 Non-banking assets		



National Housing Finance and Investments Limited

Continuation Sheet

		March 2018 Taka	December 2017 Taka
12.00	Borrowing from banks, other financial institutions and agents		
	Secured		
	In Bangladesh:		
	Secured Overdraft		
	Banking companies:		
	Eastern Bank Limited	101,153,994	96,591,304
	Agrani Bank Limited	250,250,115	-
	SBAC Bank Limited	99,750	-
	Mercantile Bank Limited	26,734,490	50,032,839
	Mutual Trust Bank Limited	113,899,442	402
	Prime Bank Limited	32,720,996	23,653,048
	Pubali Bank Limited	25,487,825	201,380,182
	United Commercial Bank Limited	40,254,570	8,307,590
		590,601,182	379,965,364
	Non-banking financial institution	-	-
		590,601,182	379,965,364
	Outside Bangladesh		
	Sub-total:	590,601,182	379,965,364
	Term Loan :		
	Banking companies:		
	SBAC Bank Limited	-	-
	Eastern Bank Limited	94,000,000	1,500,000
	Woori Bank Ltd.	162,000,000	162,000,000
		256,000,000	163,500,000
	Non-banking financial institution	-	-
		256,000,000	163,500,000
	Outside Bangladesh		
	Sub-total:	256,000,000	163,500,000
	Bangladesh Bank Loan:		
	SME loan	477,063,726	508,627,235
	HIML Refinance Scheme	268,749,881	268,749,881
	Sub-total:	745,813,607	777,377,116
	Un-secured		
	Money at call and on short notice:		
	Banking companies:		
	Sonali Bank Limited	150,000,000	150,000,000
	Agrani Bank Limited	160,000,000	100,000,000
	Standard Bank Limited	70,000,000	-
	Janata Bank Limited	110,000,000	150,000,000
		490,000,000	400,000,000
	Non-banking financial institution	-	-
		490,000,000	400,000,000
	Outside Bangladesh		
	Sub-total:	490,000,000	400,000,000
	Total:	2,082,414,788	1,720,842,480
13.00	Deposits and other accounts		
	Bank Term deposits	6,920,000,000	3,930,000,000
	Customer deposits	7,275,366,371	7,724,983,097
	Other deposits (note: 13.01)	13,153,427	13,181,489
		14,208,519,797	11,668,164,585
13.01	Other Deposits		
	Home mortgage loan deposit	1,604,993	1,594,993
	Margin deposit	2,146,890	2,219,850
	Refundable share money deposit	6,210,394	6,210,394
	Lease deposit	3,191,150	3,156,252
		13,153,427	13,181,489



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	December 2017 Taka
14.00 Other liabilities		
Provision for loans, advances ,investments and others(note: 14.01 to 14.04)	226,896,647	201,461,896
Interest suspense (note: 14.05)	136,832,834	110,550,694
Provision for gratuity (note: 14.06)	-	3,903,586
Withholding tax payable	7,344,721	493,190
VAT & Excise duty payable	2,523,998	189,750
Provision for current tax (note: 14.07)	475,520,939	431,849,906
Interest payable	374,100,816	297,621,424
Accrued expenses (note: 14.09)	287,500	287,500
Unclaimed dividend	14,427,645	15,711,392
Accounts Payable	36,170	7,245,677
Sundry deposit	6,438,327	4,270,562
Sundry liabilities	-	-
	1,244,409,598	1,073,585,577
14.01 Specific Provision on Loans, Advances		
Balance as at 1st January	94,107,101	74,323,684
<i>Less:</i> Fully provided debt written off	-	(37,036,572)
Provision after written off	94,107,101	37,287,112
<i>Add:</i> Provision made during the year	41,864,917	172,152,231
<i>Less:</i> Provision recovered	(31,960,491)	(115,332,242)
Net charge in the profit & loss account	9,904,426	56,819,989
<i>Add:</i> Recoveries of amounts previously written off	-	-
<i>Less:</i> Written off of provision no longer required	-	-
Provisions held at 31st March	104,011,527	94,107,101
14.02 General Provision on Loans, Advances and Leases		
Balance as at 1st January	91,292,214	110,265,523
<i>Add:</i> Provision made during the year	13,174,945	94,161,496
<i>Less:</i> Provision recovered	(6,719,254)	(113,134,804)
Net charge in the profit & loss account	6,455,691	(18,973,309)
Balance as at 31st March	97,747,905	91,292,214



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	December 2017 Taka
14.03 Provision on investments in share		
Balance as at 1st January	8,344,266	184,305
<i>Add:</i> Provision made during the year	9,087,859	13,718,365
<i>Less:</i> Provision recovered	-	(5,558,404)
Net charge in the profit & loss account	<u>9,087,859</u>	<u>8,159,961</u>
Balance as at 31st March	<u>17,432,125</u>	<u>8,344,266</u>
14.04 Provision on others		
Balance as at 1st January	7,718,315	9,547,252
<i>Add:</i> Provision made during the year	-	564,515
<i>Less:</i> Provision recovered	(13,225)	(703,252)
Net charge in the profit & loss account	<u>(13,225)</u>	<u>(138,737)</u>
	7,705,090	9,408,515
<i>Less:</i> Fully provided debt written off	-	(1,690,200)
Provisions held at 31st March	<u>7,705,090</u>	<u>7,718,315</u>
14.05 Interest Suspense Account		
Balance as at 1st January	110,550,694	99,726,389
<i>Add:</i> Interest suspense charged during the year	72,896,422	179,609,978
<i>Less:</i> Interest suspense realized during the year	(46,614,282)	(168,785,673)
Net charge in the profit & loss account	<u>26,282,140</u>	<u>10,824,305</u>
	136,832,834	110,550,694
<i>Less:</i> Interest written off	-	-
Balance as at 31st March	<u>136,832,834</u>	<u>110,550,694</u>

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	298,540,088	259,813,316
Net loans/leases written-off during the year	-	38,726,772
No. of agreements written-off	19	19
No. of clients written-off	16	16
Interest suspense against written-off loans/leases	-	-
Provision adjusted against written-off loans/leases	-	(38,724,154)
Recovery of loans/leases write-off loans/leases	-	-
Balance of loans/leases written-off at 31st March 2018	298,540,088	298,540,088

14.06 Provision for Gratuity		
Balance as at 1st January	3,903,586	3,113,945
<i>Add:</i> Provision made during the year	-	4,099,516
<i>Less:</i> Payment made during the year	(3,903,586)	(3,309,875)
<i>Less:</i> Provision written back during the year	-	-
Balance as at 31st March	<u>-</u>	<u>3,903,586</u>
14.07 Provision for Current Tax		
Balance as on 1st January	431,849,906	555,381,950
<i>Add:</i> Provision made during the year	43,671,033	162,335,439
<i>Add:</i> Short provision for the year 2014 & 2015	-	10,655,210
<i>Less:</i> Adjustment of advance tax	-	(296,522,692)
Balance as at 31st March	<u>475,520,939</u>	<u>431,849,906</u>
14.08 Provision for taxation Net Charged for in the Profit & Loss Account		
Current tax (note: 14.07)	43,671,033	38,854,063
<i>Add/ (less):</i> Deferred tax	-	-
	<u>43,671,033</u>	<u>38,854,063</u>

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 40.00% on taxable income.



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	December 2017 Taka
14.09 Accrued Expenses		
Promotion and publicity	-	-
Audit fees	287,500	287,500
Sundry creditors	-	-
	287,500	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:		
106,392,000 ordinary shares of Tk.10 each	1,063,920,000	1,063,920,000
% of holding:	% of holding	% of holding
Sponsors	70.02%	81.64%
General public	29.98%	18.36%
	100.00%	100.00%
Number of holding:		
Sponsors	74,490,451	86,857,557
General public	31,901,549	19,534,443
	106,392,000	106,392,000

15.03 Classification of shareholders by holding as required by Regulation 37 of the Listing Regulations of Dhaka Stock Exchange Limited:

Number of shares	No of shareholders	No of shares	% of holding
Less than 500	1929	181,094	0.17%
501 to 5,000	1150	2,003,698	1.88%
5,001 to 10,000	132	1,025,200	0.96%
10,001 to 20,000	56	804,157	0.76%
20,001 to 30,000	21	563,023	0.53%
30,001 to 40,000	10	343,887	0.32%
40,001 to 50,000	9	426,182	0.40%
50,001 to 100,000	19	1,348,752	1.27%
100,001 to 1,000,000	34	8,214,218	7.72%
Above 1,000,000	20	91,481,789	85.99%
Total:	3380	106,392,000	100.00%

The shares of the Company are listed with Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd.

15.04 Capital Requirement

As per 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.)	1,751,369,054	1,700,604,147
Less: Required minimum capital	(1,000,000,000)	(1,000,000,000)
Surplus over minimum required capital	751,369,054	700,604,147
Core capital (paid-up capital, retained earnings & statutory reserve etc.)	1,751,369,054	1,700,604,147
Add: Provision on good loan/leases	97,747,905	91,292,214
Total capital	1,849,116,959	1,791,896,361
Less: Required minimum capital	(1,000,000,000)	(1,000,000,000)
	849,116,959	791,896,361



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	December 2017 Taka
16.00 Statutory reserve		
Balance as at 1st January	411,384,918	360,355,287
Reserve made during the year	10,152,981	51,029,631
Balance as at 31st March	421,537,900	411,384,918

Statutory reserve has been created at the rate of 20.00% of the net profit of Tk. 50,764,907 as per Bangladesh Bank's guidelines.

17.00 Retained earnings		
Balance as at 1st January	225,299,229	212,686,303
Add: Net profit after tax for the year	50,764,907	255,148,157
	276,064,135	467,834,460
Less: Allocations:		
Transferred to statutory reserve	(10,152,981)	(51,029,631)
Issue of Bonus Share	-	-
Dividend	-	(191,505,600)
	(10,152,981)	(242,535,231)
Balance as at 31st March	265,911,154	225,299,229

2



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	March 2017 Taka
18.00 Income statement		
Income:		
Interest, discount and other similar income (note: 19.00)	424,203,190	303,602,684
Dividend income (note: 21.00)	1,072,500	2,023,883
Fees, commission & brokerage (note: 22.00)	52,000	24,000
Gains less losses arising from investment in securities (note: 21.00)	580,082	8,244,652
Other operating income (note: 23.00)	9,447,765	5,310,359
	435,355,537	319,205,578
Expenses:		
Interest on borrowing, fees and commission (note: 20.00)	283,450,019	179,007,700
Losses on loan, advances and leases (note: 31.00)	16,360,117	10,211,762
Administrative expenses	25,923,955	26,148,845
Other operating expenses (note: 30.00)	3,640,038	3,025,543
Depreciation on banking assets (note: 29.00)	2,470,835	2,344,945
	331,844,964	220,738,795
	103,510,574	98,466,783
19.00 Interest income		
Interest on mortgage loan:		
Home mortgage loan	252,801,830	220,275,165
Commercial mortgage loan	26,910,344	17,851,329
Project mortgage loan	6,689,125	8,051,740
	286,401,299	246,178,234
<i>Less:</i> Interest suspense	(20,673,942)	(29,557,598)
	265,727,357	216,620,636
Interest on lease finance:		
Industrial equipment	925,713	3,218,248
Vehicles	297,185	1,539,304
Delinquent interest	1,070,026	4,142,388
	2,292,924	8,899,940
<i>Less:</i> Interest suspense	(5,608,198)	(2,897,591)
	(3,315,274)	6,002,349
Interest on term finance	32,305,732	26,343,676
Interest on fixed deposits	122,400,070	48,907,433
Interest on short term deposit	5,366,930	3,736,568
Interest on loan against FDR	1,285,919	1,558,000
Interest on staff loan	432,456	434,022
	424,203,190	303,602,684
20.00 Interest paid on deposits, borrowings etc.		
Call money interest	5,202,222	3,655,486
Secured overdraft interest	7,533,279	945,037
Term deposit interest	98,628,797	34,189,999
Term loan interest	10,029,410	3,062,047
Customer Deposit Int. - Kotipoti Scheme	9,502	-
Customer Deposit Int. - Housing Deposit Scheme	774	-
Customer Deposit Int. - Mohila Savings Scheme	934	-
Customer Deposit Int. - Money Multiplier Scheme	62,997	-
Customer deposit interest - Term Deposit	133,046,120	109,952,276
Customer deposit interest - Income Account	8,568,424	10,895,862
Customer deposit interest - Double Money Account	5,657,049	4,962,604
Customer deposit interest - Triple Money Account	1,366,072	310,477
Customer deposit interest-MSS	619,198	378,009
Customer deposit interest-MLNR	1,230,593	804,533
HML refinance interest	3,359,369	3,429,406
SME loan interest	8,135,279	6,421,964
	283,450,019	179,007,700

3



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	March 2017 Taka
21.00 Investment Income		
Dividend on ordinary shares	135,000	773,883
Dividend on preference shares	937,500	1,250,000
Gain on sale of shares	629,423	8,255,274
Loss on sale of shares	(49,341)	(10,622)
	1,652,582	10,268,535
22.00 Commission, exchange and brokerage		
Fees	52,000	24,000
	52,000	24,000
23.00 Other operating income		
Application, processing and documentation fees	8,702,500	4,822,437
Delinquent charge-MSS,MLNR etc.	2,455	1,244
Interest on call Money lending	-	-
Other income	742,810	486,678
	9,447,765	5,310,359
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.	542,800	404,800
	542,800	404,800
24.02 Salaries and allowances		
Salary & allowances (note: 24.02.01)	16,539,935	18,109,936
Provident fund contribution	910,331	794,516
Gratuity	-	108,150
Bonus	-	-
	17,450,266	19,012,602
24.02.01	This includes managerial remuneration of Taka 13.95 million and balance amount Taka 3.50 million is on account of staff salary, bonus and other allowances. The number of employees including contract based employees were 163 and 152 for the year 2018 & 2017 respectively.	
24.03 Rent, taxes, insurance, electricity etc.		
Office maintenance	359,416	355,812
Office rent	830,820	713,020
Security Guard	225,804	164,613
City corporation Taxes	-	-
Electricity	258,464	282,406
Utilities	41,524	23,568
Insurance (note: 24.03.01)	696,883	503,955
	2,412,911	2,043,374
24.03.01	Taka 696,883 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	-	-
Legal charges	12,000	350
Membership fees and subscription	1,407,368	1,620,168
	1,419,368	1,620,518
25.00 Postage, stamps, telecommunication etc.		
Courier	44,558	41,870
Postage	15,052	10,450
Stamps & security paper	685,566	480,680
Telephone, fax & e-mail	380,745	325,418
	1,125,921	858,418
26.00 Stationery, printing, advertisement etc.		
Printing	292,666	456,140
Stationery	356,274	222,227
Business Commission	535,538	280,170
Promotion & publicity	434,389	149,596
	1,618,867	1,108,133

2



National Housing Finance and Investments Limited

Continuation Sheet

	March 2018 Taka	March 2017 Taka
27.00 Managing Director's salary and fees		
Salary & allowances	1,274,893	1,041,000
Provident fund contribution	78,929	60,000
Bonus	-	-
	1,353,822	1,101,000
28.00 Auditors' fees	-	-
29.00 Depreciation on and repairs to assets		
Depreciation:		
Building	294,424	1,364,223
Newly acquired Building	1,005,977	-
Furniture	454,509	366,417
Office equipment	372,078	236,189
Motor vehicle	272,460	340,575
	2,399,448	2,307,404
Repair and maintenance	71,387	37,541
	2,470,835	2,344,945
30.00 Other expenses		
Traveling expenses	79,816	5,131
Conveyance bill	605,993	530,495
Training	11,000	110,840
Bank charges and excise duty	961,464	465,954
Books, periodicals and others	9,391	15,691
Office refreshments	508,349	364,359
Motor car	1,387,137	1,280,721
Office general expenses	66,785	222,320
AGM Expenses	-	-
Trade License Fees	-	22,882
Computer Software Expenses	-	-
Investment expenses share	10,102	7,150
	3,640,038	3,025,543
31.00 Provisions for loan and advances		
For classified loans, advances and leases	9,904,426	38,199,189
For unclassified loans, advances and leases	6,455,691	(27,987,427)
	16,360,117	10,211,762
31.01 Provision for investments		
Made during the year	9,087,859	1,172,943
Recovery during the year	-	(437,700)
	9,087,859	735,243
31.02 Others		
Provisions for legal charges	(1,110)	(213,990)
Provisions for cheque dishonored & clearing charges	(12,115)	(24,146)
	(13,225)	(238,136)
32.00 Earnings per share		
a) Earnings attributable to the ordinary shareholders(Taka)	50,764,907	59,115,613
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	106,392,000	106,392,000
d) Basic earnings per share (a/c)	0.48	0.56

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 31st March 2018 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

	March 2018 Taka	March 2017 Taka
33.00 Sanction and disbursement		
Sanction	1,179,800,000	695,050,000
Disbursement	1,235,558,260	684,163,846
Undisbursed	(55,758,260)	10,886,154
33.a Contingent liabilities		
Government	-	-
Directors	-	-
Bank and other Financial Institution	-	-
Other	(55,758,260)	10,886,154

34.00 Audit committee of the board

The audit committee was formed by the Board of Directors of National Housing Finance And Investments Limited. The members of the committee are as under:

SL No	Name	Status with the Company	Status with the Commit	Educational Qualification
01	Professor Imran Rahman	Independent Director	Chairman	MBA (IBA), BSC (Eco.) in Math. Economics UK
02	Mr. Md. Kabir Reza	Director	Member	M.Com (Acc.), FCMA
03	Mr. Azmal Hossain	Director	Member	B.Com
04	Mr. Akhtar Ahmed	Director	Member	B.A (Hons), M.A.(DU), ACII
05	Syed Tanveer Hussain	Independent Director	Member	M.A. In Development Economics (USA)

The Audit Committee of the Board was duly constituted by the Board of Directors of the Company in accordance with the Bangladesh Bank's DFIM circular no. 13, dated October 26, 2011 and Bangladesh Securities and Exchange Commission notification ref. no. SEC/CMRRCD/2006-158/129/Admin/43, dated July 03, 2012. During the year the committee meet 4(four) times in which among others, the following issues were discussed:

- 01 Audit and inspection report of Bangladesh Bank Inspection Team and External Auditors of National Housing.
- 02 Ensuring an effective Internal Control System and Risk Management System.
- 03 Review the findings of auditors and management response thereto.
- 04 Stressing on the importance of the regulatory compliance.
- 05 Review of conflict of interests.
- 06 Review of the credit policy of the Company.
- 07 Any other matters which deems necessary.

35.00 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.

36.00 Geographical area of operation

Company's geographical area of operation was in Dhaka, Chittagong, Bogra and Rangpur in the year 2018.

37.00 Contingent liabilities

There is a difference in provision for taxation made by the company and tax claimed by Tax Authority for Taka 22,256,919. The assessment of tax for different year is pending at different Tax Authority. Thus the difference of provision for taxation considered as Contingent Liability.

38.00 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.

39.00 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.

40.00 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.



National Housing Finance and Investments Limited

Continuation Sheet

(Annexure-A)

Fixed assets including premises, furniture and fixtures for 2018

Figures in Taka

Particulars	Cost			Rate	Depreciation				Written down value as on 31.03.18	Written down value as on 31.12.17
	Balance as on 01.01.18	Disposed during the year	Addition during the year		Balance as on 01.01.18	Adjustments for disposal	Charged during the year	Balance as on 31.03.18		
Land & building	96,509,093	-	-	10.00%	27,512,239	-	294,424	27,806,663	68,702,430	68,996,854
Newly acquired Building	142,555,215	-	-	3.00%	8,425,013	-	1,005,977	9,430,990	133,124,225	134,130,202
Furniture	27,229,569	-	-	10.00%	9,049,422	-	454,509	9,503,931	17,725,638	18,180,147
Office equipment	17,707,746	-	36,760	20.00%	10,302,958	-	372,078	10,675,036	7,069,470	7,404,788
Motor vehicle	11,537,484	-	-	20.00%	6,088,288	-	272,460	6,360,748	5,176,736	5,449,196
Total:	295,539,107	-	36,760		61,377,920	-	2,399,448	63,777,368	231,798,499	234,161,187

