



Auditors' Report to the  
Shareholders of  
**IIDFC Limited**

# **Auditors' Report To the Shareholders OF INDUSTRIAL AND INFRASTRUCTURE DEVELOPMENT FINANCE COMPANY LIMITED**

## **Report on the Consolidated and Separate Financial Statements**

We have audited the accompanying consolidated financial statements of Industrial and Infrastructure Development Finance Company (IIDFC) Limited and its subsidiaries, ('the Group'), as well as the separate financial statements of Industrial and Infrastructure Development Finance Company (IIDFC) Limited ('the Company) which comprise the consolidated and the separate statement of financial position (Balance Sheet) as at 31 December 2015 and the consolidated and the separate statement of comprehensive income (Profit & Loss Account), statements of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

## **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these consolidated financial statements of the group and the separate financial statements of the company in accordance with Bangladesh Financial Reporting Standards (BFRS), Financial Institutions Act 1993, the rules and regulations issued by the Bangladesh Bank, the Companies Act 1994, the Securities and Exchanges Rules 1987 and other applicable laws and regulations. This responsibility includes designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of these consolidated financial statements of the group and separate financial statement of the company that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

## **Auditors' Responsibility**

Our responsibility is to express an opinion on these consolidated financial statements of the group and the separate financial statements of the company based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements of the group and the separate financial statements of the company are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements of the group and the separate financial statements of the company. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements of the group and the financial statements of the company, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements of the group and the financial statements of the company in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements of the group and the separate financial statements of the company.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Opinion:

In our opinion, the consolidated financial statements of the group and the separate financial statements of the company prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs), give a true and fair view of the state of the Consolidated Financial Position of the group and separate financial position of the company as at 31 December 2015 and of the results of its Consolidated and Separate financial performance and consolidated and separate statement of cash flows for the year then ended and comply with the Financial Institutions Act 1993, The Companies Act 1994, the rules and regulations issued by the Bangladesh Bank, the Securities and Exchanges Rules 1987 and other applicable laws and regulations.

## Report on Other Legal and Regulatory Requirements:

In accordance with companies Act 1994, Securities and Exchange Rules 1987, the Financial Institutions Act 1993 as amended in 2013 and the rules and regulations issued by Bangladesh Bank, we also report the following:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) in our opinion, proper books of account as required by law have been kept by IIDFC Limited Group and the Company so far as it appeared from our examination of those books and proper returns adequate for the purpose of our audit have been received from branch not visited by us;
- (iii) the IIDFCL's consolidated and separate statement of financial position (Balance Sheet) and statement of comprehensive income (Profit and Loss Account) together with the annexed notes 1 to 43 dealt with by the report are in agreement with the books of account and returns;
- (iv) the expenditure incurred was for the purpose of the IIDFCL's business;
- (v) the financial position of IIDFC Limited as at 31 December 2015 and the profit for the year then ended have been properly reflected in the financial statements and the financial statements have been drawn up in conformity with the Financial Institutions Act, 1993 and in accordance with the accounting rules and regulations issued by the Bangladesh Bank;
- (vi) the financial statements conform to the prescribed standards set in the accounting regulations issued by the Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- (vii) adequate provisions have been made for advances and other assets which are, in our opinion, doubtful of recovery;
- (viii) the internal control and the compliance of the Company is satisfactory, and effective measures have been taken to prevent possible fraud, forgery and internal policies are being followed appropriately;
- (ix) the information and explanations required by us have been received and found satisfactory;
- (x) the IIDFC Limited has no overseas branches;
- (xi) 80% of the risk-weighted assets have been audited;
- (xii) We have spent approximately 785 man hours for the audit of books & accounts of IIDFC.

Dated, Dhaka;  
June 12, 2016

**S.F. Ahmed & Co.**  
*S. F. Ahmed*  
Chartered Accountants

# BALANCE SHEET

## Industrial and Infrastructure Development Finance Company Limited Statement of Financial Position (Balance Sheet)

As at 31 December, 2015

Ref.

IAS 1.51(a)

IAS 1.10(a)

IAS 1.51( c )

IAS 1. (38&39)

IAS 1.54, IAS 7.7

IAS 1.54(d)

IAS 1.54(i)

IAS 1.54(b)

IAS 1.54(b)

IAS 1.54(a)

IAS 1.54(c)

IAS 1.55& 1.57(a)

IAS 1.55& 1.57(a)

IAS 1.54(k)

IAS 1.54(m)

IAS 1.55,1.57(a)

IAS 1.54(r),1.78(e)

IAS 1.54(r),1.78(e)

IAS 1.54(r),1.78(e)

IAS 1.54(r),1.78(e)

IAS 1.54(r),1.78(e)

IAS 1.54(r),1.78(e)

IAS 1.54(r),1.78(e)

Notes	Amount in Taka	
	31-Dec-2015	31-Dec-2014
<b>PROPERTY &amp; ASSETS</b>		
3		
	<b>Cash</b>	
	In Hand (including foreign currencies)	21,908
	Balance with Bangladesh Bank and its Agent Banks (including foreign currencies)	163,194,960
	<b>165,781,110</b>	<b>163,216,868</b>
4	<b>Balance with other Banks and Financial Institutions</b>	
	Inside Bangladesh	741,976,469
	Outside Bangladesh	-
	<b>808,745,269</b>	<b>741,976,469</b>
5	<b>Money at Call and Short Notice</b>	-
6	<b>Investments</b>	
	Government	-
	Others	251,834,240
	<b>1,584,657,867</b>	<b>251,834,240</b>
7	<b>Loans &amp; Advances</b>	
	Lease Receivables	2,463,981,286
	Advance for Lease Finance	60,051,877
	Direct/ Term Finance	7,314,526,239
	Secured Overdraft	71,556,061
	Bills Discounted and Purchased	81,302,218
	<b>10,893,579,693</b>	<b>9,991,417,681</b>
8	<b>Property, Plant &amp; Equipment</b>	16,221,045
8.1	<b>Intangible Asset</b>	2,362,945
9	<b>Other Assets</b>	2,096,218,827
	<b>15,618,768,059</b>	<b>13,263,248,075</b>
<b>LIABILITIES &amp; CAPITAL</b>		
10	<b>Borrowings from Other Banks, Financial Institutions &amp; Agents</b>	3,289,648,155
11	<b>Deposits &amp; Other Accounts</b>	
	Current deposits & Other Accounts, etc	-
	Bills Payable	-
	Savings Bank Deposits	-
	Term Deposits	7,075,456,291
	Bearer Certificate of Deposits	-
	Other Deposits	8,413,758
	<b>9,319,021,782</b>	<b>7,083,870,049</b>
12	<b>Other Liabilities</b>	1,335,961,989
	<b>Total Liabilities</b>	<b>11,709,480,193</b>
<b>Capital/ Shareholders' Equity</b>		
13	Paid-up Capital	1,000,000,000
14	Statutory Reserve	253,555,694
15	General Reserve	45,800,000
16	Other Reserve	-
17	Proposed Stock Dividend	-
18	Retained Earnings	254,412,188
	<b>Total Shareholders' Equity</b>	<b>1,553,767,882</b>
	<b>Total Liabilities &amp; Shareholders' Equity</b>	<b>13,263,248,075</b>

# BALANCE SHEET

Ref.  
IAS 1.51(a)  
IAS 1.10(a)  
IAS 1.51(c)

## Industrial and Infrastructure Development Finance Company Limited Statement of Financial Position (Balance Sheet)

As at 31 December, 2015

	Notes	Amount in Taka	
		31-Dec-2015	31-Dec-2014
IAS 1.55	<b>OFF-BALANCE SHEET ITEMS</b>		
IAS 37.28, 37.86	<b>Contingent liabilities</b>	19	
	Letters of guarantee	107,835,380	117,411,680
	LC Commitment	141,283,897	-
	Letters of credit	-	-
	Irrevocable letter of credit	-	-
	Bills for collection	-	-
	Other contingent liabilities	-	-
		<b>249,119,277</b>	<b>117,411,680</b>
	<b>Others commitments:</b>		
	Money at call and short notice	-	-
	Forward assets purchased and forward deposits placed	-	-
	Undrawn note issuance and revolving underwriting facilities	-	-
	Undrawn formal standby facilities, credit lines and other commitments	-	-
		-	-
	<b>Total off-balance sheet items including contingent liabilities</b>	<b>249,119,277</b>	<b>117,411,680</b>

*The annexed notes 1 to 43 form an integral part of these financial statements*

  
**Md. Matiul Islam**  
Chairman

  
**Md. Asaduzzaman Khan**  
Managing Director

  
**Md. Shamim Ahamed FCA**  
Company Secretary

Signed as per annexed report on even date

Dated, Dhaka;  
June 12, 2016

  
**S.F. Ahmed & Co.**  
Chartered Accountants

# PROFIT & LOSS ACCOUNT

## Industrial and Infrastructure Development Finance Company Limited Statement of Comprehensive Income (Profit & Loss Account)

For the year ended 31 December, 2015

Ref.  
IAS 1.51(a)  
IAS 1.10(b)  
IAS 1.51(c)  
IAS 1.(38 & 39)

		Notes	Amount in Taka	
			31-Dec-2015	31-Dec-2014
<b>A. OPERATING INCOME</b>				
IFRS 7.20(b)	Interest income	20	1,442,320,643	1,534,516,890
IFRS 7.20(b)	Interest paid on deposits, borrowings etc.	21	(1,090,814,804)	(1,214,766,064)
IAS 1.85	<b>Net interest income</b>		<b>351,505,839</b>	<b>319,750,826</b>
IFRS 7.20(9b)	Income from investment	22	505,716	19,273,281
IFRS 7.20(c)	Commission, exchange and brokerage	23	-	-
IAS 1.85	Other operating income	24	42,557,145	41,430,785
IAS 1.85	<b>Total operating income</b>		<b>394,568,699</b>	<b>380,454,891</b>
<b>B. OPERATING EXPENSES</b>				
IAS 1.104	Salaries & allowances	25	99,122,366	81,692,754
IAS 1.97	Rent, taxes, insurance, electricity etc.	26	18,531,515	17,439,358
IAS 1.97	Legal expenses	27	5,503,459	4,672,531
IAS 1.97	Postage, stamp, telecommunications etc.	28	2,227,575	1,925,503
IAS 1.97	Stationery, printing, advertisement etc.	29	5,946,991	5,301,137
IAS 1.97	Managing director's salary and fees	30	7,545,707	8,089,687
IAS 1.97	Directors' fees	31	493,000	525,000
IAS 1.97	Auditor's fees	32	200,000	610,000
IAS 1.98 (d)	Loans & advances written-off	33	-	-
IAS 1.104	Repair, depreciation and amortization of company's assets	34	11,606,006	10,169,647
IAS 1.97	Other expenses	35	18,701,427	21,187,555
IAS 1.85	<b>Total operating expenses</b>		<b>169,878,046</b>	<b>151,613,172</b>
IAS 1.85	<b>C. Profit before provision (A-B)</b>		<b>224,690,654</b>	<b>228,841,720</b>
IAS 1.97	<b>D. Provision for loans &amp; advances</b>	36		
	Specific provision		63,610,017	53,546,280
	General provision		(28,760,017)	1,147,677
	Provision for diminution in value of investments	12.1	(5,603,850)	19,095,206
	<b>Total provision</b>		<b>29,246,150</b>	<b>73,789,163</b>
IAS 1.85	<b>E. Profit before taxes (C-D)</b>		<b>195,444,504</b>	<b>155,052,557</b>
IAS 1.82(d)	<b>F. Provision for tax</b>			
	Current tax	37	83,800,000	31,400,000
	Deferred tax	37.2	1,011,581	(8,597,271)
	<b>Total provision</b>		<b>84,811,581</b>	<b>22,802,729</b>
IAS 1.85	<b>Profit after tax</b>		<b>110,632,923</b>	<b>132,249,828</b>
	Less: Appropriations			
	Statutory reserve		22,126,585	26,449,966
	General reserve		1,000,000	1,000,000
			23,126,585	27,449,966
IAS 1.85	<b>Retained surplus</b>		<b>87,506,338</b>	<b>104,799,862</b>
IAS 33.66	<b>Earnings per share (EPS)</b>	38	<b>1.11</b>	<b>1.32</b>

The annexed notes 1 to 43 form an integral part of these financial statements



**Md. Matiul Islam**  
Chairman



**Md. Asaduzzaman Khan**  
Managing Director



**Md. Shamim Ahamed FCA**  
Company Secretary

Signed as per annexed report on even date

Dated, Dhaka;  
June 12, 2016



**S.F. Ahmed & Co.**  
Chartered Accountants

# STATEMENT OF CASH FLOWS

Ref.  
IAS 1.51(a)  
IAS 1.10(d)  
IAS 1.51(c)

## Industrial and Infrastructure Development Finance Company Limited Statement of Cash Flows For the year ended 31 December, 2015

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
IAS 1.(38&39)			
IAS 7.10	<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>		
IAS 7.31	Interest receipts in cash	1,389,718,196	1,562,946,554
IAS 7.31	Interest payments in cash	(1,116,382,219)	(1,236,341,778)
IAS 7.31	Dividend receipts in cash	10,448,228	8,466,623
IAS 7.14(d)	Cash payments to employees	(106,668,073)	(89,782,441)
IAS 7.14(c)	Cash payments to suppliers	(8,174,566)	(7,226,640)
IAS 7.35	Income taxes paid	(23,040,315)	(13,311,685)
IAS 7.14(b)	Receipts from other operating activities	63,105,733	41,430,785
IAS 7.14(c)	Payments for other operating activities	(57,287,727)	(50,640,240)
	<b>Cash generated from operating activities</b>	<b>151,719,257</b>	<b>215,541,178</b>
IAS 7.19(b)	<b>Increase/(decrease) in operating assets and liabilities</b>		
	<b>Statutory deposits</b>		
	Loans and advances to other banks	-	(3,837,101)
	Loans and advances to other customers	(935,062,012)	(681,506,133)
	Other assets	23,550,607	(206,425,179)
	Borrowings from Bank	94,305,479	(319,945,854)
	Deposits from other Banks/Borrowings	1,351,856,512	707,632,973
	Deposits from customers	883,295,221	758,096,468
	Other liabilities	(24,957,509)	(21,411,606)
		<b>1,392,988,299</b>	<b>232,603,569</b>
	<b>Net Cash from Operating Activities</b>	<b>1,544,707,556</b>	<b>448,144,747</b>
IAS 7.10	<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
	Investments In Subsidiary	-	(215,000,000)
IAS 7.16(d)	Proceeds from sale of securities	(30,517,400)	10,868,520
IAS 7.23(b)	Investment in securities	(1,332,823,627)	(58,756,010)
IAS 7.16(a)	Purchase of property, plant and equipment	(8,869,212)	(7,271,058)
IAS 7.16(a)	Payment against lease obligation	(3,653,507)	(5,285,315)
IAS 7.16(b)	Proceeds from sale of property, plant and equipment	493,233	243,056
	<b>Net cash used in investing activities</b>	<b>(1,375,370,514)</b>	<b>(275,200,807)</b>
IAS 7.10	<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
IAS 7.31	Dividend paid	(100,000,000)	-
	<b>Net cash from financing activities</b>	<b>(100,000,000)</b>	<b>-</b>
	<b>D Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>69,337,045</b>	<b>172,943,940</b>
IAS 7.18	<b>E Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>-</b>
	<b>F Cash and cash equivalents at beginning of the year</b>	<b>905,193,337</b>	<b>732,249,396</b>
	<b>G Cash and cash equivalents at end of the year (D+E+F)</b>	<b>974,530,382</b>	<b>905,193,337</b>
IAS 7.45	<b>Cash and cash equivalents at end of the year</b>		
	Cash in hand	4,003	21,908
	Balance with Bangladesh Bank and its agents bank(s)	165,781,110	163,194,960
	Balance with other banks and financial institutions	808,745,269	741,976,469
	Money at call and short notice	-	-
		<b>974,530,382</b>	<b>905,193,337</b>

The annexed notes 1 to 43 form an integral part of these financial statements



**Md. Matiuil Islam**  
Chairman



**Md. Asaduzzaman Khan**  
Managing Director



**Md. Shamim Ahamed FCA**  
Company Secretary

Signed as per annexed report on even date

Dated, Dhaka;  
June 12, 2016



**S.F. Ahmed & Co.**  
Chartered Accountants

# STATEMENT OF CHANGES IN EQUITY

Ref.

IAS 1.51(a)

IAS 1.10(c)

IAS 1.51(c)

## Industrial and Infrastructure Development Finance Company Limited Statement of Changes in Equity


For the Year ended 31 December, 2015

Ref.	Particulars	Amount in Taka				
		Paid-up Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
	Balance as on 1 January, 2015	1,000,000,000	253,555,694	45,800,000	254,412,188	1,553,767,882
IAS 1.106(b)	Changes in accounting policy (stock dividend from ICL)	-	-	-	-	-
IAS 1.106	Restated balance	1,000,000,000	253,555,694	45,800,000	254,412,188	1,553,767,882
IFRIC 1.6(a)	Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-
IFRIC 1.6(a)	Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-
IFRIC 1.6(a)	Currency translation differences	-	-	-	-	-
IFRIC 1.6(a)	Net gains and losses not recognized in income statement	-	-	-	-	-
IAS 1.106(a)	Net profit for the year	-	-	-	110,632,923	110,632,923
IAS 1.106(d)	Dividend (Cash)	-	-	-	(100,000,000)	(100,000,000)
IAS 1.106(d)	Appropriations made during the year	-	22,126,585	1,000,000	(23,126,585)	-
	<b>Balance as at 31 December, 2015</b>	<b>1,000,000,000</b>	<b>275,682,279</b>	<b>46,800,000</b>	<b>241,918,527</b>	<b>1,564,400,805</b>

  
**Md. Matiuil Islam**  
Chairman

Dated, Dhaka;  
June 12, 2016

  
**Md. Asaduzzaman Khan**  
Managing Director

  
**Md. Shamim Ahamed FCA**  
Company Secretary



# LIQUIDITY STATEMENT

Ref.  
IAS 1.51(a)  
IAS 1.65  
IAS 1.51(c)

## Industrial and Infrastructure Development Finance Company Limited Liquidity Statement


As at 31 December, 2015

Particulars	Up to 1 month maturity	1-3 months maturity	3-12 months maturity	1-5 years maturity	More than 5 years maturity	Total
<b>ASSETS:</b>						
Cash	4,003	-	-	-	-	4,003
Balances with Bangladesh Bank	165,781,110	-	-	-	-	165,781,110
Balances with other Banks	60,800,000	278,300,000	220,500,000	249,145,269	-	808,745,269
Money at Call and on Short Notice	-	-	-	-	-	-
Investments	52,600,000	501,600,000	951,600,000	78,857,867	-	1,584,657,867
Loans and Advances	1,338,300,000	2,751,500,000	2,143,200,000	2,799,000,000	1,861,579,693	10,893,579,693
Property, Plant & Equipment	1,300,000	2,300,000	3,400,000	4,500,000	2,160,235	13,660,235
Intangible Asset (Computer Software)	1,200,000	700,000	900,000	700,000	528,900	4,028,900
Other Assets	229,000,000	286,800,000	462,100,000	691,500,000	478,910,982	2,148,310,982
<b>Total assets</b>	<b>1,848,985,113</b>	<b>3,821,200,000</b>	<b>3,781,700,000</b>	<b>3,823,703,136</b>	<b>2,343,179,810</b>	<b>15,618,768,059</b>
<b>LIABILITIES:</b>						
Borrowing from other banks, Fin. Ins. & Agents	1,124,000,000	716,000,000	607,200,000	825,900,000	111,424,860	3,384,524,860
Deposit and other accounts	94,400,000	2,387,800,000	2,948,800,000	2,509,600,000	1,378,421,782	9,319,021,782
Provision and other liabilities	152,700,000	342,100,000	454,800,000	271,400,000	129,820,612	1,350,820,612
<b>Total liabilities</b>	<b>1,371,100,000</b>	<b>3,445,900,000</b>	<b>4,010,800,000</b>	<b>3,606,900,000</b>	<b>1,619,667,254</b>	<b>14,054,367,254</b>
<b>Net liquidity gap</b>	<b>477,885,113</b>	<b>375,300,000</b>	<b>(229,100,000)</b>	<b>216,803,136</b>	<b>723,512,556</b>	<b>1,564,400,805</b>

  
**Md. Matiuil Islam**  
Chairman

Dated, Dhaka;  
June 12, 2016

  
**Md. Asaduzzaman Khan**  
Managing Director

  
**Md. Shamim Ahamed FCA**  
Company Secretary

# CONSOLIDATED BALANCE SHEET

## Industrial and Infrastructure Development Finance Company Limited Consolidated Statement of Financial Position (Balance Sheet)

As at 31 December, 2015

Ref.

IAS 1.51(a)

IAS 1.10(a)

IAS 1.51(c)

IAS 1. (38&39)

	Notes	Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>PROPERTY &amp; ASSETS</b>			
IAS 1.54, IAS 7.7	<b>Cash</b>		
	In Hand (including foreign currencies)	47,011	41,598
	Balance with Bangladesh Bank and its Agent Bank(s) (including foreign currencies)	165,781,110	163,194,960
		<b>165,828,121</b>	<b>163,236,558</b>
IAS 1.54(d)	<b>Balance with Other Banks and Financial Institutions</b>		
	Inside Bangladesh	873,259,379	801,297,299
	Outside Bangladesh	-	-
		<b>873,259,379</b>	<b>801,297,299</b>
IAS 1.54(i)	<b>Money at Call and Short Notice</b>	-	-
IAS 1.54(b)	<b>Investments</b>		
	Government	-	-
	Others	1,902,757,040	429,998,083
		<b>1,902,757,040</b>	<b>429,998,083</b>
IAS 1.54(b)	<b>Loans &amp; Advances</b>		
	Lease Receivables	2,444,618,407	2,463,981,286
	Advance for Lease Finance	83,740,331	60,051,877
	Direct/Term Finance	7,597,891,984	6,323,460,694
	Secured Overdraft	45,853,258	71,556,061
	Bills Discounted and Purchased	86,442,761	81,302,218
	Margin Loans	2,707,846,901	3,218,504,791
		<b>12,966,393,642</b>	<b>12,218,856,927</b>
IAS 1.54(a)	<b>Property, Plant &amp; Equipment</b>	22,431,235	35,004,710
IAS 1.54(c)	<b>Intangible Asset</b>	4,533,678	3,437,753
IAS 1.55& 1.57(a)	<b>Other Assets</b>	831,139,034	775,031,850
IAS 1.55& 1.57(a)	<b>Non-banking assets</b>	-	-
	<b>Total Assets</b>	<b>16,766,342,130</b>	<b>14,426,863,180</b>
<b>LIABILITIES &amp; CAPITAL</b>			
IAS 1.54(k)	<b>Borrowings from Other Banks, Financial Institutions &amp; Agents</b>	3,538,382,569	3,496,386,920
IAS 1.54(m)	<b>Deposits &amp; Other Accounts</b>		
	Current Deposits & Other Accounts, etc.	-	-
	Bills Payable	-	-
	Savings Bank Deposits	-	-
	Term Deposits	9,314,724,232	7,082,451,058
	Bearer Certificate of Deposits	-	-
	Other Deposits	5,977,279	8,413,758
		<b>9,320,701,511</b>	<b>7,090,864,816</b>
IAS 1.55,1.57(a)	<b>Other Liabilities</b>	2,384,491,422	2,336,524,172
	<b>Total Liabilities</b>	<b>15,243,575,502</b>	<b>12,923,775,908</b>
	<b>Capital/ Shareholders' Equity</b>		
IAS 1.54(r),1.78(e)	Paid up Capital	1,000,000,000	1,000,000,000
IAS 1.54(r),1.78(e)	Statutory Reserve	275,682,279	253,555,694
IAS 1.54(r),1.78(e)	General Reserve	63,797,874	62,797,874
IAS 1.54(r),1.78(e)	Other Reserve	-	-
IAS 1.54(r),1.78(e)	Stock Dividend	-	-
IAS 1.54(r),1.78(e)	Retained Earnings	183,141,067	186,592,881
	Total Equity attributable to Shareholder of the Company	<b>1,522,621,220</b>	<b>1,502,946,449</b>
IAS 27.6, 27.26	<b>Non-controlling Interest</b>	145,408	140,823
	<b>Total Liabilities &amp; Shareholders' Equity</b>	<b>16,766,342,130</b>	<b>14,426,863,180</b>

# CONSOLIDATED BALANCE SHEET

Ref.

IAS 1.51(a)

IAS 1.10(a)

IAS 1.51(c)

## Industrial and Infrastructure Development Finance Company Limited Consolidated Statement of Financial Position (Balance Sheet)

As at 31 December, 2015

IAS 1.55	OFF-BALANCE SHEET ITEMS	Notes	Amount in Taka	
			31-Dec-2015	31-Dec-2014
IAS 37.28, 37.86	<b>Contingent liabilities</b>	19		
	Letters of guarantee		107,835,380	117,411,680
	Letters of credit		-	-
	LC Commitment		141,283,897	-
	Irrevocable letter of credit		-	-
	Bills for collection		-	-
	Other contingent liabilities		-	-
			<b>249,119,277</b>	<b>117,411,680</b>
	<b>Others commitments:</b>			
	Money at call and short notice		-	-
	Forward assets purchased and forward deposits placed		-	-
	Undrawn note issuance and revolving underwriting facilities		-	-
	Undrawn formal standby facilities, credit lines and other commitments		-	-
			-	-
	<b>Total off-balance sheet items including contingent liabilities</b>		<b>249,119,277</b>	<b>117,411,680</b>

The annexed notes 1 to 43 form an integral part of these financial statements



**Md. Matiul Islam**  
Chairman



**Md. Asaduzzaman Khan**  
Managing Director



**Md. Shamim Ahamed FCA**  
Company Secretary

Signed as per annexed report on even date

Dated, Dhaka;  
June 12, 2016

  
**S.F. Ahmed & Co.**  
Chartered Accountants

# CONSOLIDATED PROFIT & LOSS ACCOUNT

Ref.

IAS 1.51(a)

IAS 1.10(b)

IAS 1.51(c)

IAS 1.(38&39)

## Industrial and Infrastructure Development Finance Company Limited Consolidated Statement of Comprehensive Income (Profit & Loss Account)

For the year ended 31 December, 2015

	Notes	Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>A. OPERATING INCOME</b>			
IFRS 7.20(b)	Interest income	20.a 1,546,367,955	1,639,394,688
IFRS 7.20(b)	Interest paid on deposits, borrowings etc.	21.a (1,103,581,895)	(1,236,253,105)
IAS 1.85	<b>Net interest income</b>	<b>442,786,060</b>	<b>403,141,583</b>
IFRS 7.20(b)	Income from investment	22.a 4,662,345	61,895,826
IFRS 7.20(c)	Commission, exchange and brokerage	23.a 42,089,613	53,976,824
IAS 1.85	Other operating income	24.a 43,790,138	42,224,137
IAS 1.85	<b>Total operating income</b>	<b>533,328,155</b>	<b>561,238,369</b>
<b>B. OPERATING EXPENSES</b>			
IAS 1.104	Salaries & allowances	25.a 144,593,998	113,670,063
IAS 1.97	Rent, taxes, insurance, electricity etc.	26.a 34,621,884	41,256,692
IAS 1.97	Legal expenses	27.a 5,669,317	5,007,988
IAS 1.97	Postage, stamp, telecommunications etc.	28.a 4,316,087	4,049,648
IAS 1.97	Stationery, printing, advertisement etc.	29.a 6,427,588	5,872,846
IAS 1.97	Managing director's salary and fees	30 7,545,707	8,089,687
IAS 1.97	Directors' fees	31.a 601,100	603,200
IAS 1.97	Auditor's fees	32.a 395,250	780,833
IAS 1.98(d)	Loans & advances written-off	33.a 37,812,135	27,441,842
IAS 1.104	Repair, depreciation and amortization of company's assets	34.a 19,817,127	17,862,305
IAS 1.97	Other expenses	35.a 28,715,504	28,887,635
IAS 1.85	<b>Total operating expenses</b>	<b>290,515,697</b>	<b>253,522,739</b>
IAS 1.85	<b>C. Profit/(Loss) before provision (A-B)</b>	<b>242,812,459</b>	<b>307,715,631</b>
IAS 1.97	<b>D. Provision for loans &amp; advances</b>	36.a	
	Specific provision	63,610,017	56,642,982
	General provision	(28,760,017)	1,147,677
	Provision for diminution in value of investments	(5,603,850)	36,451,072
	Other provision	-	-
	<b>Total provision</b>	<b>29,246,150</b>	<b>94,241,731</b>
IAS 1.85	<b>E. Profit/(Loss) before taxes (C-D)</b>	<b>213,566,309</b>	<b>213,473,900</b>
IAS 1.82(d)	<b>F. Provision for tax:</b>	37.a	
	Current tax	93,361,499	47,089,286
	Deferred tax	537,038	(9,310,417)
	<b>Total provision</b>	<b>93,898,537</b>	<b>37,778,869</b>
IAS 1.82(f)	<b>G. Profit/(Loss) after taxes (E-F)</b>	<b>119,667,772</b>	<b>175,695,031</b>
	<b>Attributable to:</b>		
IAS 27.6, 27.26	Shareholders of the company	119,661,519	175,689,729
	Non-controlling interest	6,252	5,302
		<b>119,667,772</b>	<b>175,695,031</b>
	Less: Appropriations		
	Statutory reserve	22,126,585	26,449,966
	General reserve	1,000,000	1,000,000
		23,126,585	27,449,966
IAS 1.85	<b>Retained surplus</b>	<b>96,534,935</b>	<b>148,239,763</b>
IAS 33.66	<b>Earnings per share (EPS)</b>	38.a <b>1.20</b>	<b>1.76</b>

The annexed notes 1 to 43 form an integral part of these financial statements



Md. Matiul Islam  
Chairman



Md. Asaduzzaman Khan  
Managing Director



Md. Shamim Ahamed FCA  
Company Secretary

Signed as per annexed report on even date

Dated, Dhaka;  
June 12, 2016

  
S.F. Ahmed & Co.  
Chartered Accountants

# CONSOLIDATED STATEMENT OF CASH FLOWS

Ref.  
IAS1.51(a)  
IAS 1.10(d)  
IAS 1.51( c )

## Industrial and Infrastructure Development Finance Company Limited Consolidated Statement of Cash Flows

For the year ended 31 December, 2015

IAS 1.(38&39)

IAS 7.10

IAS 7.31

IAS 7.31

IAS 7.31

IAS 7.14(b)

IAS 7.14(d)

IAS 7.14( c )

IAS 7.35

IAS 7.14(b)

IAS 7.14( c )

IAS 7.19(b)

IAS 7.10

IAS 7.16(d)

IAS 7.23(b)

IAS 7.16(a)

IAS 7.16(a)

IAS 7.16(b)

IAS 7.10

IAS 7.31

IAS 7.18

IAS 7.45

### A CASH FLOW FROM OPERATING ACTIVITIES

Interest receipts in cash  
Interest payments in cash  
Dividend receipts in cash  
Fees and commission receipts in cash  
Cash payments to employees  
Cash payments to suppliers  
Income taxes paid  
Receipts from other operating activities  
Payments for other operating activities  
**Cash generated from operating activities**

### Increase/(decrease) in operating assets and liabilities, Statutory deposits

Loans and advances to other banks  
Loans and advances to other customers  
Other assets  
Borrowings from bank  
Deposits from other banks/FI  
Deposits from customers  
Other liabilities

### Net cash from operating activities

### B CASH FLOW FROM INVESTING ACTIVITIES

Proceeds from sale of securities  
Payments for purchase of securities  
Purchase of property, plant and equipment  
Payment against lease obligation  
Proceeds from sale of property, plant and equipment  
**Net cash used in investing activities**

### C CASH FLOW FROM FINANCING ACTIVITIES

Dividend paid  
**Net cash from financing activities**

### D Net increase/(decrease) in cash and cash equivalents (A+B+C)

### E Effects of exchange rate changes on cash and cash equivalents

### F Cash and cash equivalents at beginning of the year

### G Cash and cash equivalents at end of the year (D+E+F)

### Cash and cash equivalents at end of the year

Cash in hand  
Balance with Bangladesh Bank and its agents bank(s)  
Balance with other banks and financial institutions  
Money at call and short notice

Amount in Taka	
31-Dec-2015	31-Dec-2014
1,493,765,508	1,665,801,710
(1,133,249,288)	(1,310,546,796)
15,096,619	31,626,892
42,089,613	53,976,824
(152,139,705)	(111,259,750)
(10,743,675)	(9,922,494)
(30,714,730)	(66,387,923)
62,982,147	42,215,802
(75,571,074)	(64,954,520)
<b>211,515,416</b>	<b>230,549,745</b>
-	(3,837,101)
(747,536,715)	(1,447,653,348)
(139,424,360)	104,388,555
41,995,649	(210,478,385)
1,351,856,512	707,632,973
877,980,183	758,512,744
81,288,152	79,063,347
<b>1,466,159,420</b>	<b>(12,371,215)</b>
<b>1,677,674,836</b>	<b>218,178,530</b>
(31,009,162)	30,330,796
(1,472,758,957)	(66,869,419)
(9,077,924)	(7,731,443)
(3,653,507)	(5,285,315)
13,378,357	1,122,987
<b>(1,503,121,193)</b>	<b>(48,432,394)</b>
(100,000,000)	-
<b>(100,000,000)</b>	-
74,553,643	169,746,136
-	-
964,533,857	794,787,721
<b>1,039,087,500</b>	<b>964,533,857</b>
47,011	41,598
165,781,110	163,194,960
873,259,379	801,297,299
-	-
<b>1,039,087,500</b>	<b>964,533,857</b>



**Md. Matiul Islam**  
Chairman



**Md. Asaduzzaman Khan**  
Managing Director



**Md. Shamim Ahamed FCA**  
Company Secretary

Signed as per annexed report on even date

Dated, Dhaka;  
June 12, 2016



**S.F. Ahmed & Co.**  
Chartered Accountants

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

## Industrial and Infrastructure Development Finance Company Limited Consolidated Statement of Changes in Equity

For the year ended 31 December, 2015

Amount in Taka


Ref.  
IAS 1.51(a)  
IAS 1.10(c)  
IAS 1.51(c)

	Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Stock Dividend	Retained Earnings	Non-controlling Interest	Total
IAS 1.106(b)	Balance as on 1 January, 2015	1,000,000,000	253,555,694	62,797,874	-	186,592,881	140,823	1,503,087,272
IAS 1.106	Changes in accounting policy	-	-	-	-	9,581	-	9,581
IFRIC 1.6(a)	Restated balance	1,000,000,000	253,555,694	62,797,874	-	186,602,462	140,823	1,503,096,853
IFRIC 1.6(a)	Surplus/(deficit) on account of revaluation of properties	-	-	-	-	-	-	-
IFRIC 1.6(a)	Surplus/(deficit) on account of revaluation of investments	-	-	-	-	-	-	-
IFRIC 1.6(a)	Currency translation differences	-	-	-	-	-	-	-
IFRIC 1.6(a)	Net gains and losses not recognized in income statement	-	-	-	-	-	-	-
IAS 1.106(a)	Net profit for the year	-	-	-	-	119,667,772	-	119,667,772
IAS 1.106(a)	Adjustment/Transfer to non-controlling Interest	-	-	-	-	(2,582)	4,585	2,003
IAS 1.106(d)	Dividend (Cash)	-	-	-	-	(100,000,000)	-	(100,000,000)
IAS 1.106(d)	Appropriations made during the year	-	22,126,585	1,000,000	-	(23,126,585)	-	-
	<b>Balance as at 31 December, 2015</b>	<b>1,000,000,000</b>	<b>275,682,279</b>	<b>63,797,874</b>	<b>-</b>	<b>183,141,067</b>	<b>145,408</b>	<b>1,522,766,628</b>

  
**Md. Matiul Islam**  
Chairman

Dated, Dhaka;  
June 12, 2016

  
**Md. Asaduzzaman Khan**  
Managing Director

  
**Md. Shamim Ahamed FCA**  
Company Secretary

IAS 1.51(a) **Industrial and Infrastructure Development Finance Company Limited and its subsidiaries**  
IAS 1.10(e) **Notes to the Financial Statements**  
IAS 1.51 (c) **For the year ended December 31, 2015**

IAS 1.138(a) **1.0 Reporting entity**

**1.01 Company's profile**

Industrial and Infrastructure Development Finance Company (IIDFC) Limited, a public limited company was incorporated on the 19th day of December, 2000 as a development financial institution to boost investment specially in the spectrum of industrial and infrastructure development. The Company was licensed by Bangladesh Bank on the 23rd day of January, 2001 to start financing business in Bangladesh. The registered office of the Company is situated at Chamber Building (6th & 7th Floor), 122-124, Motijheel C/A, Dhaka-1000, Bangladesh.

IAS 1.138(b) **1.02 Nature of business of the company**

IIDFC offers financial services that include promotion and term financing of financially viable industrial undertakings & infrastructure projects, lease financing for all type of machineries and equipments including vehicles for industrial and commercial purposes, financial packaging for syndicated fund arrangement including cross-border syndication, acquisition or takeover of public sector enterprises, financial or otherwise, stated for privatization and SME financing.

IAS 1.138(b) **1.03 Information regarding Subsidiaries**

**IIDFC Securities Limited**

IIDFC Securities Limited (the Company), a wholly owned subsidiary company of Industrial and Infrastructure Development Finance Company (IIDFC) Limited was incorporated as a private limited company in Bangladesh bearing certificate of incorporation no. C-83521/10 dated 28/03/2010 under the Companies Act 1994 having its registered office at Eunoos Trade Centre (Level 7), 52-53 Dilkusha Commercial Area, Dhaka.

The main objectives of the Company for which it was established are to carry out of the business of securities management and stock brokerage, custodian services, investment and asset management, portfolio management, capital market operations and other non-banking financial services including advisory services, mergers and acquisitions, equity investment, joint venture sourcing, corporate finance and restructuring, financial and socio economic consultancy, corporate research and project, studies, privatization and other related services.

**IIDFC Capital Limited**

IIDFC Capital Limited (the Company) is a private company, limited by shares was incorporated in Bangladesh on 30 November 1995 vide certificate of incorporation no. C-H.C 2097 in the name of South Asia Capital Limited which was acquired by Industrial and Infrastructure Development Finance Company (IIDFC) Limited a non-banking financial institution on 10 December 2009 and renamed as IIDFC Capital Limited.

The principal activities of the Company for which it was established include the business of issue management, portfolio management, corporate counseling, investment counseling, capital structuring, etc.

IAS 1.112(a) **2.0 Significant accounting policies and basis of preparation of financial statements**

IAS 1.117 **2.01 Basis of preparation**

The Financial Statements have been prepared on the basis of going concern concept and basically on accrual method under historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) and after due compliance with International Accounting Standards(IAS)/International Financial Reporting Standards (IFRS) so far adopted in Bangladesh as Bangladesh Accounting Standards (BAS)/Bangladesh Financial Reporting Standards(BFRS) by the Institute of Chartered Accountants of Bangladesh (ICAB), the Financial Institution Act 1993, the Companies Act 1994 and other applicable laws and regulations.

IAS 1.16 **Statement of compliance**

The consolidated financial statements of the company have been prepared in accordance with BFRS as adopted by the ICAB and as per the requirements of DFIM circular No. 11 dated December 23, 2009 issued by the Department of Financial Institution and Markets of Bangladesh Bank.

The Group and the financial institution have departed from those contradictory requirements of BFRSs in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below:

# NOTES TO THE FINANCIAL STATEMENTS

## 2.01.01 Investments in shares and securities

### BFRS:

As per requirements of BAS 39 'Financial Instruments: Recognition and Measurement' investments in shares and securities generally falls either under "at fair value through Profit and Loss Account" or under "available for sale" where any change in the fair value at the year-end is taken to Profit and Loss Account or Revaluation Reserve Account respectively.

### Bangladesh Bank:

As per FID circular No. 08 dated 03 August 2002 of Bangladesh Bank investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited statements of financial position (balance sheet) respectively. Provision should be made for any loss arising from diminution in value of investments.

## 2.01.02 Provision on loans and advances

### BFRS:

As per BAS 39 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets which are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

### Bangladesh Bank:

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/special mention account) has to be maintained.

## 2.01.03 Financial instruments - presentation and disclosure

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in BAS 39. As such some disclosure and presentation requirements of BFRS 7 'Financial Instruments: Disclosures' and BAS 32 'Financial Instruments: Presentation' cannot be made in the accounts.

## 2.01.04 Financial guarantees

### BFRS:

As per BAS 39 financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortised amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

### Bangladesh Bank:

As per the requirements of DFIM circular No. 11 dated December 23, 2009, financial guarantees such as L/C, L/G will be treated as off balance sheet items. No liability is recognised for the guarantee except the cash margin.

## 2.01.05 Cash and cash equivalents

### BFRS:

Cash and cash equivalents items should be reported as cash item as per BAS 7 'Statement of Cash Flows'.

### Bangladesh Bank:

Some cash and cash equivalent items such as 'money at call and on short notice', T-bills, Prize bond are not shown as cash and cash equivalent. Money at call and on short notice is shown as face item in statement of financial position and T-bills, Prize bonds are shown in Investment.

## 2.01.06 Non-Banking assets

### BFRS:

No indication of non-banking assets is found in any BFRSs.

### Bangladesh Bank:

As per the requirements of DFIM circular No. 11 dated December 23, 2009, there must exist a face item named non-banking asset.



# NOTES TO THE FINANCIAL STATEMENTS

## 2.01.07 Statement of cash flows

### **BFRS:**

Statement of cash flows can be prepared either in direct method or in 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.

### **Bangladesh Bank:**

As per the requirements of DFIM circular No. 11 dated December 23, 2009, statement of cash flows is a mixture of direct and indirect method.

## 2.01.08 Balance with Bangladesh Bank (CRR)

### **BFRS:**

Balance with Bangladesh Bank should be treated as other assets as it is not available for use in day to day operations as per BAS 7.

### **Bangladesh Bank:**

Balance with Bangladesh Bank is treated as cash and cash equivalents.

## 2.01.09 Off-balance sheet items

### **BFRS:**

There is no concept of off balance sheet items in any BFRS; hence there is no requirement of disclosure to off balance sheet items.

### **Bangladesh Bank:**

As per the requirements of DFIM circular No. 11 dated December 23, 2009, off balance sheet items e.g. L/C, L/G must be disclosed separately in the face of the statement financial position (balance sheet).

## 2.01.10 Disclosure of appropriation of profit

### **BFRS:**

There is no requirement to show appropriation of profit in the face of the statement of comprehensive income.

### **Bangladesh Bank:**

As per the requirements of DFIM circular No. 11 dated December 23, 2009, an appropriation of profit should be disclosed in the face of statement of comprehensive income.

## 2.01.11 Other comprehensive income

### **BFRS:**

As per BAS 1 'Presentation of Financial Statements', Other Comprehensive Income is a component of financial statements or the elements of Other Comprehensive Income are to be included in a single Other Comprehensive Income (OCI) Statement.

### **Bangladesh Bank:**

Bangladesh Bank has issued templates for financial statements which will strictly be followed by all financial institutions. The templates of financial statements issued by Bangladesh Bank do not include Other Comprehensive Income; and the elements of Other Comprehensive Income are also not allowed to be included in a single Other Comprehensive Income (OCI) Statement. As such the company does not prepare the Other Statement of Comprehensive Income. However elements of OCI, if any, are shown in the statement of changes in equity.

## 2.01.12 Loans and advance net of provision

### **BFRS:**

Loans and advances should be presented as net of provisions.

### **Bangladesh Bank:**

As per the requirements of DFIM circular No. 11 dated December 23, 2009, provision on loans and advances are presented separately as liability and cannot be netted off against loans and advances.

[Also refer to Note-2.17 Compliance of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs)]

# NOTES TO THE FINANCIAL STATEMENTS

- IAS 27.12 **2.02 Basis of consolidation**
- The financial statements of the company and its subsidiaries have been consolidated in accordance with Bangladesh Financial Reporting Standards 10 'Consolidated Financial Statements'.
- IAS 27.20 All intra-group balances, transactions, income and expenses are eliminated in full.
- IAS 27.24 Subsidiaries are fully consolidated from the date on which control is transferred to the company. Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.
- IAS 27.26
- IAS 27.28 The total profits of the company and its subsidiaries are shown in the consolidated Profit and Loss Account with the proportion of profit after taxation pertaining to minority shareholders being deducted as Minority Interest.
- All Assets and Liabilities of the company and its subsidiaries are shown in the consolidated Balance Sheet. The interest of non-controlling shareholder of the subsidiaries are shown separately in the consolidated Balance Sheet under the heading Minority Interest.
- IAS 1.8 **2.03 Integral components of financial statements**
- The Financial Statements of the Company include the following components:
1. Statement of financial position (Balance Sheet) as at 31 December, 2015.
  2. Statement of comprehensive income (Profit and Loss A/C) for the year ended 31 December, 2015.
  3. Statement of Cash Flows for the year ended 31 December, 2015.
  4. Statement of Changes in Equity for the year ended 31 December, 2015.
  5. Liquidity Statement as at 31 December, 2015.
  6. Notes to the Financial Statements.
- IAS 1.122 **2.04 Use of estimate & judgments**
- The preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. It also requires disclosures of contingent assets and liabilities at the date of the Financial Statements.
- Provisions and accrued expenses are recognized in the Financial Statements in line with the Bangladesh Accounting Standard (BAS) No. 37 'Provisions, Contingent Liabilities and Contingent Assets' when:
- a) the company has a present obligation, legal or constructive result of a past event,
  - b) it is probable that an outflow of resources embodying economic benefits will be required to settle that obligation; and
  - c) a reliable estimate can be made of the amount of the obligation.
- The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which from the basis of making the judgments about carrying values of assets and liabilities which are not readily apparent from other sources. Actual results may differ from these estimates. However, the estimates and underlying assumptions are reviewed on an ongoing basis and the revision is recognized in the period in which the estimates are revised.
- IAS 1.111 **2.05 Statement of cash flows**
- The statement of cash flows has been prepared using the Direct Method as mention in line with Bangladesh Accounting Standard 7 'Statement of cash flows'.
- IAS 1.27 **2.06 Consistency**
- In accordance with the IFRS framework for the presentation of Financial Statements together with Bangladesh Accounting Standard 1 'Presentation of Financial Statements' and Bangladesh Accounting Standard 8 'Accounting Policies, Changes in Accounting Estimates and Errors', IIDFC Ltd. applies the accounting disclosure principles consistently from one period to the next.
- IAS 1.36 **2.07 Reporting period**
- These Financial Statements cover one calendar year from January 01 to December 31, 2015.
- IAS 1.51(d) (e) **2.08 Presentation currencies**
- The figures of the financial statements are presented in Bangladeshi Currency (BDT) and have been rounded off to the nearest integer.

# NOTES TO THE FINANCIAL STATEMENTS

## 2.09 Books of accounts of branch

The Company has 1 (one) branch so far as on 31 December, 2015. Books of Accounts of the branch have been maintained at the Head Office of the Company.

IAS 1.119

## 2.10 Assets and basis of their valuation

IAS 7.45

### 2.10.01 Cash and cash equivalents

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank highly liquid financial assets.

IAS 1.54

### 2.10.02 Investment in securities

Investment in marketable ordinary shares as well as investment in non-marketable shares have been shown at cost. Adequate provision for diminution in value of shares has been made as per Bangladesh Bank guidelines. Market value of securities has been determined on the basis of the value of securities at the last trading day of the period (last trading day for the year was 31 December, 2015).

### 2.10.03 Loans, advances and provisions

Loans and advances are stated at gross amount. General provisions on unclassified loans and Off-Balance Sheet Items, specific provisions for classified loans and interest suspense account thereon are shown under other liabilities. Provision is made on the basis of quarter end against classified loans and advances review by the management and instruction contained in FID Circular no. 08 dated 3 August 2002, FID circular no. 03 and dated 03 May 2006.

#### a) Interest on loans and advances

Interest is calculated on a daily product basis but charged and accounted for on accrual basis. Interest is calculated on unclassified loans and advances and recognized as income during the year. Interest on classified loans and advances is kept in suspense account as per Bangladesh Bank instructions and such interest is not accounted for as income until realised from borrowers. Interest is not charged on bad and loss loans as per guidelines of Bangladesh Bank.

#### b) Provision for loans and advances

Provision for loans and advances are made on quarter basis as well as year-end review by management following instructions contained in FID circular No. 08 dated 03 August 2002, FID circular No. 03, dated 03 May 2006 and FID circular No. 03, dated 29 April issued by Bangladesh Bank. General Provision on unclassified loans and advances and specific provision on classified loans & advances are given below:

#### c) Rate of provision

Particulars	Rate of Provision
Standard-other than SME	1.00%
Standard-SME	0.25%
Special mention account(SMA)	5.00%
Sub-standard (SS)	20.00%
Doubtful (DF)	50.00%
Bad/loss (BL)	100.00%

#### d) Presentation of loans and advances

Loans and advances are shown at gross amount as assets while interest suspense and loan loss provision against classified advances are shown as liabilities in the statement of financial position.

#### e) Write off loans and advances

Loans and advances/investments are written off as per guidelines of Bangladesh Bank. These written off however will not undermine/affect the claim amount against the borrower. Detailed memorandum records for all such written off accounts are meticulously maintained and followed up.

## NOTES TO THE FINANCIAL STATEMENTS

### f) Securities against loan

Working capital and trading loan: Goods are taken as security in the form of pledge and also goods are taken as security in the form of hypothecation along with land and building as mortgage (value not less than 1.50 times covering the loan amount) in the form of collateral security.

House building loan: Land and building are taken as security in the form of mortgage.

Overdraft: FDRs are taken in pledge. The balance in DPS/JBSPS/SDPS A/C's is taken in "lien".

Public sector loan: In most cases Govt. Guarantee is taken and no security is taken for government loan and Crops loans in agriculture sector.

IAS 16.73

### 2.10.04 Property, plant and equipment

#### 2.10.04.01 Owned assets

Own property, plant and equipment are stated at cost less accumulated depreciation. The cost of an asset comprises its purchase price and any directly attributable costs associated with bringing the assets to its working condition for its intended use as per Bangladesh Accounting Standard 16 'Property, Plant and Equipment'.

#### 2.10.04.02 Leased assets

Leasehold assets are accounted for as Finance Lease and capitalized at the inception of the lease at the fair value of the leased property or at the present value of the minimum lease payments, whichever is lower as per Bangladesh Accounting Standard 17 'Leases'. The corresponding obligation under the lease is accounted for as Liability.

#### 2.10.04.03 Subsequent expenditure on property, plant and equipment

Subsequent expenditure is capitalized only when it increases the future economic benefits from the assets. All other expenditures are recognized as an expense as and when they are incurred.

IAS 16.13 (b&c)

#### 2.10.04.04 Depreciation on property, plant & equipment

Depreciation on fixed assets is charged consistently on straight-line method at following rates throughout the estimated useful life of the assets. On newly acquired assets depreciation is charged for the full year irrespective of date of acquisition while no depreciation is charged on the assets disposed of during the year.

Sl. No.	Category of Fixed assets	Rate of Depreciation
01	Motor vehicles	20%
02	Furniture & fixtures	10%
03	Office equipments	18%

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the concerned asset and is recognized accordingly in the Statement of Comprehensive Income (Profit and Loss Account).

#### 2.10.04.05 Intangible assets

IAS 38.24

The Company's intangible assets include the value of computer software.

IAS 38.21

An intangible asset is recognised only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Company.

IAS 38.24

IAS 38.33

IAS 38.74

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

IAS 38.88

The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for by changing the amortisation period or method, as appropriate, and they are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is presented as a separate line item in the statement of comprehensive income (profit and loss account).

IAS 8.118(b)

IAS 38.104

## NOTES TO THE FINANCIAL STATEMENTS

IAS 38.118(a) Amortisation is calculated using the straight-line method to write down the cost of intangible assets to their residual values over their estimated useful lives as follows:  
Computer software 5.6 years

### 2.10.04.06 Other assets

Other assets include all other financial assets and fees and unrealised income receivable, advance for operating and capital expenditure and stocks of stationery and stamp. Details are shown in Note-9. Receivables are recognised when there is a contractual right to receive cash or another financial asset from another entity.

### 2.10.04.07 Non-banking assets

Non-banking assets are acquired on account of the failure of a borrower to repay the loan in time after receiving the decree from the court regarding the right and title of the mortgage property. There are no assets acquired in exchange for loan during the period of financial statements.

IAS 1.119 **2.11 Basis for valuation of liabilities and provisions**

IAS 37.85 **2.11.01 Provision for tax**

IAS 12.46 **a. Current tax**

Provision for Current Tax is made on the basis of the profit for the period as adjusted for taxation purpose in accordance with the provision of Income Tax Ordinance, 1984 and amendments made thereof.

IAS 12. (47&15) **b. Deferred tax**

The company has adopted a policy of recognition of deferred tax in accordance with Bangladesh Accounting Standard 12 'Income Taxes'. Deferred tax is provided using the liability method for all temporary timing differences between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for tax purposes. The amount of deferred tax is determined at the effective income tax rate prevailing at the Balance Sheet date.

IAS 19.120 **2.11.02 Employees' benefit obligation**

#### Defined contribution plan

The Company started operating from January, 2003 an approved contributory provident fund scheme for its employees as per provident fund rules. The fund consists of subscription of all participatory employees and contribution from the company at a predetermined rate. The fund is administered by a Board of Trustees and invested separately from the Company's assets.

#### Defined benefit plan

The Company started operating from January, 2002 an approved gratuity scheme as per gratuity rules which is administered by a Board of Trustees and invested separately from the Company's assets.

#### Other benefit program for employees

The Company operates a group life insurance scheme for its permanent employees. The Company also has loan facilities at reduced rate for its permanent employees.

### 2.12 Write-off

Write-off describes a reduction in recognized value. It refers to recognized or the zero value of an assets. Generally it refers to an investment for which a return on the investment is now impossible or unlikely. The items potential returns is thus calculated and removed (written-off) from the business balance sheet.

### 2.13 Capital and shareholders' equity

#### 2.13.01 Capital management

The company has a capital management process for measuring, deploying and monitoring its available capital and assessing its adequacy. This capital management process aims to achieve four major objectives; exceed regulatory thresholds and meet long-term internal capital targets, maintain strong credit rating, manage capital levels commensurate with the risk profile of the company and provide the company's shareholder with acceptable returns.

# NOTES TO THE FINANCIAL STATEMENTS

Capital is managed in accordance with the board approved capital management planning from time to time. Senior management develops the capital strategy and oversees the capital management planning of the company. The company's finance and risk management department are key to implementing the company's capital strategy and managing capital. Capital is managed using both regulatory control measure and internal matrix.

## 2.13.02 Paid-up capital

Paid up share capital represents total amount of shareholder capital that has been paid in full by the Government of Bangladesh i.e. ordinary shareholder. In the event of winding-up of the company ordinary shareholder(s) rank after all other shareholders and creditors are fully entitled to any residual proceeds of liquidation.

## 2.13.03 Statutory reserve

As per the Financial Institution Regulations 1994 it is required for the company to transfer 20% of its current year's profit after tax to reserve until such reserve equals to its paid up capital.

## 2.13.04 Dividends on ordinary shares

Dividends on ordinary shares are recognised as a liability and deducted from equity when they are approved by the Company's shareholders. Dividends for the year that are approved after the reporting date are disclosed as an event after the reporting date.

## 2.14 Contingent liabilities and contingent assets

A contingent liability is –

Any possible obligation that arises from the past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or any present obligation that arises from past events but is not recognised because:

- it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognised but disclosed in the financial statements unless the possibility of an outflow of resources embodying economic benefits is reliably estimated.

Contingent assets are not recognised in the financial statements as this may result in the recognition of income which may never be realised.

## 2.15 Materiality, aggregation and off setting

Each material item as considered by management significant has been displayed separately in the financial statements. No amount has been set off unless the Company has legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

The values of any asset or liability as shown in the statement of financial position (balance sheet) are not off-set by way of deduction from another liability or asset unless there exist a legal right therefore. No such incident existed during the year.

IAS 1.119

## 2.16 Revenue recognition

### 2.16.01 Income from lease finance

The lease transactions are accounted for under finance lease in line with IAS -17 as adopted by the Institute of Chartered Accountants of Bangladesh. The aggregate lease receivables including un-guaranteed residual value throughout the lease term are recorded as gross receivables while excess of gross receivables over the total acquisition cost including interest during the period of acquiring the lease equipment constitutes the unearned lease income.

### 2.16.02 Income from direct finance

Direct finance operation consists of long term, short term and working capital finance, books of account for which are maintained based on the accrual method of accounting. Interest earnings from direct finance are recognized as operational revenue periodically.

### 2.16.03 Income from structured finance

Income from structured finance is recognized as and when received.

# NOTES TO THE FINANCIAL STATEMENTS

## 2.16.04 Income from treasury operations

Incomes from treasury operations are recognized on accrual basis.

## 2.16.05 Income from margin loan

Income from margin loan is recognized on accrual basis. Such income is calculated considering daily margin loan balance of the respective parties.

## 2.16.06 Dividend income

IAS 18.30(c) Revenue is recognised when the company right to receive the payment is established, which is generally when the shareholders approve the dividend.

## 2.16.07 Other Operational income

Other operational income is recognized as and when received. Such income comprises of the following:

- a. Appraisal and documentation fees
- b. Commitment fees,
- c. Supervision fees,
- d. Delinquent charge and
- e. Miscellaneous receipts.

## IAS 1.117(b) 2.17 Interest on company loans

Interest bearing company loans are recorded at the proceeds received from a particular company. Interest on company loan is accounted for on accrual basis to Profit and Loss Account under the head of Financial Expenses at the implicit rate of interest. The accrued interest expenses are not added to the carrying amounts of the loans.

## IAS 1.117(b) 2.18 Earnings per share

Earnings per shares is calculated by dividing the profit or loss attributable to ordinary shares of the IIDFC by the weighted average number of ordinary shares outstanding during the year. IIDFC calculates EPS in accordance with Bangladesh Accounting Standard 33 'Earnings per Share' which has been shown in the profit and loss and computation is stated in Note no.38.

Diluted Earnings per share is not required to be calculated for the year as there is no scope for dilution during the year.

## IFRS 8.2 2.19 Presentation of operating segments

There are no reportable operating segments of IIDFC as on reporting date according to the definition of operating segments of BFRS 8.

## IAS 37 2.20 Contingent assets & liabilities

The Company does not recognize contingent liabilities and contingent assets but disclosed the existence of contingent liabilities and assets in the financial statements. A contingent liability is a probable obligation that arises from past events whose existence will be confirmed by occurrence or non-occurrence of uncertain future events not within the control of the company or a present obligation that is not recognized because outflow of resources is not likely or obligation cannot be measured reliably.

## IAS 1.65 2.21 Liquidity statements

The liquidity statement has been prepared in accordance with remaining maturity grouping of Assets and Liabilities as of the close of the reporting period as per following bases:

- Balance with other company's and financial institutions are on the basis of their maturity term.
- Investments are on the basis of their residual maturity term.
- Loans and Advances are on the basis of their repayment /maturity schedule.
- Property, plant and equipments are on the basis of their useful lives.
- Other assets are on the basis of their adjustments terms.
- Borrowings from other company's and financial institutions are on the basis of their maturity/repayment schedule.
- Deposits and other accounts are on the basis of their maturity terms and past behavioral trends.
- Other liabilities are on the basis of their settlement terms.

# NOTES TO THE FINANCIAL STATEMENTS

## 2.22 Events after the reporting period

Events after the reporting period that provide additional information about the company's position at the statement of financial position date are reflected in the financial statements in Note no. 42.05 as per Bangladesh Accounting Standards BAS-10: 'Events after the reporting period'.

IAS 1.25–26  
IAS 10.14–16

## 2.23 Going concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments should the company be unable to continue as a going concern.

IAS 1.114(a)

## 2.24 Compliance report on Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

The following Accounting and Reporting Standards are applicable for Industrial and Infrastructure Development Finance Company Ltd. and which are followed in preparing the Financial Statements of the Company:

Sl. No.	Name of the BAS	BAS No.	Status
01	Presentation of Financial Statements	01	Applied *
02	Inventories	02	Not Applicable
03	Statement of Cash Flows	07	Applied
04	Accounting Policies, Changes in Accounting estimates and Errors	08	Applied
05	Events after the Reporting Period	10	Applied
06	Construction Contract	11	Not Applicable
07	Income Taxes	12	Applied
08	Property, Plant and Equipment	16	Applied
09	Leases	17	Applied
10	Revenue	18	Applied
11	Employee Benefits	19	Applied
12	Accounting for Government Grants and Disclosure of Government Assistance	20	Not Applicable
13	The Effects of Changes in Foreign Exchange Rates	21	Not Applicable
14	Borrowing Costs	23	Not Applicable
15	Related Party Disclosures	24	Applied
16	Accounting and Reporting by Retirement Benefit Plans	26	Applied
17	Separate Financial Statements	27	Applied
18	Investments in Associates and Joint Ventures	28	Not Applicable
19	Financial Instruments: Presentation	32	Applied
20	Earnings per Share	33	Applied
21	Interim Financial Reporting	34	Applied
22	Impairment of Assets	36	Not Applied
23	Provision, Contingent Liabilities and Contingent Assets	37	Applied
24	Intangible Assets	38	Applied
25	Financial Instruments: Recognition and Measurement	39	Applied
26	Investment Property	40	Not Applicable
27	Agriculture	41	Not Applicable

\* As the regulatory requirements differ with the standards, relevant disclosures are made in accordance with Bangladesh Bank's requirements.

Sl.No.	Name of the BFRS	BFRS No	Status
01	First Time adoption of IFRS	1	Not Applicable
02	Share Based Payment	2	Not Applicable
03	Business Combinations	3	Not Applicable
04	Insurance Contracts	4	Not Applicable
05	Non-current Assets held for sales and discontinued operations	5	Not Applicable
06	Exploration for and Evaluation of Mineral Resources	6	Not Applicable
07	Financial Instruments: Disclosures	7	Applied
08	Operating Segments	8	Not Applicable
09	Financial Instruments	9	Partly Applied
10	Consolidated financial statements	10	Applied
11	Joint Arrangements	11	Not Applicable
12	Discloser of interest in other entities	12	Applied
13	Fair value measurement	13	Applied



# NOTES TO THE FINANCIAL STATEMENTS

## 2.25 Address of head office & branch office

Head office is located at Chamber Building (6th & 7th floor), 122-124 Motijheel Commercial Area, Dhaka-1000 and Chittagong Branch is located at C&F Tower (4th floor), 1222 Sheik Mujib Road, Agrabad Commercial Area, Chittagong.

## 2.26 Capital adequacy and market discipline

To cope with the international best practices and to make up the capital more risks sensitive as well as more shock resilient, a road map was issued in August 2010 on implementation of Basel Accord in the FIs. Being well pursuant with the road map, prudential guidelines namely 'Capital Adequacy and Market Discipline for Financial Institutions' had been introduced by Bangladesh Bank from December, 2011. The guidelines came into force from 1 January, 2012 with necessary supplements/revisions. Instructions in respect of Minimum Capital Requirement, Adequate Capital and Disclosures requirement as stated in the guidelines have been followed for the purpose of statutory compliance.

As per prudential guideline IIDFC calculated Minimum Capital Requirement (MCR) by dividing the total capital by the sum of risk weighted assets against credit risk, market risk, and operational risk under pillar-I.

### Pillar – I: Minimum capital requirement

#### Credit Risk

The calculation of capital requirement against credit risk is more elaborate and risk sensitive. The Accord gives a choice of some sophisticated approaches to address risks, and adoption of a Particular approach depends on the risk measurement capabilities and robustness of the systems in place in a Financial Institution. A Standardized Approach has been the preliminary choice of FIs for the credit risk calculation.

#### Market risk

Market risk is defined as the risk of losses in on and off-balance-sheet positions arising from movements in market prices. The risks subject to this requirement are:

- The risks pertaining to interest rate related instruments and equities in the trading book;
- Foreign exchange risk and commodities risk throughout the FI.

The capital charges for interest rate related instruments and equities applied to the current trading book items prudently valued by IIDFC. The capital charges for foreign exchange risk and for commodities risk applied to IIDFCs' total currency and commodity positions, subject to some discretion to exclude structural foreign exchange positions.

#### Operational risk

The accord introduces for the first time a capital charge for operational risk. The framework presents three methods for calculating operational risk capital charges in a continuum of increasing complexity and risk sensitivity. These methods are the Basic Indicator approach (a fixed percentage of gross income amount), Standardized approach (sum of a certain percentage of FI's income in each business line) and Internal Measurement approach (Statistical measure of FIs operational loss based on its historical loss data). But initially, Basic Indicator Approach has been applied for calculating the capital charge against operational risk.

## 2.27 Stress testing

Stress Testing is an important risk management tool that is used by the Financial Institutions as part of internal risk management and through the Basel II capital adequacy framework, is promoted by Bangladesh Bank. Stress Testing alerts Financial Institutions management to adverse unexpected outcomes related to a variety of risks and provides an Indication of how much capital might be needed to absorb losses should large shock occur. Stress Testing supplements other risk management approaches and measures playing particularly important role in:

- Providing forward-looking assessment of risk;
- Overcoming limitations of models and historical data;
- Supporting external and internal communication;
- Feeding into capital and liquidity planning procedures;
- Informing the setting of an FI's risk tolerance; and
- Facilitating the development of risk mitigation or contingency plans across a range of stressed conditions.

Stress Testing guideline have been issued by Bangladesh Bank to provide a structured way of assessing the vulnerability of financial institutions to extreme but plausible market conditions. The guidelines enable institutions to accurately assess risk and define the "risk appetite" of the organization and also provide critical information to senior management for decision around capital allocation and contingency planning.

IIDFC exercise stress testing on its portfolio on quarterly basis and submit its stress testing report as per format prescribed by Bangladesh Bank on regular basis.

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
Ref.			
IAS 7.45	<b>3 Cash</b>		
IAS 1.77	Cash in hand (Note 3.1)	4,003	21,908
	Balance with Bangladesh Bank and its agent bank(s) (Note 3.2)	165,781,110	163,194,960
	<b>Total</b>	<b>165,785,113</b>	<b>163,216,868</b>
IAS 1.77	<b>3.1 Cash in hand</b>		
	Cash in hand represents the amount under "impress system of petty cash" to meet petty expenses both for head office as well as branch offices.		
IAS 1.77	<b>3.2 Balance with Bangladesh Bank</b>		
	Balance with Bangladesh Bank is a non-interest bearing account maintained with Central Bank to meet the Cash Reserve Requirement (CRR). CRR (note 3.3) and Statutory Liquidity Reserve (note 3.4) have been calculated and maintained in accordance with The Financial Regulations 1994 and FID Circular No. 06 dated 6th November, 2003 and FID Circular No. 02 dated 10th November, 2004.		
IAS 1.77	<b>3.3 Cash Reserve Requirement (CRR)</b>		
	CRR has been calculated at the rate of 2.50% on Total Term Deposits which is preserved in current account maintained with Bangladesh Bank in compliance with FID circular no. 6 dated 6th November, 2003 and FID Circular No. 02 dated 10th November, 2004. Total Term Deposits means Term or Fixed Deposits, Security Deposit against Lease/Loan and other Term Deposits received from individuals and institutions (except Banks and Financial Institutions).		
	Required reserve	140,269,918	121,076,081
	Actual reserve held	165,781,110	163,194,960
	<b>Surplus / (Deficit)</b>	<b>25,511,192</b>	<b>42,118,879</b>
IAS 1.77	<b>3.4 Statutory Liquidity Reserve (SLR)</b>		
	SLR has been calculated at the rate of 5.00% of total liabilities, including CRR of 2.50% on Total Term Deposits. SLR is maintained in liquid assets in the form of Cash in Hand, balance with Bangladesh Bank, balance with other Banks & Financial Institutions, Investment as Call Money, unencumbered Treasury Bills, Prize Bond, Savings Certificates & any other assets approved by Bangladesh Bank.		
	Required reserve	306,246,561	264,224,128
	Actual reserve held (Note-3.4.1)	414,124,273	301,139,172
	<b>Surplus / (Deficit)</b>	<b>107,877,712</b>	<b>36,915,044</b>
IAS 1.77	<b>3.4.1 Actual Reserve held for SLR (note-3.4.1)</b>		
	Cash in hand	4,003	21,908
	Balance with Bangladesh Bank and its agent bank(s)	165,781,110	163,194,960
	Balance with other banks and financial institutions (Note-3.4.1.1)	248,339,160	137,922,304
	<b>Total</b>	<b>414,124,273</b>	<b>301,139,172</b>
IAS 1.77	<b>3.4.1.1 Balance with other banks and financial institutions for SLR</b>		
	Mutual Trust Bank Limited	21,440,306	19,893,509
	Union Bank Limited	100,000,000	-
	Bank Alfalah Ltd.	126,898,854	118,028,795
	<b>Total</b>	<b>248,339,160</b>	<b>137,922,304</b>
IAS 1.77	<b>3.a Consolidated cash</b>		
	IIDFCL	4,003	21,908
	IIDFC Securities Limited	35,073	14,669
	IIDFC Capital Limited	7,935	5,021
	<b>Sub-Total</b>	<b>47,011</b>	<b>41,598</b>
	Balance with Bangladesh Bank and its agent bank(s) (Note-3)	165,781,110	163,194,960
	<b>Total</b>	<b>165,828,121</b>	<b>163,236,558</b>

## NOTES TO THE FINANCIAL STATEMENTS

IAS 1.77

### 4 Balance with other Banks and Financial Institutions in Bangladesh

#### Current Accounts:

National Credit & Commerce Bank Ltd.	
Southeast Bank Ltd.	
Social Islami Bank Ltd.	
Agrani Bank Ltd.	
BRAC Bank Ltd.	
Prime Bank Ltd	
IFIC Bank Ltd.	
Bank Asia Ltd.	
Bangladesh Development Bank Ltd.	
Trust Bank Ltd.	
Commercial Bank of Ceylon	
United Commercial Bank Ltd.	
Uttara Bank Ltd.	

#### Sub-Total

#### Short-term Deposit Accounts:

Southeast Bank Ltd.	
Mercentail Bank Ltd.	
Bank Asia Ltd.	
AB Bank Ltd.	
Bank Alfalah Ltd.	
The City Bank Ltd.	
Janata Bank Ltd.	
Islami Bank Ltd	
Mutual Trust Bank Ltd.	
National Bank Ltd.	
ONE Bank Ltd.	
Prime Bank Ltd.	
NRB Commercial Bank Ltd.	
Farmers Bank Limited	
Sonali Bank Ltd.	

#### Sub-Total

#### Fixed Deposits Receipts (FDR):

Midland Bank Ltd	
Southeast Bank Ltd.	
Bank Asia Ltd.	
Bank Alfalah Ltd.	
Mutual Trust Bank Ltd.	
FAS Finance & Investment Limited	
NRB Commercial Bank Ltd.	
Union Bank Limited	
South Bangla Agriculture & Commerce Bank Ltd.	

#### Sub-Total

#### Grand Total

Amount in Taka	
31-Dec-2015	31-Dec-2014
33	1,403
4,586	5,276
133,173	135,973
3,445	4,595
4,578	-
1,425	-
-	3,660
4,329,125	2,768,175
7,961	8,391
-	145
29,227	-
4,750	5,900
1,747	2,897
<b>4,520,050</b>	<b>2,936,415</b>
39,680	357,112
830	7,810
63,719,461	49,669,259
2,953	2,776
93,675	94,158
11,099	9,659
5,150	6,207
-	258,000
-	1,663
-	137,041
30,398	18,908
3,918	578,392
4,800	4,800
-	4,641
72,980	70,331
<b>63,984,944</b>	<b>51,220,757</b>
250,000,000	-
11,901,115	32,343,354
50,000,000	-
126,898,854	229,845,814
21,440,306	19,893,509
-	200,000,000
-	31,342,819
280,000,000	154,393,801
	20,000,000
<b>740,240,275</b>	<b>687,819,297</b>
<b>808,745,269</b>	<b>741,976,469</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	<b>4.1 Maturity grouping of Balance with other Banks and Financial Institutions</b>		
	On demand	60,800,000	74,705,040
	Less than 3 months	278,300,000	305,078,251
	More than 3 months but less than 1 year	220,500,000	152,609,127
	More than 1 year but less than 5 years	249,145,269	209,584,051
	Above 5 years	-	-
	<b>Total</b>	<b>808,745,269</b>	<b>741,976,469</b>
IAS 1.77	<b>4.a Consolidated Balance with other Banks and Financial Institutions</b>		
	IIDFCL	808,745,269	741,976,469
	IIDFC Securities Limited (Note-4.a.1)	62,625,780	56,588,184
	IIDFC Capital Limited (Note-4.a.2)	1,888,330	2,732,646
	<b>Total</b>	<b>873,259,379</b>	<b>801,297,299</b>
IAS 1.77	<b>4.a.1 Bank Balance of IIDFC Securities Limited</b>		
	Southeast Bank Ltd.	5,237,299	14,570,050
	Standard Bank Ltd.	545,841	1,127,743
	Bank Asia Ltd.	190,906	689,990
	One Bank Ltd.	56,651,734	40,198,192
	Standard Chartered Bank Ltd.	-	2,209
	<b>Total</b>	<b>62,625,780</b>	<b>56,588,184</b>
IAS 1.77	<b>4.a.2 Bank Balance of IIDFC Capital Limited</b>		
	Southeast Bank Ltd.	263,510	384,193
	ONE Bank Ltd.	1,551,181	2,275,521
	Bangladesh Commerce Bank Ltd.	73,639	72,932
	<b>Total</b>	<b>1,888,330</b>	<b>2,732,646</b>
IAS 1.77	<b>5 Money at Call and Short Notice</b>		
	Banking Companies	-	-
	Non-Banking Financial Institutions	-	-
	<b>Total</b>	-	-
IAS 1.77	<b>6 Investments</b>		
	<b>A. Government Securities</b>		
	Treasury Bill	-	-
	National Investment Bond	-	-
	Bangladesh Bank Bill	-	-
	Government Notes/ Bond	-	-
	Prize Bond	-	-
	Others	-	-
	<b>Sub Total</b>	-	-
	<b>B. Other Investments</b>		
	Preference Shares (Note-6.1)	11,413,001	28,530,801
	Debenture and Bond (Zero Coupon Bond issued by Bank Asia Ltd.)	10,351,671	10,379,479
	Other investments (Note-6.2)	341,476,530	212,923,960
	Commercial Paper	1,221,416,666	-
	Gold etc.	-	-
	<b>Sub Total</b>	<b>1,584,657,867</b>	<b>251,834,240</b>
	<b>Total investments (A+B) :</b>	<b>1,584,657,867</b>	<b>251,834,240</b>
IAS 1.77	<b>6.1 Preference Shares</b>		

A term loan of Tk. 114,040,807.81 has been converted into Redeemable Cumulative Preference Shares for which the Issuers (Summit Uttaranchol Power Co. Ltd. and Summit Purbanchol Power Co. Ltd.) had issued 1,141,198 units of preference shares in favor of IIDFC Ltd. Dividend on those preference shares are being paid semi annually on 30th June and 31st December and principal will be repaid through 7 (seven) installments annually on 31st December in each English calendar year. The tenure of redemption of those shares to be expired on 30th September, 2016. The original term loan amount was 100,000,000.00, which was provided at 12 November, 2007.

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	<b>Opening Balance</b>	<b>28,530,801</b>	<b>45,648,601</b>
	Add: Addition/ adjustment during the year	-	-
	Less: Redemption during the year	17,117,800	17,117,800
	<b>Closing Balance</b>	<b>11,413,001</b>	<b>28,530,801</b>
<b>6.2</b>	<b>Other Investments</b>		
	<b>Quoted:</b>		
	1JANATAMF	978,276	568,394
	AIMS1STMF	3,291,564	-
	AB Bank	1,818,792	562,436
	Aftab Auto	943,885	11,198,125
	ACTIVEFINE	4,102,691	727,538
	ACI Limited	-	3,853,592
	ACIFORMULA	-	153,807
	Agrani Insurance	1,755,322	26,496
	Al-Arafah Bank	4,257,880	62,640
	AMCL (Pran)	-	1,402,853
	Aamra Technologies	19,127,392	10,735
	Apex Footwear Limited	575,581	-
	Apex Tanary Limited	1,223,017	-
	APOLOISPAT	-	4,074
	Asialns	-	998
	Bata Shoe	1,109,733	-
	Bay Leasing	-	464,264
	BARAKA Power Limited	23,402	-
	BD. Finance	-	32,804
	BDBuilding	-	165,096
	BDTHAI	-	6,157
	Bengal Windsore Thermoplastics Ltd.	1,323,487	-
	BEDL	-	140,331
	Beacon Pharmaceuticals Limited	1,492,049	-
	BGIC	-	71,861
	BSC	-	243,508
	Bank Asia Ltd.	100	2,587,065
	BEXIMCO Ltd.	6,403,165	3,987,057
	BXPBARMA	-	3,525,506
	BXSYNTH	-	1,186,295
	BSRM Steel Limited	926,866	-
	BRAC Bank	-	368,669
	CENTRALPHL	7,130,020	33,005
	City General Insurance	259,751	803,563
	City Bank	1,552,597	1,663,820
	Dhaka Bank	-	38,797
	Delta Life Insurance	3,900,768	4,743,418
	Dhaka Electric Supply Company Ltd.	4,998,407	-
	DESHBANDHU	-	13,637
	DBH 1st Mutual Fund	-	3,469,611
	Dulamia Cotton	-	30,936

## NOTES TO THE FINANCIAL STATEMENTS

	Amount in Taka	
	31-Dec-2015	31-Dec-2014
Eastern Housing	3,168,494	6,373
Eastland Insurance Com. Ltd.	3,112,652	-
EBL 1st Mutual Fund	-	4,131,309
EBL	3,765,214	2,719
EBLNRBMF	5,000,001	6,207,914
Envoy Textiles Ltd.	528,343	605,592
EXIM Bank	3,159,174	529,318
Far East Knitting & Dyeing Industries Ltd.	5,185,954	-
First Lease Intern	-	355,164
First Security Bangladesh	-	16,770
Fu-Wang Ceramic	394,171	907,696
Fu-Wang Food	-	85,718
Generation Next Fashions Ltd.	1,178,252	-
GlaxoSmithKline	90,064	-
GHP Ispat Ltd.	3,207,311	-
GBB POWER	-	234
Global Insurance	-	5,409
Golden Son	-	480,632
Grameen Phone	22,693,501	-
Grameen MF One	-	2,571,529
Hwa Well Textile (BD) Limited	3,919,345	-
Hiedleberg Cement Ltd.	1,403,380	-
ICB1STNRB MF	321,572	-
ICBEPMF1st	-	8,026,545
ICB AMCL 3rd NRB M	431,884	573,751
ICB Second NRB MF	1,909,675	3,999,404
IDLC	-	6,023,237
IFIC Bank	1,490,736	68,403
International Leasing	927,284	6,360,435
Islami Bank	2,929,718	-
IFILISLMF1	-	551,925
Jamuna Bank	-	160
Jamuna Oil	3,881,916	-
Karnafuli Insurance	544,144	2,719,726
Keya Cosmetics	689,030	64,109
KPCL	17,281,719	2,199
Lafarge Cement	11,572,511	-
LINDE BD Limited	4,210,309	-
Lanka Bangla	1,704,844	7,835,060
MBL1ST MF	526,050	-
Mercantile bank	-	1,135,282
Mercantile Insurance	-	3,899,902
Megna Petroleum	3,013,533	14,992
Meghna Cement	-	598,909
Maksons Spining	-	25,181
Matin Spining Mills Limited	4,240,420	-
MALEKSPIN	-	2,670,454
Mercantile Insurance	411,268	-
Mercantile Bank	197,719	-
Midas Finance	-	17,882
MICEMENT	-	551,932
MTBL	15,856	15,856
Mobil Jamuna	4,792,930	-
National Bank	-	5,411,686
National Housing Finance	-	673,516
National Tubes	-	651,091
NCC Bank	1,027,050	2,723,243
Northern General Insurance Company Ltd.	445,489	-
NLI1STMF	10,000,100	10,000,000

## NOTES TO THE FINANCIAL STATEMENTS

	Amount in Taka	
	31-Dec-2015	31-Dec-2014
One Bank	5,597,589	7,791,766
Orion Pharma Ltd.	5,618,409	10,843,477
Orion Infution Ltd.	-	152,287
Olympic	9,787,790	766,097
Padma Oil	292,764	744
Peoples Leasing	158,001	1,399,083
PENINSULA	3,686,965	955,940
PHP1stMF	827,334	-
Prime Islami Life	-	2,336,120
Prime Bank	-	4,616
Prime Finance	982,622	220,573
Prime Textile	1,593,433	-
Pioneer Insurance	-	2,406,443
Popular 1st MF	837,656	-
Progressive Life Insurance Co. Ltd.	234,904	-
Premier Leasing & Finance Ltd.	44,656	-
Premier Cement Mills Ltd.	20,741	-
Power Grid	-	548,915
Phoenix Finance	979,470	111,792
PHP1STMF	-	504,872
Pubali Bank	-	1,156
Quasem Drycell	-	40,938
Reneta Limited	4,828,771	-
Republic Insurance	-	2,544,453
Rangpur Foundry	-	97,239
R N Spining	447,762	1,414,380
RAK Ceramics Ltd.	7,616,938	1,769,419
SIBL	-	6,217,534
SEBL 1st MF	10,655,128	10,000,000
Saiham Cotton	-	1,510,419
SAPORTL	555,652	5,746,479
Shahjalal Bank	2,583,116	7,928
Shasha Denims Ltd.	4,141,675	-
SIMTEX	239,478	-
SAIHAMCOT	638,299	-
SAIHAMTEX	3,352,372	-
SAIFPOWER	1,567,920	-
Southeast Bank	-	3,543,583
Standard Bank	4,639,939	4,431,577
Square Pharma	21,796,549	6,768,260
Square Textile	11,212,111	-
SP Ceramics	-	21,812
Summit Power	10,392,013	401,792
Summit Purbanchal Power Co. Ltd.	2,497,941	-
The Dacca Dyeing	-	2,470,384
Titas Gas	8,130,165	5,539,563
Trust Bank	-	7,514
UCBL	4,538,158	1,117,613
ULC	-	56,919
United Airways	-	120,981
United Power Generation	10,035,078	-
Uttara Finance	1,326,941	740,583
Uttara Bank	1,269,076	7,307,120
Western Marine Shipyard Limited	1,782,758	-
ZAHINTEX	-	335,244
<b>Sub Total</b>	<b>341,476,530</b>	<b>212,923,960</b>
<b>Unquoted</b>	-	-
<b>Total (Quoted and Unquoted)</b>	<b>341,476,530</b>	<b>212,923,960</b>

## NOTES TO THE FINANCIAL STATEMENTS

### Market price of Quoted Investments as on 31st December, 2015:

	Cost Price	Market Price	Prov. Required
	A	B	C=A-B
1JANATAMF	978,276	946,357	31,920
AIMS1STMF	3,291,564	2,955,000	336,564
AB Bank	1,818,792	1,672,000	146,792
Aftab Auto	943,885	951,000	(7,115)
ACTIVEFINE	4,102,691	3,934,000	168,691
Agrani Insurance	1,755,322	1,700,000	55,322
Al-Arafah Bank	4,257,880	4,263,000	(5,120)
Aamra Technologies	19,127,392	14,421,000	4,706,392
Apex Footwear Ltd.	575,581	464,206	111,375
Apex Tanary Ltd.	1,223,017	1,031,200	191,817
BARAKA Power Ltd.	23,402	24,560	(1,158)
Bata Shoe Ltd.	1,109,733	1,185,930	(76,197)
Beacon Pharmaceuticals Ltd.	1,492,049	1,500,000	(7,951)
Bengal Windsor Thermoplastics Ltd.	1,323,487	1,098,300	225,187
BSRM Steels Limited	926,866	1,094,600	(167,734)
Bank Asia Ltd.	100	1,551	(1,451)
BEXIMCO Ltd.	6,403,165	5,800,000	603,165
CENTRALPHL	7,130,020	6,300,000	830,020
City General Insurance	259,751	258,000	1,751
City Bank	1,552,597	1,652,400	(99,803)
Delta Life Insurance	3,900,768	3,666,000	234,768
Dhaka Electric Supply Company Ltd.	4,998,407	4,040,400	958,007
Eastland Insurance Company Ltd.	3,112,652	2,153,594	959,058
Eastern Housing	3,168,494	2,792,000	376,494
EBL	3,765,214	3,775,200	(9,986)
EBLNRBMF	5,000,001	2,557,322	2,442,679
Envoy Textiles Ltd.	528,343	439,950	88,393
EXIM Bank	3,159,174	3,010,000	149,174
Far East Knitting & Dyeing Industries Ltd.	5,185,954	3,737,250	1,448,704
Fu-Wang Ceramic	394,171	376,200	17,971
Generation Next Fashions Ltd.	1,178,252	880,000	298,252
GHP Ispat Ltd.	3,207,311	2,877,000	330,311
GlaxoSmithKline	90,064	89,990	74
Grameen Phone	22,693,501	19,734,000	2,959,501
Hwa Well Textile (BD) Ltd.	3,919,345	3,570,800	348,545
Heidelberg Cement Bd. Ltd.	1,403,380	1,405,250	(1,870)
ICB1STNRB MF	321,572	323,510	(1,938)
ICB AMCL 3rd NRB M	431,884	410,000	21,884
ICB Second NRB MF	1,909,675	1,400,000	509,675
IFIC Bank	1,490,736	1,484,000	6,736
Islami Bank Limited	2,929,718	2,780,000	149,718
International Leasing	927,284	910,000	17,284
Jamuna Oil	3,881,916	3,130,532	751,384
Karnafuli Insurance	544,144	531,000	13,144
Keya Cosmetics	689,030	465,600	223,430
KPCL	17,281,719	17,601,500	(319,781)
Lanka Bangla	1,704,844	1,740,000	(35,156)
Lafarge Surma Cement	11,572,511	7,609,200	3,963,311
LINDE BD Limited	4,210,309	4,035,628	174,681



## NOTES TO THE FINANCIAL STATEMENTS

	Cost Price	Market Price	Prov. Required
	A	B	C=A-B
Mercantile bank	197,719	197,554	165
Mercantile Insurance Ltd.	411,268	418,849	(7,581)
Mobil Jamuna	4,792,930	4,243,500	549,430
Matin Spinning Mills Limited	4,240,420	4,070,000	170,420
MBL1STMF	526,050	627,000	(100,950)
Megna Petroleum	3,013,533	2,289,000	724,533
MTBL	15,856	17,258	(1,402)
NCC Bank	1,027,050	910,000	117,050
NLI1STMF	10,000,100	10,670,000	(669,900)
Northern General Insurance Company Ltd.	445,489	306,000	139,489
One Bank	5,597,589	5,756,151	(158,562)
Orion Pharma Ltd.	5,618,409	5,520,000	98,409
Olympic	9,787,790	11,016,000	(1,228,210)
Padma Oil	292,764	204,094	88,670
Peoples Insurance	158,001	160,000	(1,999)
PENINSULA	3,686,965	2,671,200	1,015,765
Premier Leasing & Finance Ltd.	44,656	41,500	3,156
Premier Cement Mills Limited	20,741	19,200	1,541
Prime Finance	982,622	741,000	241,622
Prime Textile	1,593,433	1,344,000	249,433
Progressive Life Insurance Co. Ltd.	234,904	213,123	21,781
Popular 1ST MF	837,656	840,000	(2,344)
Phoenix Finance	979,470	836,000	143,470
PHP1STMF	827,334	820,000	7,334
Reneta Limited	4,828,771	4,932,400	(103,629)
R N Spining	447,762	442,000	5,762
RAK Ceramics Ltd.	7,616,938	7,024,500	592,438
SIMTEX	239,478	220,000	19,478
SEBL 1st MF	10,655,128	10,856,000	(200,872)
Saiham Cotton	638,299	652,964	(14,665)
SAIHAMTEX	3,352,372	2,404,304	948,068
SAIFPOWER	1,567,920	1,529,720	38,200
SAPORTL	555,652	603,000	(47,348)
Shahjalal Bank	2,583,116	3,105,000	(521,884)
Standard Bank	4,639,939	4,398,042	241,897
Square Pharma	21,796,549	21,564,500	232,049
Square Textile	11,212,111	10,570,000	642,111
Shasha Denims Ltd.	4,141,675	4,110,000	31,675
Summit Power	10,392,013	10,457,853	(65,840)
Summit Purbanchal Power Com. Ltd.	2,497,941	2,484,000	13,941
Titas Gas	8,130,165	5,451,000	2,679,165
UCBL	4,538,158	4,260,000	278,158
United Power Generation	10,035,078	9,113,000	922,078
Uttara Finance	1,326,941	1,358,923	(31,982)
Uttara Bank	1,269,076	1,362,000	(92,924)
Western Marine Shipyard Limited	1,782,758	1,104,000	678,758
<b>Total:</b>	<b>341,476,530</b>	<b>310,713,663</b>	<b>30,762,867</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>6.3</b>	<b>Maturity grouping of Investments</b>		
	On demand	52,600,000	24,497,778
	Less than 3 months	501,600,000	23,690,833
	More than 3 months but less than 1 year	951,600,000	13,997,778
	More than 1 year but less than 5 years	78,857,867	97,297,778
	Above 5 years	-	33,594,063
	<b>Total</b>	<b>1,584,657,867</b>	<b>193,078,230</b>
<b>6.a</b>	<b>Consolidated Investments</b>		
	IIDFCL	1,584,657,867	251,834,240
	IIDFC Securities Limited (Note - 6.a.1)	318,099,173	178,163,843
	IIDFC Capital Limited	-	-
	<b>Total</b>	<b>1,902,757,040</b>	<b>429,998,083</b>
<b>6.a.1</b>	<b>Investment of IIDFC Securities Limited</b>		
	<b>Quoted :</b>		
	AB Bank Limited	665,817	1,082,961
	ACI Formulations Limited	10,646,602	1,600,170
	ACI Limited	4,977,766	-
	Active Fine Chemicals Limited	5,107,989	-
	AFC Agro Biotech Limited	-	580,800
	Agni Systems Limited	833,143	-
	Agricultural Marketing Company Ltd.	2,740,322	1,600,470
	Aims First Guranteed Mutual Fund	4,852,200	-
	Al-Arafah Islami Bank Ltd.	771,000	-
	Argon Denims Limited	-	1,802,480
	Asia Insurance Limited	1,795,118	1,785,484
	Asian Tiger Sandhani Life Growth Fund	545,211	-
	Bangladesh General Insurance Company Ltd.	761,286	817,199
	Bangladesh Steel Re-Rolling Mills Limited	639,200	-
	Bank Asia Limited	-	8,708,596
	Bangladesh Building System Ltd	1,392,628	339,611
	Bangladesh Submarine Cable Company Ltd	2,198,987	1,708,793
	Barakatullah Electro Dynamics Limited	-	199,000
	Bengal Windsor Thermoplastices Limited	2,125,650	668,453
	Bangladesh Export Import Company Limited	310,000	1,045
	Beximco Pharmaceuticals Ltd.	2,581,436	691,650
	Central Insurance Company Ltd.	1,192,740	1,192,740
	Deshbandhu Polymer Ltd.	1,312,500	-
	Dhaka Bank Limited	7,413,022	11,690,071
	Dhaka Electric Supply Co. Ltd.	5,992,318	976,100
	Dutch-Bangla Bank Limited	699,444	699,444
	Eastern Insurance Co.Ltd.	660,026	661,200
	Eastland Insurance Company Ltd.	1,780,197	1,766,584
	Emerald Oil Industries Limited	-	350,150
	Envoy Textiles Limited	791,829	452,736
	Export Import (EXIM) Bank of Bangladesh	-	209
	Fareast Islami Life Insurance Co. Ltd	11,679,282	12,247,029
	GBB Power Limited	1,313,693	1,307,000
	Global Heavy Chemical Limited	2,421,049	2,286,775
	Golden Harvest Agro Industries Limited	908,266	2,146,770
	Golden Son Limited	-	19,432
	Grameen Mutual Fund One	3,054,788	-
	Grameenphone Limited	27,801,845	9,288,716
	Heidelberg Cement Bangladesh Ltd.	10,996,979	-
	Hwa Well Textiles (BD) Limited	727,367	-
	H.R Textile Mills Limited	-	1,059,620
	IDLC Finance Limited	1,185,589	544,208
	ICB AMCL 2nd NRB Mutual Fund	-	708,052
	ICB Second NRB Mutual Fund	656,956	-
	IFIC Bank First Mutual Fund	-	4,608

## NOTES TO THE FINANCIAL STATEMENTS

	Amount in Taka	
	31-Dec-2015	31-Dec-2014
International Leasing and Financial Services Limited	300,950	300,950
Islami Bank Bangladesh Limited	5,063,290	-
Islami Insurance Bangladesh Limited	1,019,141	1,019,140
Islamic Finance and Investment Limited	790,000	-
Jamuna Oil Company Limited	1,916,500	-
Karnafuli Insurance Co.Limited	3,205,460	3,205,460
Khulna Power Company Limited	1,840,421	2,823,552
Lafarge Surma Cement Limited	4,860,789	1,824,120
LankaBangla Finance Limited	9,658,169	-
Linde Bangladesh Limited	3,774,940	-
Malek Spinning mills Ltd	406,000	-
Matin Spinning Mills Ltd	4,617,360	-
Meghna Cement Mills Limited	2,372,801	1,487,660
Meghna Petroleum Limited	8,974,705	6,527,481
Mercantile Bank Limited	-	373,406
MJL Bangladesh Limited	4,978,703	2,466,327
Mutual Trust Bank Limited	985,000	466,856
N C C Bank Limited	1,940,471	3,198,603
National Bank Limited	3,851,045	4,851,629
NLI First Mutual Fund	747,547	-
One Bank Limited	6,496,918	12,323,115
Paramount Insurance Company Limited	-	63,400
Padma Oil Company Limited	693,680	-
Peoples Leasing & Financial Services Ltd	532,400	525,300
People's Insurance Company Limited	-	61,975
Pharma Aids Limited	-	616,405
Phoenix Finance and Investments Limited	385,518	461,850
PHP First Mutual Fund	399,130	399,130
Pioneer Insurance Co Limited	18,071,822	-
Popular Life First Mutual Fund	240,000	-
Popular life insurance Company Limited	65,560	-
Pragati Insurance Limited.	675,364	675,364
Pragati Life Insurance Limited	3,268,406	3,675,185
Prime Bank Limited	260,690	455,029
Premier Leasing & Finance Limited	-	216,550
Prime Finance 1st Mutual Fund	129,500	129,500
Prime Islami Life Insurance Limited	8,657,544	8,657,544
Pubali Bank Limited	-	2,330
Purabi General Insurance Co Limited	-	8,090
RAK Ceramics(BD) Ltd	8,757,037	1,289,500
Ratanpur Steel Re-Rolling Mills Limited	4,700,147	271,651
Reliance Insurance Limited	2,527,055	2,527,055
Renwick Jajneswar & Company Limited	278,492	-
Rupali Insurance Company Limited	487,412	487,412
Rupali Life Insurance Company Limited	1,317,966	1,548,405
S. Alam Cold Rolled Steels Limited	157,681	638,628
Shahjalal Islami Bank Limited	1,853,917	4,563
Shahjibazar Power Co. Ltd	1,419,500	-
Social Investment Bank Limited	443,550	2,656,320
Southeast Bank Limited	1,328,308	-
Square Textiles Limited	2,525,946	565,287
Square Pharmaceuticals Limited	-	4,400,905
Standard Bank Limited	3,290,812	2,362,278
Summit Alliance Port Limited	3,156,379	-
Summit Power Limited	2,447,891	692,601
Summit Purbanchol Power Co. Limited	4,823,494	-
Takaful Islami Insurance Limited	672,023	697,501
The City Bank Limited	1,211,950	1,360,673
The Premier Bank Limited	-	540,300

## NOTES TO THE FINANCIAL STATEMENTS

	Amount in Taka	
	31-Dec-2015	31-Dec-2014
Titas Gas Transmission and Dist Company Limited	5,843,400	-
Trust Bank Limited	3,681,960	236,600
United Commercial Bank Limited	1,580,411	-
United Finance Limited	1,529,022	-
United Power Generation & Dist Company Limited	768,103	-
Uttara Bank Limited	9,129,228	3,219,637
Uttara Finance and Investment Limited	595,000	-
<b>Sub-Total</b>	<b>289,238,753</b>	<b>149,303,423</b>
Un-quoted :		
Dhaka Stock Exchange Limited (40% Un-quoted)	28,860,420	28,860,420
<b>Sub-Total</b>	<b>28,860,420</b>	<b>28,860,420</b>
<b>Total</b>	<b>318,099,173</b>	<b>178,163,843</b>

In pursuance to section 3.1.4 of the scheme of demutualisation of Dhaka Stock Exchange Ltd (DSE), 7,215,106 ordinary shares of BDT 10 each were allotted by DSE in favour of IIDFC Securities Limited. Out of total shares allotted, 2,886,042 ordinary shares of BDT 28,860,420 being 40% of total ordinary shares allotted were issued and credited to BO account of IIDFC Securities Limited for BDT 28,860,420 and value of cost of DSE membership has been adjusted to that extent. The remaining 4,329,064 shares being 60% ordinary shares of BDT 43,290,640 were credited to the "DSE Demutualisation Blocked Account" maintained by DSE. As per that aforesaid scheme, these 60% shares will be off-loaded in the following manner:

1. 25% will be sold to the strategic investors by Dhaka Stock Exchange Ltd.
2. Except shares allotted in favour of strategic investors, shares held in blocked account shall be sold to the general public/institutional investors.

The shares under blocked account as indicated above will be recognised and accounted for upon recovery.

### Market price of Investmentst as on 31 December, 2015:

Details of Investment in quoted	Cost Price	Market Price	Prov. Required
	A	B	C=A-B
AB Bank Limited	665,817	627,000	38,817
ACI Formulation Limited	10,646,602	8,650,320	1,996,282
ACI Limited	4,977,766	4,773,600	204,166
Active Fine Chemicals Limited	5,107,989	4,833,200	274,789
Agni Systems Limited	833,143	706,200	126,943
Agricultural Marketing Company Ltd.	2,740,322	2,450,400	289,922
Aims First Guaranteed Mutual Fund	4,852,200	4,334,000	518,200
Al-Arafah Islami Bank Ltd.	771,000	735,000	36,000
Asia Insurance Limited	1,795,118	722,780	1,072,338
Asian Tiger Sandhani Life Growth Fund	545,211	554,400	(9,189)
Bangladesh General Insurance Company Ltd.	761,286	356,900	404,386
Bangladesh Steel Re-Rolling Mills Limited	639,200	658,000	(18,800)
Bangladesh Building System Ltd	1,392,628	1,260,000	132,628
Bangladesh Submarine Cable Company Ltd	2,198,987	1,545,830	653,157
Bengal Windsor Thermoplastics Limited	2,125,650	1,725,900	399,750
Bangladesh Export Import Company Limited	310,000	290,000	20,000
Beximco Pharmaceuticals Ltd.	2,581,436	2,943,500	(362,064)
Central Insurance Company Ltd.	1,192,740	562,815	629,925
Deshbandhu Polymer Ltd.	1,312,500	817,500	495,000
Dhaka Bank Limited	7,413,022	5,807,186	1,605,836
Dhaka Electric Supply Co. Ltd.	5,992,318	4,514,370	1,477,948
Dutch-Bangla Bank Limited	699,444	645,600	53,844
Eastern Insurance Co.Ltd.	660,026	364,940	295,086
Eastland Insurance Company Ltd.	1,780,197	1,012,389	767,808
Envoy Textiles Limited	791,829	659,925	131,904
Fareast Islami Life Insurance Co. Ltd	11,679,282	7,190,625	4,488,657

## NOTES TO THE FINANCIAL STATEMENTS

	Cost Price	Market Price	Prov. Required
	A	B	C=A-B
GBB Power Limited	1,313,693	862,747	450,946
Global Heavy Chemical Limited	2,421,049	1,840,000	581,049
Golden Harvest Agro Industries Limited	908,266	629,750	278,516
Grameen Mutual Fund One	3,054,788	2,697,000	357,788
Grameenphone Limited	27,801,845	20,834,297	6,967,548
Heidelberg Cement Bangladesh Ltd.	10,996,979	10,117,800	879,179
Hwa Well Textiles (BD) Limited	727,367	679,716	47,651
IDLC Finance Limited	1,185,589	1,239,246	(53,657)
ICB Second NRB Mutual Fund	656,956	360,000	296,956
International Leasing and Financial Services Limited	300,950	91,000	209,950
Islami Bank Bangladesh Limited	5,063,290	4,726,000	337,290
Islami Insurance Babgladesh Limited	1,019,141	619,947	399,194
Islamic Finance and Investment Limited	790,000	775,000	15,000
Jamuna Oil Company Limited	1,916,500	1,571,000	345,500
Karnafuli Insurance Co.Limited	3,205,460	975,707	2,229,753
Khulna Power Company Limited	1,840,421	1,872,500	(32,079)
Lafarge Surma Cement Limited	4,860,789	2,984,000	1,876,789
LankaBangla Finance Limited	9,658,169	9,570,000	88,169
Linde Bangladesh Limited	3,774,940	3,385,602	389,338
Malek Spinning mills Ltd	406,000	314,000	92,000
Matin Spinning Mills Ltd	4,617,360	4,783,268	(165,908)
Meghna Cement Mills Limited	2,372,801	2,023,510	349,291
Meghna Petroleum Limited	8,974,705	5,794,985	3,179,720
MJL Bangladesh Limited	4,978,703	4,243,500	735,203
Mutual Trust Bank Limited	985,000	975,000	10,000
N C C Bank Limited	1,940,471	1,159,795	780,676
National Bank Limited	3,851,045	1,989,830	1,861,215
NLI First Mutual Fund	747,547	776,000	(28,453)
One Bank Limited	6,496,918	6,008,907	488,011
Padma Oil Company Limited	693,680	534,180	159,500
Peoples Leasing & Financial Services Ltd	532,400	294,151	238,249
Phoenix Finance and Investments Limited	385,518	209,000	176,517
PHP First Mutual Fund	399,130	277,193	121,937
Pioneer Insurance Co Limited	18,071,822	17,169,116	902,706
Popular Life First Mutual Fund	240,000	210,000	30,000
Popular life insurance Company Limited	65,560	53,830	11,730
Pragati Insurance Limited.	675,364	287,531	387,833
Pragati Life Insurance Limited	3,268,406	1,965,253	1,303,153
Prime Bank Limited	260,690	237,110	23,580
Prime Finance 1st Mutual Fund	129,500	52,500	77,000
Prime Islami Life Insurance Limited	8,657,544	2,880,926	5,776,618
RAK Ceramics(BD) Ltd	8,757,037	8,028,000	729,037
Ratanpur Steel Re-Rolling Mills Limited	4,700,147	4,089,600	610,547
Reliance Insurance Limited	2,527,055	1,995,917	531,138
Renwick Jajneswar & Company Limited	278,492	232,370	46,122
Rupali Insurance Company Limited	487,412	258,435	228,977
Rupali Life Insurance Company Limited	1,317,966	939,600	378,366
S. Alam Cold Rolled Steels Limited	157,681	119,600	38,081
Shahjalal Islami Bank Limited	1,853,917	1,930,500	(76,583)
Shahjibazar Power Co. Ltd	1,419,500	1,262,780	156,720
Social Investment Bank Limited	443,550	453,600	(10,050)

## NOTES TO THE FINANCIAL STATEMENTS

	Cost Price	Market Price	Prov. Required
	A	B	C=A-B
Southeast Bank Limited	1,328,308	1,320,000	8,308
Square Textiles Limited	2,525,946	2,241,218	284,728
Standard Bank Limited	3,290,812	2,295,400	995,412
Summit Alliance Port Limited	3,156,379	3,195,900	(39,521)
Summit Power Limited	2,447,891	2,501,100	(53,209)
Summit Purbanchol Power Co. Limited	4,823,494	4,692,000	131,494
Takaful Islami Insurance Limited	672,023	411,480	260,543
The City Bank Limited	1,211,950	1,224,000	(12,050)
Titas Gas Transmission and Dist Company Limited	5,843,400	3,886,800	1,956,600
Trust Bank Limited	3,681,960	3,856,000	(174,040)
United Commercial Bank Limited	1,580,411	1,597,500	(17,089)
United Finance Limited	1,529,022	1,560,000	(30,978)
United Power Generation & Dist Company Limited	768,103	701,000	67,103
Uttara Bank Limited	9,129,228	7,969,289	1,159,939
Uttara Finance and Investment Limited	595,000	609,000	(14,000)
<b>Sub-Total</b>	<b>289,238,753</b>	<b>234,184,366</b>	<b>55,054,387</b>
<b>Un-quoted :</b>			
Dhaka Stock Exchange Limited (Un-quoted)	28,860,420	28,860,420	-
	<b>318,099,173</b>	<b>263,044,786</b>	<b>55,054,387</b>

Reserve for unrealised loss on investment in securities of BDT 38,739,088 has been made which is equivalent to 70% of diminution in value of investment of BDT 55,054,392 as on 31 December 2015. As per BSEC's directive no. SEC/CMRRC/2009-193/181 dated 08 December 2015, minimum requirement of making such provision is @ 20% of total required amount at the end of this accounting year. However, no cash dividend can be paid during the year in terms of said directive as the company has availed this facility.

IAS 1.77

7

### Loans & Advances

#### Inside Bangladesh:

	Percentage	Amount in Taka	
		31-Dec-2015	31-Dec-2014
Gross Lease Receivables		2,951,475,869	2,989,719,491
Less: Unearned Lease Income		506,857,462	525,738,205
<b>Net Lease Receivables</b>	<b>22.44%</b>	<b>2,444,618,407</b>	<b>2,463,981,286</b>
Advance for Lease Finance	0.77%	83,740,331	60,051,877
Direct/ Term Finance	75.58%	8,232,924,936	7,314,526,239
Secured Overdraft	0.42%	45,853,258	71,556,061
Bills Discounted and Purchased (Note-7.8)	0.79%	86,442,761	81,302,218
<b>Sub Total</b>	<b>100.00%</b>	<b>10,893,579,693</b>	<b>9,991,417,681</b>
<b>Outside Bangladesh:</b>			
Gross Lease Receivables		-	-
Less: Unearned Lease Income		-	-
Net Investment		-	-
Advance for Lease Finance		-	-
Direct/ Term Finance		-	-
Secured Overdraft		-	-
Factoring Finance		-	-
Margin Loan		-	-
<b>Sub Total</b>		-	-
<b>Total</b>	<b>100.00%</b>	<b>10,893,579,693</b>	<b>9,991,417,681</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Percentage	Amount in Taka	
			31-Dec-2015	31-Dec-2014
7.1	<b>Details of Loans &amp; Advances</b>			
	<b>Lease Finance</b>			
	Corporate Clients	16.84%	1,834,368,914	1,899,895,633
	Small & Medium Enterprises (SME)	6.37%	693,989,824	564,085,653
	<b>Sub Total</b>	<b>23.21%</b>	<b>2,528,358,738</b>	<b>2,463,981,286</b>
	<b>Direct / term finance</b>			
	Syndication Finance	0.93%	101,258,515	148,824,251
	Corporate clients	55.86%	6,085,598,998	5,647,172,223
	Small & Medium Enterprises (SME)	14.72%	1,603,859,148	1,244,099,165
	Home Loan	3.89%	423,230,443	319,855,208
Bills Discounted and Purchased	0.79%	86,442,761	81,302,218	
Secured Overdraft	0.42%	45,853,258	71,556,061	
Employee Loan	0.17%	18,977,832	14,627,269	
<b>Sub Total</b>	<b>76.79%</b>	<b>8,365,220,955</b>	<b>7,527,436,395</b>	
<b>Grand Total</b>	<b>100%</b>	<b>10,893,579,693</b>	<b>9,991,417,681</b>	
IAS 1.61	<b>7.2 Maturity grouping of loans &amp; advances</b>			
	On demand		1,338,300,000	1,377,498,762
	Less than 3 months		2,751,500,000	2,042,339,488
	More than 3 months but less than 1 year		2,143,200,000	2,279,625,404
	More than 1 year but less than 5 years		2,799,000,000	2,753,096,838
	Above 5 years		1,861,579,693	1,538,857,189
	<b>Total</b>		<b>10,893,579,693</b>	<b>9,991,417,681</b>
IFRS 8.20	<b>7.3 Sector/ Industry-wise Loans &amp; Advances</b>			
	Agricultural sector	2.22%	242,022,238	168,823,842
	Industrial sector:			
	Textiles	7.37%	802,734,597	955,795,300
	Garments	14.05%	1,531,005,825	1,516,340,475
	Jutes & jute related goods	1.17%	127,851,393	100,283,099
	Food items producer/processing industry	2.27%	247,164,017	354,110,414
	Plastic industries	1.72%	187,032,675	187,964,551
	Lather and lather goods	0.15%	16,081,542	318,407,976
	Iron, steel and engineering	5.81%	632,725,332	369,218,163
	Chemicals and pharmaceuticals	1.99%	216,406,581	309,743,394
	Cement/ clinker and allied industries	0.15%	16,647,119	242,094,993
	Service sector (Hotel, hospital, clinic, tourism, etc.)	5.76%	626,986,747	306,419,914
	Paper, printing and packaging	3.44%	374,276,005	387,317,645
	Telecommunication and IT industries	6.19%	674,084,029	507,235,829
	Glass and ceramic industries	2.48%	270,096,090	19,894,865
	Shipping and ship building industries	4.46%	485,855,080	336,655,274
	Electronics and electrical goods	1.49%	162,106,122	167,999,187
	Power, gas, water and sanitary	3.68%	400,909,886	596,028,015
	Transport and communication	1.77%	192,378,115	468,740,896
	Real estate and housing	7.11%	774,407,987	575,432,065
	Merchant banking	6.06%	659,840,416	999,744,932
	Others	20.68%	2,252,967,897	1,103,166,852
	<b>Total</b>	<b>100.00%</b>	<b>10,893,579,693</b>	<b>9,991,417,681</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
IFRS 8.20	<b>7.4 Geographical Location-wise Loans &amp; Advances</b>		
	<b>Inside Bangladesh</b>		
	Dhaka Division	71.63%	7,803,273,819
	Chittagong Division	25.01%	2,724,724,890
	Barishal Division	0.97%	105,268,135
	Rajshahi Division	0.20%	21,770,566
	Rangpur Division	0.10%	11,360,646
	Sylhet Division	1.84%	200,173,334
	Mymensingh Division	0.18%	20,088,887
	Khulna Division	0.06%	6,919,416
	<b>Sub Total</b>	<b>100.00%</b>	<b>10,893,579,693</b>
	<b>Outside Bangladesh</b>	-	-
	<b>Total</b>	<b>100.00%</b>	<b>10,893,579,693</b>
IAS1.77	<b>7.5 Classification of Loans &amp; advances as per Bangladesh Bank circular</b>		
	<b>Unclassified</b>	<b>31-Dec-2015</b>	<b>31-Dec-2014</b>
	Standard	93.79%	86.45%
	Special Mention Account (SMA)	1.43%	8.27%
	<b>Sub Total</b>	<b>95.21%</b>	<b>94.73%</b>
	<b>Classified</b>	<b>31-Dec-2015</b>	<b>31-Dec-2014</b>
	Sub-standard (SS)	1.03%	0.65%
	Doubtful (DF)	1.49%	0.96%
	Bad/ Loss (BL)	2.27%	3.67%
	<b>Sub Total</b>	<b>4.79%</b>	<b>5.27%</b>
	<b>Total</b>	<b>100%</b>	<b>100%</b>
	<b>7.6 Details of Large Loans &amp; Advances</b>		
	As per DFIM circular No.-10, dated 5 September, 2011, Outstanding amount exceeding 15% of total capital of the company is treated as Large Loans & Advances. Total capital of the company was Tk 1,564,400,806 as on 31 December, 2015 whereas Tk 1,553,767,882 as on 31 December, 2014.		
	Number of Clients	9	7
	Outstanding Amount	2,911,764,251	1,564,193,035
	Classified Amount	-	-
	Measures taken for recovery	-	-
IAS 1.77	<b>7.7 Particulars of Loans &amp; Advances</b>		
	1. Loans & advances considered good in respect of which the company is fully secured	4,621,166,752	4,401,219,557
	2. Loans & advances considered good against which the company holds no security others than the debtor's personal guarantee	4,888,426,609	3,788,435,017
	3. Loans & advances considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	777,948,338	805,440,328
	4. Loans & advances adversely classified for which provision has not been maintained	-	-



## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	5. Loans & advances due by the directors or officers of the company or any of them either separately or jointly with any other persons	-	-
	6. Loans & advances due from companies of firms in which the directors of the company have interest as directors, partners or managing agent or in case of private companies as members	606,037,994	996,322,779
	7. Maximum total amount of loan & advances including temporary loans & advances made at any time during the year to directors of managers or officers of the company or any of them either separately or jointly with any other person	-	-
	8. Maximum total amount of loans & advances including temporary loans & advances granted during the year to the companies of firms in which the directors of the company have interest as directors, partners of managing agents or in the case of private companies, as members	-	-
	9. Due from banking companies	-	-
	10. Amount of classified loans & advances on which interest has not been charged as follows:		
	a. (Decrease)/ increase in provision	34,850,000	73,789,162
	b. Amount of loans & advances written off	-	-
	c. Amount of collection against written of loans & advances	3,000,000	-
	d. Interest credited to interest suspense account	(32,900,000)	16,203,798
	11. Loans & advances written off:		
	a. Current year	-	-
	b. Cumulative to date	88,403,101	88,403,101
	c. Amount of written off loans for which law suits have been filed	88,403,101	88,403,101
IFRS 7.8©	<b>7.8 Bills Discounted and Purchased</b>		
	Inside Bangladesh	86,442,761	81,302,218
	Outside Bangladesh	-	-
	<b>Total</b>	<b>86,442,761</b>	<b>81,302,218</b>
IAS 1.61	<b>7.9 Maturity grouping of Bills Discounted and Purchased</b>		
	Within 1 month	1,056,257	2,462,752
	Over 1 month but within 3 months	29,408,706	38,024,563
	Over 3 months but within 6 months	20,539,461	24,546,589
	Over 6 months	35,438,338	16,268,314
	<b>Total</b>	<b>86,442,761</b>	<b>81,302,218</b>
	<b>7.a Consolidated Loans &amp; Advances</b>		
	IIDFCL	10,893,579,693	9,991,417,681
	IIDFC Securities Limited ( Note-7.a.1)	1,844,253,510	2,333,522,268
	IIDFC Capital Limited (Note-7.a.2)	863,593,391	884,982,523
		<b>13,601,426,594</b>	<b>13,209,922,472</b>
	Less: Inter Company Loans & Advances		
	IIDFC Securities Limited	587,101,422	-
	IIDFC Capital Limited	47,931,530	991,065,545
	<b>Total</b>	<b>12,966,393,642</b>	<b>12,218,856,927</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
7.a.1	<b>Loans &amp; Advance of IIDFC Securities Limited</b>		
	Margin Loan	1,844,253,510	2,333,522,268
7.a.2	<b>Loans &amp; Advance of IIDFC Capital Limited</b>		
	Margin loan	863,593,391	884,982,523
IAS 16.31	<b>8 Property, Plant &amp; Equipment (Details in Annexure-1)</b>		
	<b>Own Finance</b>		
	<b>A. Cost</b>		
	Motor Vehicles	21,965,652	18,374,242
	Furniture & Fixtures	10,462,789	10,822,883
	Office Equipments	30,582,242	29,397,367
	<b>Total</b>	<b>63,010,683</b>	<b>58,594,492</b>
	<b>B. Less: Accumulated Depreciation</b>		
	Motor Vehicles	17,378,536	14,135,982
	Furniture & Fixtures	6,637,932	5,941,321
	Office Equipments	25,333,980	22,296,144
	<b>Total</b>	<b>49,350,448</b>	<b>42,373,447</b>
	<b>C. Written Down Value at the end of the year (A-B)</b>	<b>13,660,235</b>	<b>16,221,045</b>
	<b>Lease Finance</b>		
	<b>D. Cost</b>		
	Furniture & Fixtures	-	-
	Office Equipments	-	-
	Motor Vehicles	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
	<b>E. Less: Accumulated Depreciation</b>		
	Furniture & Fixtures	-	-
	Office Equipments	-	-
	Motor Vehicles	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
	<b>F. Written Down value at the end of the year (D-E)</b>	<b>-</b>	<b>-</b>
	<b>G. Total Property, Plant &amp; Equipment (C+F)</b>	<b>13,660,235</b>	<b>16,221,045</b>
8.1	<b>Intangible asset - computer software (Details in Annexure-1)</b>		
	Cost	7,711,026	4,928,026
	Less: Accumulated amortisation	3,682,126	2,565,081
	<b>Net book value at the end of the year</b>	<b>4,028,900</b>	<b>2,362,945</b>
8.a	<b>Consolidated property, plant &amp; equipment (Details in Annexure-1.a)</b>		
	IIDFCL	13,660,235	16,221,045
	IIDFC Securities Limited (Note-8.a.1)	8,389,326	15,948,912
	IIDFC Capital Limited (Note-8.a.2)	381,674	2,834,753
	<b>Total</b>	<b>22,431,235</b>	<b>35,004,710</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>8.a.1</b>	<b>Property, plant &amp; equipment of IIDFC Securities Limited</b>		
	<b>A. Cost</b>		
	Motor vehicles	-	-
	Furniture & fixtures	12,646,800	17,616,182
	Office equipments	15,724,298	17,626,818
	<b>Total</b>	<b>28,371,098</b>	<b>35,243,000</b>
	<b>B. Less: Accumulated depreciation</b>		
	Motor vehicles	-	-
	Furniture & fixtures	6,277,001	6,977,948
	Office equipments	13,704,771	12,316,140
	<b>Total</b>	<b>19,981,772</b>	<b>19,294,088</b>
	<b>C. Written down value at the end of the year (A-B)</b>	<b>8,389,326</b>	<b>15,948,912</b>
<b>8.a.2</b>	<b>Property, plant &amp; equipment of IIDFC Capital Limited</b>		
	<b>A. Cost</b>		
	Motor vehicles	1,250,000	1,250,000
	Furniture & fixtures	819,914	3,599,374
	Office equipments	3,125,091	4,947,056
	<b>Total</b>	<b>5,195,005</b>	<b>9,796,430</b>
	<b>B. Less: Accumulated depreciation</b>		
	Motor vehicles	1,249,994	1,249,994
	Furniture & fixtures	438,247	1,563,941
	Office equipments	3,125,090	4,147,742
	<b>Total</b>	<b>4,813,331</b>	<b>6,961,677</b>
	<b>C. Written down value at the end of the year (A-B)</b>	<b>381,674</b>	<b>2,834,753</b>
<b>8.1.a</b>	<b>Consolidated intangible asset (Details in Annexure-1.a)</b>		
	IIDFCL	4,028,900	2,362,945
	IIDFC Securities Limited	354,778	654,808
	IIDFC Capital Limited	150,000	420,000
	<b>Total</b>	<b>4,533,678</b>	<b>3,437,753</b>
IAS 1.77	<b>9 Other assets</b>		
	Investment in shares of subsidiary companies:		
	In Bangladesh	1,599,862,970	1,305,800,000
	Outside Bangladesh	-	-
	Advance rent and advertisement	453,344	237,380
	Interest accrued on investment but not collected, commission on shares and debentures and other income receivables	5,466,852	8,209,302
	Security deposits	4,386,840	28,200
	Prepaid expenses	2,563,048	2,035,879
	Balance with BO account	5,287,042	14,367
	Others ( <b>Note 9.1</b> )	530,290,886	779,893,699
	<b>Total</b>	<b>2,148,310,982</b>	<b>2,096,218,827</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
IAS 1.78(b)	<b>9.1 Others</b>		
	Interest Accrual Receivable	96,938,393	44,335,946
	Advance for syndication purposes	-	438,000
	Deferred Tax	8,382,872	8,954,098
	Advance for suppliers	6,295,255	6,323,064
	Advance tax	408,849,490	385,809,175
	Expenses receivables	-	8,540
	Commission on bank guarantee	324,876	324,876
	Advance interest paid	9,500,000	39,500,000
	Current Account with IIDFC Capital Ltd.	-	294,200,000
	Receivables from IIDFC Securities Ltd.	-	-
	<b>Total</b>	<b>530,290,886</b>	<b>779,893,699</b>
	<b>9.a Consolidated other assets</b>		
	IIDFCL	2,148,310,982	2,096,218,827
	IIDFC Securities Limited (Note-9.a.1)	210,029,523	203,090,590
	IIDFC Capital Limited (Note-9.a.2)	72,661,499	100,143,720
		<b>2,431,002,004</b>	<b>2,399,453,137</b>
	<b>Less: Inter company assets</b>		
	IIDFC Securities Limited	999,874,970	-
	IIDFC Capital Limited	599,988,000	1,624,421,287
	<b>Total</b>	<b>831,139,034</b>	<b>775,031,850</b>
	<b>9.a.1 Other assets of IIDFC Securities Limited</b>		
	Cost of TREC holding	124,258,580	124,258,580
	Advance rent	1,303,125	1,520,625
	Stamp in hand	3,280	23,594
	Security deposits	361,856	577,820
	Advance tax	71,944,217	64,319,439
	Others	12,158,465	12,390,532
	<b>Total</b>	<b>210,029,523</b>	<b>203,090,590</b>
	<b>9.a.2 Other assets of IIDFC Capital Limited</b>		
	License fee	30,196,209	30,196,209
	Security deposits	200,000	200,000
	Advance tax	40,434,648	40,385,011
	Others	1,830,642	29,362,500
	<b>Total</b>	<b>72,661,499</b>	<b>100,143,720</b>
IFRS 7.7	<b>10 Borrowings from other Banks, Financial Institutions &amp; Agents</b>		
	<b>Inside Bangladesh:</b>		
	Refinance against SME loan from Bangladesh Bank	432,351,159	432,351,159
	From other scheduled Banks (Note - 10.1)	2,962,267,030	2,857,296,996
	<b>Sub Total</b>	<b>3,384,524,860</b>	<b>3,289,648,155</b>
	<b>Outside Bangladesh</b>	-	-
	<b>Total</b>	<b>3,384,524,860</b>	<b>3,289,648,155</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 10.1 From other scheduled Banks & Financial Institutions

#### Long term loan

Bank Asia Ltd.	
Eastern Bank Ltd.	
Janata Bank Ltd.	
Trust Bank Ltd.	
Uttara Bank Ltd.	
Shahjalal Islami Bank Ltd.	
Bank Alfalah Ltd	
National Credit and Commerce Bank Ltd.	
Commercial Bank of Ceylon Plc	
Mutual Trust Bank Ltd.	
Premier Bank Ltd.	
Social Islami Bank Ltd.	
Dutch Bangla Bank Ltd.	
The UAE Bangladesh	

#### Sub-Total

#### Overdraft and money at call short notice

Bank Alfalah Ltd.	
BRAC Bank Ltd.	
AB Bank Limited	
Dhaka Bank Limited	
Mercantile Bank Ltd.	
ICB Islamic Bank Limited	
Mutual Trust Bank Limited	
NRB Bank Limited	
NRB Commercial Bank Ltd.	
Dutch bangla Bank Ltd	
United Commercial Bank Limited	
Basic Bank Ltd.	
South Bangla Agreeculture & Commerce Bank Ltd.	
Standard Bank Ltd	
Premier Bank Ltd.	
Prime Bank Ltd.	
Janata Bank Ltd.	
Pubali Bank	
Megna Bank Limited	
Eastern Bank Ltd.	
Southeast Bank Ltd.	
Jamuna Bank Ltd.	

#### Sub-Total

#### Grand Total

#### Security against borrowings from other banks, financial institutions and agents

Secured	
Unsecured	

#### Total

Amount in Taka	
31-Dec-2015	31-Dec-2014
-	44,993,219
70,000,000	-
91,666,667	-
-	129,019,296
87,354,704	215,463,831
94,028,464	354,943,292
29,166,665	45,833,337
165,753,952	9,139,262
-	58,254,622
160,427,172	168,106,886
-	219,293,822
-	142,589,369
104,297,354	374,014,475
33,667,654	50,000,000
<b>836,362,632</b>	<b>1,811,651,410</b>
106,283,703	174,881,344
550,000,000	-
-	50,000,000
-	100,000,000
3,576	76,406
50,000,000	60,000,000
49,400,981	602,929
-	150,000,000
130,000,000	-
370,000,000	-
70,000,000	200,000,000
-	50,000,000
200,000,000	-
150,000,000	-
150,000,000	-
7,617	-
150,000,000	-
150,000,000	140,000,000
-	100,000,000
208,522	-
-	20,000,000
-	84,907
<b>2,125,904,398</b>	<b>1,045,645,586</b>
<b>2,962,267,030</b>	<b>2,857,296,996</b>
-	-
2,494,524,860	2,699,648,155
890,000,000	590,000,000
<b>3,384,524,860</b>	<b>3,289,648,155</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	<b>Maturity grouping of borrowings from other banks, financial institutions and agents</b>		
	Payable on demand	890,000,000	263,655,782
	Up to 1 month	234,000,000	101,256,563
	Over 1 month but within 6 months	994,400,000	569,998,921
	Over 6 months but within 1 year	328,800,000	488,585,184
	Over 1 year but within 5 years	825,900,000	1,151,165,184
	Over 5 years	111,424,860	714,986,521
	<b>Total</b>	<b>3,384,524,860</b>	<b>3,289,648,155</b>
<b>10.a</b>	<b>Consolidated borrowings from other Banks, Financial Institutions &amp; Agents</b>		
	<b>Inside Bangladesh</b>		
	IIDFCL	3,384,524,860	3,289,648,155
	IIDFC Securities Limited (Note-10.a.1)	698,291,746	1,067,723,215
	IIDFC Capital Limited (Note-10.a.2)	90,598,915	130,081,095
		<b>4,173,415,521</b>	<b>4,487,452,465</b>
	<b>Less: Inter company borrowings</b>		
	IIDFC Securities Limited	587,101,422	-
	IIDFC Capital Limited	47,931,530	635,032,952
	<b>Total</b>	<b>3,538,382,569</b>	<b>3,496,386,920</b>
<b>10.a.1</b>	<b>Borrowings of IIDFC Securities Limited</b>		
	<b>Inside Bangladesh</b>		
	IIDFC Ltd.	587,101,422	900,099,910
	Investment Corporation of Bangladesh	111,190,324	167,623,305
	<b>Total</b>	<b>698,291,746</b>	<b>1,067,723,215</b>
<b>10.a.2</b>	<b>Borrowings of IIDFC Capital Limited</b>		
	IIDFC Ltd.	47,931,530	90,965,635
	Investment Corporation of Bangladesh (ICB)	42,667,385	39,115,460
	Standard Bank Ltd.	-	-
	<b>Total</b>	<b>90,598,915</b>	<b>130,081,095</b>
IFRS 7.7	<b>11 Deposits &amp; other accounts</b>		
	Deposits from banks and financial institutions (Note-11.1)	3,596,856,512	2,245,000,000
	Deposits from customers	5,716,187,991	4,830,456,291
	<b>Sub-Total</b>	<b>9,313,044,503</b>	<b>7,075,456,291</b>
	Other deposit	5,977,279	8,413,758
	<b>Grand Total</b>	<b>9,319,021,782</b>	<b>7,083,870,049</b>
<b>11.1</b>	<b>Deposits from banks and financial institutions</b>		
	Duch Bangla Bank Limited	-	500,000,000
	AB Bank Ltd.	250,000,000	-
	BRAC Bank Limited	160,000,000	350,000,000
	The City Bank Ltd.	150,000,000	-
	Jamuna Bank Limited	-	-
	ICB Islamic Bank Limited	-	300,000,000
	IFIC Bank Limited	150,000,000	150,000,000
	Janata Bank Limited	50,000,000	50,000,000
	Mercantile Bank Limited	21,856,512	20,000,000
	NRB Bank Limited	-	100,000,000
	NRB Commercial Bank Limited	-	50,000,000
	Prime Finance & Investment Ltd.	20,000,000	-

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	Rupali bank Ltd.	100,000,000	-
	South Bangla Agriculture and Commerce Bank Ltd.	420,000,000	-
	Shahjalal Islami Bank Limited	405,000,000	165,000,000
	Social Islami Bank Limited	820,000,000	150,000,000
	Modhumoti Bank Ltd.	750,000,000	-
	Midland Bank Limited	-	200,000,000
	Mutual Trust Bank Limited	-	60,000,000
	United Commercial Bank Limited	300,000,000	150,000,000
	<b>Total</b>	<b>3,596,856,512</b>	<b>2,245,000,000</b>
IAS 1.61	<b>11.2 Maturity grouping of deposits &amp; other accounts</b>		
	Payable on demand	-	-
	Up to 1 month	94,400,000	1,003,110,512
	Over 1 month but within 6 months	2,387,800,000	1,487,353,634
	Over 6 months but within 1 year	2,948,800,000	2,109,345,045
	Over 1 year but within 5 years	2,509,600,000	1,507,610,421
	Over 5 years but within 10 years	1,378,421,782	976,450,437
	Over 10 years	-	-
	<b>Total</b>	<b>9,319,021,782</b>	<b>7,083,870,049</b>
	<b>11.a Consolidated Deposits &amp; Other Accounts</b>		
	IIDFCL	9,313,044,503	7,075,456,291
	IIDFC Securities Limited	-	-
	IIDFC Capital Limited (Note-11.a.1)	1,679,729	6,994,767
	<b>Sub Total</b>	<b>9,314,724,232</b>	<b>7,082,451,058</b>
	Other Deposit	5,977,279	8,413,758
	<b>Total</b>	<b>9,320,701,511</b>	<b>7,090,864,816</b>
	<b>11.a.1 Deposits &amp; Other Accounts of IIDFC Capital Limited</b>		
	Deposits from Banks	-	-
	Deposits from Customers	1,679,729	6,994,767
	<b>Total</b>	<b>1,679,729</b>	<b>6,994,767</b>
IAS 1.77	<b>12 Other Liabilities</b>		
	Finance loss reserve (Note 12.1)	415,535,313	386,289,163
	Deferred tax	797,182	356,827
	Interest suspense account (Note 12.2)	135,309,798	168,209,798
	Lease rental advance	29,210,415	28,185,705
	Provision for current tax (Note 37)	397,162,079	313,362,079
	Liabilities for financial expenses	294,560,242	320,127,657
	Liabilities for expenses	747,412	12,296,863
	Liabilities for other finance	74,985,413	100,967,631
	Obligation under finance lease	2,512,758	6,166,265
	<b>Total</b>	<b>1,350,820,612</b>	<b>1,335,961,989</b>
IAS 37.84	<b>12.1 Finance Loss Reserve</b>		
	<b>Movement of specific provision on Classified Loans &amp; Advances</b>		
	<b>Opening Balance</b>	236,483,080	205,188,119
	Less: Provision fully provided loans & advances written-off during the year	-	-
	Add: Recoveries from previously written-off loans & advances	3,000,000	-

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
Add: Specific provision provided during the year		73,125,478	53,546,280
Less: Recoveries & provision no longer required		(12,515,461)	(22,251,319)
Add: Net charge to profit and loss account		-	-
<b>Closing balance</b>		<b>300,093,097</b>	<b>236,483,080</b>
<b>Provision for diminution in value of Investments</b>			
<b>Opening Balance</b>		<b>36,366,717</b>	<b>17,271,511</b>
Add: Provision during the year		(5,603,850)	19,095,206
<b>Closing Balance</b>		<b>30,762,867</b>	<b>36,366,717</b>
<b>Movement of general provision on unclassified Loans &amp; Advances</b>			
<b>Opening balance</b>		<b>113,439,366</b>	<b>90,040,371</b>
Add: General provision provided during the year		(28,760,017)	1,147,677
Add: Provision transferred from specific provision		-	22,251,319
<b>Closing Balance</b>		<b>84,679,349</b>	<b>113,439,366</b>
<b>Total</b>		<b>415,535,313</b>	<b>386,289,163</b>
<b>Particulars of required provision for Loans and Advances</b>			
<b>Status of classification</b>	<b>Base for provision</b>	<b>Rate</b>	
<b>Unclassified (General provision)</b>			
Standard - other than SME	7,928,753,224	1.0%	79,287,532
Standard - SME	2,287,971,227	0.25%	5,719,928
Special mention account (SMA)	147,578,770	5.0%	7,378,939
<b>Total</b>	<b>8,076,331,994</b>		<b>92,386,399</b>
<b>Classified (Specific provision)</b>			
Sub-standard (SS)	52,730,765	20.0%	10,546,153
Doubtful (DF)	113,101,195	50.0%	56,550,598
Bad/ loss (BL)	226,895,573	100.0%	226,895,573
<b>Total</b>	<b>392,727,533</b>		<b>293,992,324</b>
<b>Total provision required</b>			<b>386,378,722</b>
<b>Total provision made</b>			<b>415,535,313</b>
<b>Excess provision made</b>			<b>29,156,590</b>
<b>Interest suspense account</b>			
<b>Opening Balance</b>		<b>168,209,798</b>	<b>152,007,000</b>
Add: Amount transferred to interest suspense account during the year		21,345,672	67,844,684
Less: Amount recovered from interest suspense account during the year		54,245,672	51,641,886
Less: Amount written-off during the year		-	-
<b>Closing Balance</b>		<b>135,309,798</b>	<b>168,209,798</b>
<b>Other Liabilities</b>			
IIDFCL		1,350,820,612	1,335,961,989
IIDFC Securities Limited (Note-12.a.1)		657,873,750	639,548,287
IIDFC Capital Limited (Note-12.a.2)		375,797,060	385,570,213
		<b>2,384,491,422</b>	<b>2,361,080,489</b>
<b>Less: Inter company liabilities</b>			
IIDFC Securities Limited	-	-	-
IIDFC Capital Limited	-	-	24,556,317
<b>Total</b>		<b>2,384,491,422</b>	<b>2,336,524,172</b>

IAS 37.84

12.2

12.a



## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>12.a.1</b>	<b>Other Liabilities of IIDFC Securities Limited</b>		
	Provision for loans & advances-margin loan	55,346,619	57,780,643
	Provision for current tax	66,557,281	60,395,493
	Provision for deferred tax	(878,869)	(226,064)
	Payable to clients	38,595,751	31,522,275
	Payable to Southeast Bank Capital Services Ltd.	9,517,267	180,838
	Payable to DSE	50,130	2,216,095
	Interest suspense account	425,246,837	443,941,473
	Liability for expenses	24,082,979	4,267,714
	Reserve for risk fund	616,667	516,667
	Provision for diminution in value of investments	38,739,088	38,739,088
	Intercompany current account	-	214,065
	<b>Total</b>	<b>657,873,750</b>	<b>639,548,287</b>
<b>12.a.2</b>	<b>Other liabilities of IIDFC Capital Limited</b>		
	Finance loss reserve	36,902,356	40,107,383
	Deferred tax	-	-
	Interest suspense account	293,235,376	300,504,669
	Provision for diminution in value of investment	-	-
	Current tax	40,477,491	38,181,884
	Liabilities for expenses	3,212,532	1,076,882
	Liability for financial expenses	1,385,435	5,485,413
	Payable to IIDFC Limited	-	-
	Payable to IIDFC Securities Ltd.	583,870	213,982
	<b>Total</b>	<b>375,797,060</b>	<b>385,570,213</b>
IAS 1.79	<b>13 Share Capital</b>		
IAS 1.79(a)(i)	<b>Authorized Capital</b> (500,000,000 shares of Tk. 10 each)	<b>5,000,000,000</b>	<b>5,000,000,000</b>
IAS 1.79(a)(ii)	<b>Subscribed &amp; Paid-up Capital:</b> (100,000,000 shares of Tk. 10 each)	<b>1,000,000,000</b>	<b>1,000,000,000</b>
IAS 1.79(a)(ii)	<b>Paidup Share Capital as on 31 December, 2015 comprises the followings</b>		
	<b>Public Sector</b>		
	<b>Name of Shareholders</b>	<b>No. of Shares</b>	<b>Value</b>
	Sonali Bank Limited	7,329,110	73,291,100
	Janata Bank Limited	7,329,110	73,291,100
	Investment Corporation of Bangladesh	7,329,110	73,291,100
		<b>21,987,330</b>	<b>219,873,300</b>
	<b>Private sector</b>		
	AB Bank Ltd.	1,461,300	14,613,000
	Bank Asia Ltd.	7,329,110	73,291,100
	BRAC Bank Ltd.	7,329,110	73,291,100
	City Bank Ltd.	7,329,110	73,291,100
	Mutual Trust Bank Ltd.	7,329,110	73,291,100
	National Bank Ltd.	7,329,110	73,291,100
	ONE Bank Ltd.	7,329,110	73,291,100
	Southeast Bank Ltd.	7,329,110	73,291,100
	Eastland Insurance Co. Ltd.	7,329,110	73,291,100
	National Life Insurance Co. Ltd.	7,329,110	73,291,100
	Pragati Insurance Ltd.	7,329,110	73,291,100
	Mr. Md. Matiul Islam	3,260,270	32,602,700
		<b>78,012,670</b>	<b>780,126,700</b>
		<b>100,000,000</b>	<b>1,000,000,000</b>
			<b>21.99%</b>
			<b>78.01%</b>
			<b>100.00%</b>



## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>A</b>	<b>Total capital</b>	<b>1,656,787,204</b>	<b>1,667,207,261</b>
<b>B</b>	<b>Total risk weighted asset</b>	<b>13,090,883,416</b>	<b>11,675,694,544</b>
<b>C</b>	<b>Required capital</b>	<b>1,309,088,342</b>	<b>1,167,569,454</b>
<b>D</b>	<b>Surplus / (Deficit)</b>	<b>347,698,863</b>	<b>499,637,807</b>
	<b>Capital adequacy ratio (CAR)</b>	<b>12.66%</b>	<b>14.28%</b>
	On core capital (Tier-1)	<b>11.95%</b>	<b>13.31%</b>
	On supplementary capital (Tier-2)	<b>0.71%</b>	<b>0.97%</b>

Total risk weighted asset			Amount in Taka	
SL No.	Particulars		31-Dec-2015	31-Dec-2014
A.	Credit risk:			
	On balance sheet (From A.1)		11,886,770,852	10,848,040,101
	Off balance sheet (From A.2)		41,087,369	29,352,920
B.	Market risk (From B.1)		726,482,404	425,847,920
C.	Operational risk (From C.1)		436,542,792	372,453,603
	<b>Total RWA (A+B+C)</b>		<b>13,090,883,416</b>	<b>11,675,694,544</b>

### A.1 Risk weighted asset for credit risk on balance sheet exposer (As at 31 December, 2015)

SL No.	Exposure type	Rating	Risk Weight	Exposure	RWA
a	Cash		0.00	4,003	-
b	Claims on Bangladesh Government & BB		0.00	165,781,110	-
c	Claims on other Sovereigns & Central Banks		0.00	-	-
d	Claims on Bank for International settlements		0.00	-	-
	International Monetary Fund and European Central Bank		0.00	-	-
			0.00	-	-
e	Claims on Multilateral Development Banks (MDBs)		0.00	-	-
	i). IBRD, IFC, ADB, AfDB, EBRD, IADB, EIB		0.00	-	-
	EIF, NIB, CDB, IDB, CEDB				
	ii). Other MDBs	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	0.50	-	-
f	Claims on Public Sector Entities (Other than Government) in Bangladesh.	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	0.50	-	-

## NOTES TO THE FINANCIAL STATEMENTS

SL No.	Exposure type	Rating	Risk Weight	Exposure	RWA
g	Claims on NBFIs and Banks				
	i). Original maturity over 3 months	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	1.00	-	-
ii). Original maturity upto 3 months		0.20	808,635,269	161,727,054	
h	Claims on Corporate	1	0.20	914,511,273	182,902,255
		2	0.50	2,569,285,213	1,284,642,607
		3,4	1.00	1,082,582,581	1,082,582,581
		5,6	1.50	-	-
		Unrated	1.25	2,888,336,305	3,610,420,381
i	Securitization Exposures	1	0.20	-	-
		2	0.50	-	-
		3	1.00	-	-
		4	3.50	-	-
j	Claims under Credit Risk Mitigation	PSE	N/A	-	-
	(From Work Sheet 1(a))	NBFIs & Banks	N/A	-	-
		Corporate	N/A	-	-
		Retail & Small	N/A	-	-
		Consumer finance	N/A	-	-
		Residential Property	N/A	-	-
		Commercial Real Estate	N/A	-	-
k	Claims categorized as retail portfolio & Small Enterprises (Excluding Consumer Loan)		0.75	2,324,600,958	1,743,450,719
l	Consumer finance		1.00	-	-
m	Claims fully secured by residential property		0.50	423,230,443	211,615,222
n	Claim fully secured by commercial real estate		1.00	-	-
o	1. Past Due Claims		0.00	-	-
	(Risk weights are to be assigned net of specific provision)		0.00	-	-
	i). Where specific provisions are less than 20% of the outstanding amount of the past due claim		1.50	155,423,893	233,135,840
	ii). Where specific provisions are no less than 20% of the outstanding amount of the past due claim		1.00	111,997,971	111,997,971
	iii). Where specific provisions are more than 50% of the outstanding amount of the past due claim		1.00	409,433,378	409,433,378
	2. Claims fully secured against residential property that are past due for more than 90 days and/or impaired specific provision held there against is less than 20% of the outstanding amount		1.00	-	-

## NOTES TO THE FINANCIAL STATEMENTS

SL No.	Exposure type	Rating	Risk Weight	Exposure	RWA
	3. Loans and claims fully secured against residential property that are past due for more than 90 days and/or impaired and specific provision held there- against is more than 20% of outstanding amount.		0.75	-	-
p	Capital Market Exposure		1.25	363,241,202	454,051,503
q	Investment in venture capital		1.50	-	-
r	Unlisted equity investments and regulatory capital instruments issued by other FIs (other than those deducted from capital) held in the Banking book.		1.25	1,599,862,970	1,999,828,713
s	Investment in premises, plant and equipment and all other fixed assets		1.00	17,689,135	17,689,135
t	Claims on all fixed assets under operating lease		1.00		-
u	All Other Assets				
SL No.	Exposure type	Rating	Risk Weight	Exposure	RWA
i)	Claims on GOB & BB (eg. Advanced Income Tax, reimbursement of Patirakkha/ Shadharon Shanchoy Patra etc.)		0.00	408,543,260	-
ii	Staff Loan/ Investment		0.20	18,977,832	3,795,566
iii)	Cash items in process of collection		0.20	1,221,416,666	244,283,333
iv)	Other Assets (net of specific provision, if any)		1.00	135,214,595	135,214,595
	<b>Total</b>			<b>15,618,768,059</b>	<b>11,886,770,851</b>

### A.2 Risk weighted asset for credit risk on off balance sheet exposer (As at 31 December, 2015)

SL No.	Exposure type	Rating	Risk Weight	Exposure	RWA
a.	Claims on Bangladesh Government & BB		0.00	-	-
b.	Claims on other Sovereigns & Central Banks		0.00	-	-
c.	Claims on Bank for International settlements, International Monetary Fund and European Central Bank		0.00	-	-
	Claims on Multilateral Development Banks (MDBs)				
	i). IBRD, IFC, ADB, AfDB, EBRD, IADB, EIB		0.00	-	-
	EIF, NIB, CDB, IDB, CEDB				
	ii). Other MDBs	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	0.50	-	-
d.	Claims on Public sector entities (Other than Government) in Bangladesh.	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	0.50	-	-

## NOTES TO THE FINANCIAL STATEMENTS

SL No.	Exposure type	Rating	Risk Weight	Exposure	RWA
e.	Claims on NBFIs and Banks				
	i). Maturity over 3 months	1	0.20	-	-
		2,3	0.50	-	-
		4,5	1.00	-	-
		6	1.50	-	-
		Unrated	1.00	-	-
ii). Maturity upto 3 months		0.20	-	-	
f.	Claims on corporate	1	0.20	-	-
		2	0.50	82,174,739	41,087,369
		3,4	1.00	-	-
		5,6	1.50	-	-
		Unrated	1.25	-	-

SL No.	Exposure type	Rating	Risk Weight	Exposure	RWA
g.	Claims against retail portfolio & Small Enterprise (Excluding consumer loan)		0.75	-	-
h.	Consumer finance		1.00	-	-
i.	Claims fully secured by residential property		0.50	-	-
j.	Claim fully secured by commercial real estate		1.00	-	-
k.	Investment in venture capital		1.50	-	-
l.	All other assets		1.00	-	-
	<b>Total</b>			<b>82,174,739</b>	<b>41,087,369</b>

### A.2.1 Credit conversion factors off - balance sheet exposures (As at 31 December, 2015)

SL No.	Market Risk	CCF	Notional Amount	Credit Exposure
a).	Direct Credit Substitutes	100%	-	-
b).	Lending of securities or posting of securities as collateral		-	-
c).	Other commitment with certain drawdown			
d).	Performance related contingencies	50%	107,836,277	53,918,139
e).	Commitments with original maturity over one year or less			
f).	Trade related contingencies	20%	-	-
g).	Commitment with original maturity of one year or less	20%	141,283,000	28,256,600
h).	Other commitments that can be unconditionally cancelled by any time	0%	-	-
i).	Foreign exchange contract		-	-
	<b>Total</b>		<b>249,119,277</b>	<b>82,174,739</b>

B.1 Market risk		Amount in Taka	
		31-Dec-2015	31-Dec-2014
SL No.	Market risk	Total Capital Charge	Total Capital Charge
A	Interest Rate Related Instruments	-	-
B	Equities	72,598,899	42,584,792
C	Foreign Exchange Position (if any)	-	-
D.	Commodities (if any)	-	-
	<b>Total</b>	<b>72,598,899</b>	<b>42,584,792</b>

## NOTES TO THE FINANCIAL STATEMENTS

### B.1.1 Capital charge on equities

SL No.	Particulars	Amount (Market Value)	RW	Capital Charge	Capital Charge
a.	Specific Risk	363,241,202	10%	36,324,120	21,292,396
b.	General Market Risk	363,241,202	10%	36,324,120	21,292,396
	<b>Total</b>	<b>726,482,404</b>		<b>72,648,240</b>	<b>42,584,792</b>

### C.1 Capital charge for operational risk (Basic indicator approach) (As at 31 December, 2015)

SL No.	Operational risk	Year, 2014	Year, 2013	Year, 2012	Capital Charge
		A	B	C	[(A+B+C) *15%]/3
a.	Gross income	380,454,891	249,937,119	242,693,573	43,654,279

Amount in Taka	
31-Dec-2015	31-Dec-2014

IAS 1.77	<b>14 Statutory reserve</b>	<b>Opening balance</b>	253,555,694	227,105,728
		Add: Addition during the year	22,126,585	26,449,966
		<b>Closing balance</b>	<b>275,682,279</b>	<b>253,555,694</b>
		The company has transferred 20% of net profit to statutory reserve as per the Financial Institutions Regulations, 1994.		
IAS 1.77	<b>15 General reserve</b>	<b>Opening Balance</b>	45,800,000	44,800,000
		Add: Addition during the year	1,000,000	1,000,000
		<b>Closing balance</b>	<b>46,800,000</b>	<b>45,800,000</b>
<b>15.a Consolidated general reserve</b>	IIDFCL	46,800,000	45,800,000	
	IIDFC Securities Limited	16,997,874	16,997,874	
	IIDFC Capital Limited	-	-	
	<b>Closing balance</b>	<b>63,797,874</b>	<b>62,797,874</b>	
<b>16 Other reserve</b>	<b>Opening balance</b>	-	-	
	Add: Addition during the year	-	-	
	<b>Closing balance</b>	-	-	
<b>17 Stock dividend</b>	<b>Opening balance</b>	-	-	
	Add: Interim stock dividend for the year	-	-	
	Less: Converted into paid up capital	-	-	
<b>Closing balance</b>	-	-		
<b>17.a Consolidated stock dividend</b>	IIDFC Limited	-	-	
	IIDFC Securities Ltd.	-	-	
	<b>Closing balance</b>	-	-	
IAS 1.77	<b>18 Retained earnings</b>	<b>Opening balance</b>	254,412,188	149,612,326
		Net profit during the year	110,632,923	132,249,828
		Less: Statutory reserve	(22,126,585)	(26,449,966)
		Less: General reserve	(1,000,000)	(1,000,000)
		Less: Cash Dividend Distributed for the year 2014	(100,000,000)	-
		<b>Closing balance</b>	<b>241,918,527</b>	<b>254,412,188</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>18.1</b>	<b>Non-divisible profit</b>		
	Retained earnings includes Tk. 65,000,000 as non-divisible profit including minority interests. It represents stock dividend of Tk. 40,000,000 from IIDFC Capital Limited and Tk. 25,000,000 from IIDFC Securities Limited for the year 2010 & 2011.		
<b>18.a</b>	<b>Retained earnings carried forward</b>		
	IIDFCL	241,918,527	254,412,188
	IIDFC Securities Limited (Note-18.a.1)	70,721,887	63,711,774
	IIDFC Capital Limited (Note-18.a.2)	(129,493,094)	(131,527,413)
	<b>Sub-Total</b>	<b>183,147,320</b>	<b>186,596,549</b>
	Less: Non-controlling interest	6,252	3,668
	<b>Total</b>	<b>183,141,067</b>	<b>186,592,881</b>
<b>18.a.a</b>	<b>Non-divisible profit</b>		
	Retained earnings includes Tk. 65,000,000 as non-divisible profit including minority interests. It represents stock dividend of Tk. 40,000,000 from IIDFC Capital Limited and Tk. 25,000,000 from IIDFC Securities Limited for the year 2010 & 2011.		
<b>18.a.1</b>	<b>Retained earnings of IIDFC Securities Limited</b>		
	<b>Opening balance</b>	<b>63,711,774</b>	<b>21,675,423</b>
	Add: Prior year adjustment	9,582	-
	Add: Net profit during the year	7,000,530	42,036,351
	Less: Stock dividend	-	-
	<b>Closing balance</b>	<b>70,721,887</b>	<b>63,711,774</b>
<b>18.a.2</b>	<b>Retained earnings of IIDFC Capital Limited</b>		
	<b>Opening balance</b>	<b>(131,527,413)</b>	<b>(132,936,266)</b>
	Net profit during the year	2,034,319	1,408,853
	<b>Closing balance</b>	<b>(129,493,094)</b>	<b>(131,527,413)</b>
IAS 27.6, 27.26	<b>18.a.3</b>	<b>Non-controlling interest</b>	
	Share capital	137,030	135,030
	Retained earnings	6,252	3,668
	General reserve	2,126	2,126
	<b>Closing balance</b>	<b>145,408</b>	<b>140,823</b>

Name of subsidiary company	Amount of share capital	Right of IIDFC	Share of IIDFC	Non-controlling share capital
IIDFC Securities Limited	1,000,000,000	99.9875%	999,874,970	125,030
IIDFC Capital Limited	600,000,000	99.9980%	599,988,000	12,000
	<b>1,600,000,000</b>		<b>1,599,862,970</b>	<b>137,030</b>

IAS 37.86

### 19 Contingent liabilities & capital expenditure commitments

#### Letter of guarantee:

Money for which the company is contingently liable in respect of guarantees given favoring:

Directors	-	-
Government	-	-
Banks and other financial institutions	-	-
Others (Note-19.1)	249,119,277	117,411,680
<b>Sub Total</b>	<b>249,119,277</b>	<b>117,411,680</b>
<b>Letter of credit:</b>		
For import of equipments under lease finance	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>249,119,277</b>	<b>117,411,680</b>



## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	<b>19.1 Others</b>		
	Bank Guarantee-Non Funded	107,835,380	117,411,680
	LC Commitment	141,283,897	-
		<b>249,119,277</b>	<b>117,411,680</b>
	<b>19.2 Capital expenditure commitments</b>		
	There was no capital expenditure contracted but not incurred or provided for as on 31 December, 2015, or no capital expenditure authorized by the Board but not contracted as on 31 December, 2015.		
IAS 1.97	<b>20 Interest income</b>		
	Interest income from balance with other banks & financial institutions	1,730,415	1,921,411
	Interest income from lease finance	275,234,343	368,883,561
	Interest income from direct/ term finance	1,109,068,526	1,049,927,026
	Interest income from secured overdraft	51,316,312	94,096,317
	Interest income from bills discounted & purchased	4,971,046	19,688,575
	<b>Total</b>	<b>1,442,320,643</b>	<b>1,534,516,890</b>
	<b>20.a Consolidated interest income</b>		
	IIDFCL	1,442,320,643	1,534,516,890
	IIDFC Securities Limited (Note-20.a.1)	173,233,964	250,517,929
	IIDFC Capital Limited (Note-20.a.2)	38,542,508	55,733,503
		<b>1,654,097,115</b>	<b>1,840,768,322</b>
	Less: Inter company transaction		
	IIDFC Securities Limited	97,038,085	
	IIDFC Capital Limited	10,691,075	107,729,160
	<b>Total</b>	<b>1,546,367,955</b>	<b>1,639,394,688</b>
	<b>20.a.1 Interest income of IIDFC Securities Limited</b>		
	Interest income from margin loan	169,562,023	246,276,382
	Interest income from balance with other banks	3,671,941	4,241,547
	<b>Total</b>	<b>173,233,964</b>	<b>250,517,929</b>
	<b>20.a.2 Interest income of IIDFC Capital Limited</b>		
	Interest income from margin loan	38,346,545	55,563,565
	Interest income from balance with other banks & financial institutions	195,963	169,938
	<b>Total</b>	<b>38,542,508</b>	<b>55,733,503</b>
IFRS 7.20	<b>21 Interest paid on deposits, borrowings etc.</b>		
	<b>Interest on deposits</b>		
	Fixed deposits	521,017,098	568,261,415
	Short-term deposits	262,547,929	255,835,013
	Other deposits	-	73,714
	<b>Total</b>	<b>783,565,027</b>	<b>824,170,141</b>
	<b>Interest on borrowings</b>		
	For borrowings from other banks, financial institutions & agents	<b>307,249,777</b>	<b>390,595,923</b>
	Long term loan	251,807,790	313,163,572
	Overdraft facilities	8,839,709	13,770,281
	Money at call and short notice	46,602,277	63,662,070
	<b>Total</b>	<b>1,090,814,804</b>	<b>1,214,766,064</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
<b>21.a</b>	<b>Consolidated interest paid on deposits, borrowings etc.</b>		
	IIDFCL	1,090,814,804	1,214,766,064
	IIDFC Securities Limited (Note-22.a.1)	106,677,180	171,650,744
	IIDFC Capital Limited (Note-22.a.2)	13,819,071	51,209,931
	<b>Total</b>	<b>1,211,311,055</b>	<b>1,437,626,739</b>
	Less: Inter company transaction		
	IIDFC Securities Limited	97,038,085	
	IIDFC Capital Limited	10,691,075	107,729,160
	<b>Total</b>	<b>1,103,581,895</b>	<b>1,236,253,105</b>
<b>21.a.1</b>	<b>Interest paid on deposits, borrowings etc. of IIDFC Securities Limited</b>		
	Interest on borrowing from IIDFC Ltd .	97,038,085	163,231,138
	Interest on borrowing from bank & other financial institutions	9,639,095	8,419,606
	<b>Total</b>	<b>106,677,180</b>	<b>171,650,744</b>
<b>21.a.2</b>	<b>Interest paid on deposits, borrowings etc. of IIDFC Capital Limited</b>		
	Interest on borrowing from bank & other financial institutions	13,819,071	50,557,288
	Long Term Loan	-	652,643
	<b>Total</b>	<b>13,819,071</b>	<b>51,209,931</b>
IAS 18.35	<b>22 Income from investment</b>		
	Capital gain	(30,517,400)	10,868,520
	Interest income from Bank Asia zero coupon bond	3,909,192	(61,862)
	Interest income from Commercial Paper	16,665,696	-
	Dividend income	10,448,228	8,466,623
	<b>Total</b>	<b>505,716</b>	<b>19,273,281</b>
<b>22.a</b>	<b>Consolidated income from investment</b>		
	IIDFCL	505,716	19,273,281
	IIDFC Securities Limited	4,156,629	37,908,173
	IIDFC Capital Limited	-	4,714,372
	<b>Total</b>	<b>4,662,345</b>	<b>61,895,826</b>
<b>22.a.1</b>	<b>Income from investment of IIDFC Securities Limited</b>		
	Dividend income	4,648,391	23,160,269
	Capital gain on investment in securities	(491,762)	14,747,904
	<b>Total</b>	<b>4,156,629</b>	<b>37,908,173</b>
<b>22.a.2</b>	<b>Income from investment of IIDFC Capital Limited</b>		
	Dividend income	-	-
	Capital gain on investment in securities	-	4,714,372
	<b>Total</b>	<b>-</b>	<b>4,714,372</b>
IFRS 7.20©	<b>23 Commission, exchange and brokerage</b>		
	Commission on securities trading	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>23.a</b>	<b>Commission, exchange and brokerage</b>		
	IIDFCL	-	-
	IIDFC Securities Limited	34,186,552	44,362,842
	IIDFC Capital Limited	7,903,061	9,613,982
	<b>Total</b>	<b>42,089,613</b>	<b>53,976,824</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
IAS 1.97	<b>24 Other operating income</b>		
	Syndication fee income	24,321,378	31,518,333
	Bank guarantee income	27,691	122,677
	Income from Carbon Finance	11,979,481	3,511,054
	Application & processing fees	1,842,217	1,740,828
	Transfer fees	267,197	478,303
	Notice pay received	345,792	827,211
	Profit from sale of fixed assets	26,297	8,335
	LC commission	27,317	-
	Collection against written off Loans	3,000,000	-
	Cancellation charges	719,775	3,224,044
	<b>Total</b>	<b>42,557,145</b>	<b>41,430,785</b>
	<b>24.a Consolidated other Operating Income</b>		
	IIDFCL	42,557,145	41,430,785
	IIDFC Securities Limited (Note-24.a.1)	1,025,577	511,359
	IIDFC Capital Limited (Note-24.a.2)	207,416	281,993
	<b>Total</b>	<b>43,790,138</b>	<b>42,224,137</b>
	<b>24.a.1 Other operating income of IIDFC Securities Limited</b>		
	BO & trading accounts maintenance income	487,900	396,700
	Income against CDBL charges	423,528	-
	Notice pay received	94,021	96,813
	Cheque dishonour charges	16,500	17,000
	Others	3,628	846
	<b>Total</b>	<b>1,025,577</b>	<b>511,359</b>
	<b>24.a.2 Other operating income of IIDFC Capital Limited</b>		
	Non Operating Income	116,402	8,133
	Underwriting commission	81,900	273,527
	Service Charge	9,114	333
	<b>Total</b>	<b>207,416</b>	<b>281,993</b>
IAS 1.104	<b>25 Salaries &amp; allowances</b>		
	Basic salary	50,413,426	33,397,082
	Allowances	32,288,173	26,581,552
	Festival bonus	6,874,562	6,862,946
	Incentive bonus	-	9,750,000
	Company's contribution to provident fund	4,152,289	3,578,085
	Group insurance	1,774,422	1,423,089
	Retirement benefits & gratuity	3,619,494	100,000
	<b>Total</b>	<b>99,122,366</b>	<b>81,692,754</b>
	<b>25.a Consolidated salaries &amp; allowances</b>		
	IIDFCL	99,122,366	81,692,754
	IIDFC Securities Limited (Note-25.a.1)	35,900,302	26,010,560
	IIDFC Capital Limited (Note-25.a.2)	9,571,330	5,966,749
	<b>Total</b>	<b>144,593,998</b>	<b>113,670,063</b>
	<b>25.a.1 Salaries &amp; allowances of IIDFC Securities Limited</b>		
	Basic salary	13,962,250	12,361,107
	Allowances	13,767,257	9,160,650
	Bonus	4,620,142	2,075,626
	Company's contribution to provident fund	1,233,158	1,088,647
	Group insurance	676,076	556,034
	Retirement benefits & gratuity	1,641,419	768,496
	<b>Total</b>	<b>35,900,302</b>	<b>26,010,560</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	<b>25.a.2 Salaries &amp; allowances of IIDFC Capital Limited</b>		
	Basic salary	3,668,349	3,191,578
	Allowances	2,834,430	1,641,087
	Bonus	1,296,712	791,631
	Company's contribution to provident fund	340,710	249,941
	Group Insurance	167,569	92,512
	Retirement benefits & gratuity	1,263,560	-
	<b>Total</b>	<b>9,571,330</b>	<b>5,966,749</b>
IAS 1.97	<b>26 Rent, taxes, insurance, electricity etc.</b>		
	Rent, rates and taxes	15,079,741	14,420,180
	Insurance	596,648	411,379
	Electricity, gas and water	2,855,126	2,607,799
	<b>Total</b>	<b>18,531,515</b>	<b>17,439,358</b>
	<b>26.a Consolidated rent, taxes, insurance, electricity etc.</b>		
	IIDFCL	18,531,515	17,439,358
	IIDFC Securities Limited (Note-26.a.1)	14,407,647	18,726,621
	IIDFC Capital Limited (Note-26.a.2)	1,682,722	5,090,713
	<b>Total</b>	<b>34,621,884</b>	<b>41,256,692</b>
	<b>26.a.1 Rent, taxes, insurance, electricity etc. of IIDFC Securities Limited</b>		
	Rent, rates and taxes	12,951,347	17,009,784
	Insurance	15,680	36,996
	Electricity, gas and water	1,440,620	1,679,841
	<b>Total</b>	<b>14,407,647</b>	<b>18,726,621</b>
	<b>26.a.2 Rent, taxes, insurance, electricity etc. of IIDFC Capital Limited</b>		
	Rent, rates and taxes	1,531,315	4,561,316
	Insurance	-	140,148
	Electricity, gas and water	151,407	389,249
	<b>Total</b>	<b>1,682,722</b>	<b>5,090,713</b>
IFRS 7.20©	<b>27 Legal expenses</b>		
	Professional charges	785,280	405,416
	Legal expenses	4,718,179	4,267,115
	<b>Total</b>	<b>5,503,459</b>	<b>4,672,531</b>
	<b>27.a Consolidated legal expenses</b>		
	IIDFCL	5,503,459	4,672,531
	IIDFC Securities Limited	32,200	252,070
	IIDFC Capital Limited	133,658	83,387
	<b>Total</b>	<b>5,669,317</b>	<b>5,007,988</b>
IAS 1.97	<b>28 Postage, stamp, telecommunications etc.</b>		
	Postage and courier	88,717	103,788
	Phone, fax & internet	2,138,858	1,821,715
	<b>Total</b>	<b>2,227,575</b>	<b>1,925,503</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	<b>28.a Consolidated postage, stamp, telecommunications etc.</b>		
	IIDFCL	2,227,575	1,925,503
	IIDFC Securities Limited	1,831,450	1,893,567
	IIDFC Capital Limited	257,062	230,578
	<b>Total</b>	<b>4,316,087</b>	<b>4,049,648</b>
IAS 1.97	<b>29 Stationery, printing, advertisement etc.</b>		
	Printing & stationery	2,126,431	3,235,003
	Advertisement	3,820,560	2,066,134
	<b>Total</b>	<b>5,946,991</b>	<b>5,301,137</b>
	<b>29.a Consolidated stationery, printing, advertisement etc.</b>		
	IIDFCL	5,946,991	5,301,137
	IIDFC Securities Limited	399,379	505,992
	IIDFC Capital Limited	81,218	65,717
	<b>Total</b>	<b>6,427,588</b>	<b>5,872,846</b>
IAS 1.97	<b>30 Managing director's salary and fees</b>		
	Basic salary	3,200,000	3,000,000
	Festival bonus	550,000	500,000
	Incentive bonus	-	750,000
	House rent allowance	1,600,000	1,500,000
	Medical allowance	160,000	150,000
	Entertainment allowance	160,000	150,000
	Car allowance ( Note-35.1 )	1,163,121	937,735
	Leave fare assistance	250,000	250,000
	Group insurance	338,860	316,780
	Earned leave	-	400,000
	Others	123,726	135,172
	<b>Total</b>	<b>7,545,707</b>	<b>8,089,687</b>
IAS 1.97	<b>31 Directors' Fees</b>		
	Directors' fees	493,000	525,000
	Other Benefits	-	-
	<b>Total</b>	<b>493,000</b>	<b>525,000</b>
	<b>31.a Consolidated directors' fees</b>		
	IIDFCL	493,000	525,000
	IIDFC Securities Limited	69,000	46,000
	IIDFC Capital Limited	39,100	32,200
	<b>Total</b>	<b>601,100</b>	<b>603,200</b>
IAS 1.97	<b>32 Auditor's fees</b>	<b>200,000</b>	<b>610,000</b>
	<b>32.a Auditor's fees</b>		
	IIDFCL	200,000	610,000
	IIDFC Securities Limited	92,000	95,833
	IIDFC Capital Limited	103,250	75,000
	<b>Total</b>	<b>395,250</b>	<b>780,833</b>

The Company pays fees to its Directors for attending the Board Meeting and its Committee Meetings as permitted by the Bangladesh Bank. As per DFIM Circular # 03, dated February 24, 2010 Directors/Committee Members have been paid fees @ Tk. 5,000.00 for attending each meeting. Presently, Directors/Committee Members are being paid fees @ Tk. 8,000.00 for attending each meeting complying DFIM Circular # 13, dated November 30, 2015.

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka	
		31-Dec-2015	31-Dec-2014
	<b>33 Loans &amp; advances written-off</b>		
	Loans & advances written-off	-	-
	Interest waived	-	-
	<b>Total</b>	-	-
	<b>33.a Consolidated loans &amp; advances written-off</b>		
	IIDFCL	-	-
	IIDFC Securities Limited	24,672,446	26,292,981
	IIDFC Capital Limited	13,139,689	1,148,861
	<b>Total</b>	<b>37,812,135</b>	<b>27,441,842</b>
IAS 1.104	<b>34 Repair, depreciation and amortizations of company's assets</b>		
	<b>Repair of company's assets:</b>		
	Furniture & fixtures	909,271	292,953
	Softwares	586,451	534,884
	Office equipments	813,153	860,649
	<b>Sub Total</b>	<b>2,308,875</b>	<b>1,688,486</b>
	<b>Depreciation of company's assets</b>		
	Own assets	8,180,086	7,755,349
	<b>Sub Total</b>	<b>8,180,086</b>	<b>7,755,349</b>
	<b>Amortisation of company's assets</b>		
	Computer software	1,117,045	725,812
	<b>Total repair and depreciation of company's assets</b>	<b>11,606,006</b>	<b>10,169,647</b>
	<b>34.a Consolidated repair, depreciation and amortisation of company's assets</b>		
	Repair of company's assets		
	IIDFCL	2,308,875	1,688,486
	IIDFC Securities Limited	3,035,317	672,059
	IIDFC Capital Limited	223,827	215,326
	<b>Sub Total</b>	<b>5,568,019</b>	<b>2,575,871</b>
	<b>Depreciation of company's assets</b>		
	IIDFCL	8,180,086	7,755,349
	IIDFC Securities Limited	4,095,055	4,934,446
	IIDFC Capital Limited	586,922	1,300,797
	<b>Sub Total</b>	<b>12,862,063</b>	<b>13,990,592</b>
	<b>Amortisation of company's assets</b>		
	IIDFCL	1,117,045	725,812
	IIDFC Securities Limited	-	300,030
	IIDFC Capital Limited	270,000	270,000
	<b>Sub Total</b>	<b>1,387,045</b>	<b>1,295,842</b>
	<b>Total repair and depreciation of company's assets</b>	<b>19,817,127</b>	<b>17,862,305</b>
IAS 1.97	<b>35 Other expenses</b>		
	Office maintenance	2,101,688	2,362,352
	Traveling & conveyance	6,475,156	8,462,661
	Meeting expenses	1,298,614	2,221,671
	Entertainment	324,423	217,332
	Car running & maintenance expenses (35.1)	5,379,772	5,285,423

## NOTES TO THE FINANCIAL STATEMENTS

	Amount in Taka	
	31-Dec-2015	31-Dec-2014
Bank charge & excise duty	536,235	526,082
Interest for lease facility	497,956	1,080,254
Training expenses	448,941	523,890
Membership fees & subscriptions	413,000	408,000
Books & periodicals	84,707	82,965
Capital issue expenses	880,334	16,925
PM relief fund	220,000	-
Eid tips	33,700	-
ADB project expenses	6,900	-
<b>Total</b>	<b>18,701,427</b>	<b>21,187,555</b>

### 35.1 Bangladesh Bank DFIM circular no:12 dated 18 November 2015 Expenses regarding Motor Car / Motor Cycle maintenance break up is given below:

Sl No	Name	Designation	Vehicle	Fuel	Maintenance	Total Expenditure
1	Mr. Md. Matiul Islam	Chairman	Motor Car	137,960	586,342	724,302
2	Mr. Md. Asaduzzaman Khan	MD	Motor Car	288,475	874,646	1,163,121
3	Mr. S.M. Anisuzzaman	SEVP	Motor Car	183,875	199,789	383,664
4	Mr. Ashique Mahmud	EVP	Motor Car	206,482	356,191	562,673
5	Mr. Sami Huda	SVP	Motor Car	183,923	336,608	520,531
6	Mr. Syed Abed Hasan	SVP	Motor Car	162,880	255,567	418,447
7	Mr. Shahanur Rashid	VP	Motor Car	186,943	382,926	569,869
8	Mr. Md. Nizam Uddin Chowdhury	VP	Motor Car	117,861	331,360	449,221
9	Ms. Shahnaj Sultana	VP	Motor Car	169,647	273,308	442,955
10	Mr. Md. Noor-ul-Alam	AVP	Motor Car	143,880	232,931	376,811
11	Mr. Refaet Ullah	VP	Motor Car	166,676	330,906	497,582
12	Mr. Md. Arifur Rahman	AVP	Motor Car	104,226	160,245	264,471
13	Ms. Nandita Ayesha Zaman	AVP	Motor Car	26,130	33,548	59,678
14	Mr. Md. Abdur Rahim	DM	Motor Cycle	55,558	-	55,558
15	Mr. Md. Masudur Rahman	DM	Motor Cycle	54,010	-	54,010
				<b>2,188,526</b>	<b>4,354,367</b>	<b>6,542,893</b>

### 35.a Consolidated other expenses

IIDFCL	18,701,427	21,187,555
IIDFC Securities Limited	7,777,129	6,304,423
IIDFC Capital Limited	2,236,948	1,395,657
<b>Total</b>	<b>28,715,504</b>	<b>28,887,635</b>

IAS 37.84

### 36 Provision for loans & advances

Provision for classified loans & advances	63,610,017	53,546,280
Provision for unclassified loans & advances	(28,760,017)	1,147,677
Provision for diminution in value of investments	(5,603,850)	19,095,206
Provision for off-balance sheet items	-	-
<b>Total</b>	<b>29,246,150</b>	<b>73,789,163</b>

### 36.a Consolidated provision for loans & advances

Provision for classified loans & advances	63,610,017	56,642,982
Provision for unclassified loans & advances	(28,760,017)	1,147,677
Provision for diminution in value of investments	(5,603,850)	36,451,072
Provision for off-balance sheet items	-	-
<b>Total</b>	<b>29,246,150</b>	<b>94,241,731</b>

## NOTES TO THE FINANCIAL STATEMENTS

		Amount in Taka											
		31-Dec-2015	31-Dec-2014										
IAS 37.84	<p><b>37 Provision for tax</b></p> <p>Provision for Current Tax is made on the basis of the profit for the period as adjusted for taxation purpose in accordance with the provision of Income Tax Ordinance, 1984 and amendments made thereof. The current tax rate for the Company is 42.50% on taxable income.</p> <p><b>Provision for current tax</b></p> <p><b>Opening balance</b></p> <p>Add: Provision made during the year</p> <p>Add: Transferred from Deferred tax</p> <p>Less: Settlement during the year</p> <p><b>Closing balance</b></p>	<table border="1"> <tr> <td style="text-align: right;"><b>313,362,079</b></td> <td style="text-align: right;"><b>240,947,000</b></td> </tr> <tr> <td style="text-align: right;">83,800,000</td> <td style="text-align: right;">31,400,000</td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">41,015,079</td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> </tr> <tr> <td style="text-align: right;"><b>397,162,079</b></td> <td style="text-align: right;"><b>313,362,079</b></td> </tr> </table>	<b>313,362,079</b>	<b>240,947,000</b>	83,800,000	31,400,000	-	41,015,079	-	-	<b>397,162,079</b>	<b>313,362,079</b>	
<b>313,362,079</b>	<b>240,947,000</b>												
83,800,000	31,400,000												
-	41,015,079												
-	-												
<b>397,162,079</b>	<b>313,362,079</b>												
	<p><b>37.1 Provision for deferred tax</b></p> <p><b>Opening balance</b></p> <p>Add: Provision made during the year (Note-37.2)</p> <p>Less: Deferred tax no more required-transferred to current tax</p> <p>Less: Settlement during the year</p> <p><b>Closing balance</b></p>	<table border="1"> <tr> <td style="text-align: right;"><b>(8,597,271)</b></td> <td style="text-align: right;"><b>41,015,079</b></td> </tr> <tr> <td style="text-align: right;">1,011,581</td> <td style="text-align: right;">356,827</td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">41,015,079</td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> </tr> <tr> <td style="text-align: right;"><b>(7,585,690)</b></td> <td style="text-align: right;"><b>356,827</b></td> </tr> </table>	<b>(8,597,271)</b>	<b>41,015,079</b>	1,011,581	356,827	-	41,015,079	-	-	<b>(7,585,690)</b>	<b>356,827</b>	
<b>(8,597,271)</b>	<b>41,015,079</b>												
1,011,581	356,827												
-	41,015,079												
-	-												
<b>(7,585,690)</b>	<b>356,827</b>												
	<p><b>37.2 Deferred tax</b></p> <p>Deferred Tax Liability</p> <p>Less: Deferred Tax Asset</p>	<table border="1"> <tr> <td style="text-align: right;">440,355</td> <td style="text-align: right;">356,827</td> </tr> <tr> <td style="text-align: right;">(571,226)</td> <td style="text-align: right;">8,954,098</td> </tr> <tr> <td style="text-align: right;"><b>1,011,581</b></td> <td style="text-align: right;"><b>(8,597,271)</b></td> </tr> </table>	440,355	356,827	(571,226)	8,954,098	<b>1,011,581</b>	<b>(8,597,271)</b>					
440,355	356,827												
(571,226)	8,954,098												
<b>1,011,581</b>	<b>(8,597,271)</b>												
	<p><b>37.a Consolidated provision for tax</b></p> <p><b>Opening balance</b></p> <p>Add: Provision made during the year Current tax</p> <p>Less: Settlement during the year Deferred tax</p> <p><b>Closing balance</b></p>	<table border="1"> <tr> <td style="text-align: right;">362,981,481</td> <td style="text-align: right;">325,202,612</td> </tr> <tr> <td style="text-align: right;">93,361,499</td> <td style="text-align: right;">-</td> </tr> <tr> <td style="text-align: right;">537,038</td> <td style="text-align: right;">93,898,537</td> </tr> <tr> <td style="text-align: right;"><b>456,880,018</b></td> <td style="text-align: right;"><b>362,981,481</b></td> </tr> </table>	362,981,481	325,202,612	93,361,499	-	537,038	93,898,537	<b>456,880,018</b>	<b>362,981,481</b>			
362,981,481	325,202,612												
93,361,499	-												
537,038	93,898,537												
<b>456,880,018</b>	<b>362,981,481</b>												
IAS 33.70	<p><b>38 Earnings per share (EPS)</b></p> <p>Earnings Per Share (EPS) as shown in the face of Profit and Loss Account is calculated in accordance with Bangladesh Accounting Standards (BAS) No. 33 "Earnings Per Share".</p> <p>Basic Earnings Per Share has been calculated as follows:</p> <p>Earnings attributable to ordinary shareholders (Net Profit after Tax)</p> <p>Number of ordinary shares outstanding during the year</p> <p><b>Basic earnings per share (in Taka)</b></p>	<table border="1"> <tr> <td style="text-align: right;">110,632,923</td> <td style="text-align: right;">132,249,828</td> </tr> <tr> <td style="text-align: right;">100,000,000</td> <td style="text-align: right;">100,000,000</td> </tr> <tr> <td style="text-align: right;"><b>1.11</b></td> <td style="text-align: right;"><b>1.32</b></td> </tr> </table>	110,632,923	132,249,828	100,000,000	100,000,000	<b>1.11</b>	<b>1.32</b>					
110,632,923	132,249,828												
100,000,000	100,000,000												
<b>1.11</b>	<b>1.32</b>												
	<p>No diluted earnings per share is required to be calculated for the period, as there was no convertible securities for dilution during the period.</p>												
	<p><b>38.a Consolidated Earnings per share (EPS)</b></p> <p>Earnings per Share (EPS) as shown in the face of Profit and Loss Account is calculated in accordance with Bangladesh Accounting Standards (BAS) No. 33 "Earnings Per Share".</p> <p>Basic earnings per share has been calculated as follows:</p> <p>Earnings attributable to ordinary shareholders (Net Profit after Tax)</p> <p>Number of ordinary shares outstanding during the year</p> <p><b>Basic earnings per share (in Taka)</b></p>	<table border="1"> <tr> <td style="text-align: right;">119,661,519</td> <td style="text-align: right;">175,689,729</td> </tr> <tr> <td style="text-align: right;">100,000,000</td> <td style="text-align: right;">100,000,000</td> </tr> <tr> <td style="text-align: right;"><b>1.20</b></td> <td style="text-align: right;"><b>1.76</b></td> </tr> </table>	119,661,519	175,689,729	100,000,000	100,000,000	<b>1.20</b>	<b>1.76</b>					
119,661,519	175,689,729												
100,000,000	100,000,000												
<b>1.20</b>	<b>1.76</b>												
	<p>No diluted earnings per share is required to be calculated for the period, as there was no convertible securities for dilution during the period.</p>												



## NOTES TO THE FINANCIAL STATEMENTS

IAS 24.17

39

### Related party transactions

Parties are considered to be related, if one party has the ability to control the other party or exercise significant influence over the other party, in making financial and operational decisions and include associated companies with or without common directors and key management positions. The Company has entered into transactions with other entities in the normal course of business that fall within the definition of related party as per Bangladesh Accounting Standards No. 24 'Related Party Disclosure'. Transactions with related parties are executed on the same terms, including interest rate and collateral, as those prevailing at the time of comparable transactions with other customers of similar credentials and do not involve more than normal risk.

			Amount in Taka	
			31-Dec-2015	31-Dec-2014
Name of the parties	Nature of Loan/ Lease	Nature of Transactions	Outstanding Balance  Taka	Outstanding Balance  Taka
Southeast Bank Ltd.	Sponsor Shareholder	FDR Placement	11,901,115	32,343,352
Southeast Bank Ltd.	Sponsor Shareholder	Call Money Received	-	20,000,000
Southeast Bank Ltd.	Sponsor Shareholder	STD Account	39,680	357,112
Southeast Bank Ltd.	Sponsor Shareholder	Current Account	4,586	5,276
Janata Bank Ltd.	Sponsor Shareholder	Call Money Received	150,000,000	-
Janata Bank Ltd.	Sponsor Shareholder	Borrowings	91,666,667	-
Janata Bank Ltd.	Sponsor Shareholder	Term Deposit	50,000,000	50,000,000
Janata Bank Ltd.	Sponsor Shareholder	STD Account	5,150	6,207
Bank Asia Ltd .	Sponsor Shareholder	Borrowings	-	44,993,219
Bank Asia Ltd .	Sponsor Shareholder	FDR Placement	50,000,000	-
Bank Asia Ltd .	Sponsor Shareholder	STD Account	63,719,461	28,933,346
Bank Asia Ltd .	Sponsor Shareholder	Current Account	4,329,125	2,768,175
The City Bank Ltd.	Sponsor Shareholder	STD Account	11,099	4,526
The City Bank Ltd.	Sponsor Shareholder	Term Deposit	150,000,000	-
One Bank Ltd.	Sponsor Shareholder	STD Account	30,398	18,908
Sonali Bank Ltd.	Sponsor Shareholder	STD Account	72,980	70,331
AB Bank Ltd.	Sponsor Shareholder	Call Money Received	-	50,000,000
AB Bank Ltd.	Sponsor Shareholder	Term Deposit	250,000,000	-
AB Bank Ltd.	Sponsor Shareholder	STD Account	2,953	2,776
Mutual Trust Bank Ltd.	Sponsor Shareholder	Borrowings	160,427,172	168,106,886
Mutual Trust Bank Ltd.	Sponsor Shareholder	Term Deposit	-	60,000,000
Mutual Trust Bank Ltd.	Sponsor Shareholder	FDR Placement	21,440,306	19,893,509
Mutual Trust Bank Ltd.	Sponsor Shareholder	Overdraft	49,400,981	602,929
BRAC Bank Ltd.	Sponsor Shareholder	Term Deposit	160,000,000	350,000,000
BRAC Bank Ltd.	Sponsor Shareholder	Current Account	4,578	-
BRAC Bank Ltd.	Sponsor Shareholder	Short Term Borrowings	550,000,000	-
			<b>1,763,056,251</b>	<b>828,106,552</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 40 Board meetings

During the year total 10 Board meetings were held.

<b>No. Meeting</b>	<b>Date of Meeting</b>
175th Meeting	4-Feb-15
176th Meeting	5-Mar-15
177th Meeting	23-Apr-15
178th Meeting	4-Jun-15
179th Meeting	9-Jul-15
180th Meeting	28-Jul-15
181st Meeting	7-Sep-15
182nd Meeting	10-Nov-15
183rd Meeting	7-Dec-15
184th Meeting	29-Dec-15

### 41 Audit committee

#### a. Particulars of audit committee

In pursuance of the directives of Bangladesh Bank vide DFIM circular no 10 dated 18 September, 2005, the Board of Directors in its meeting Constituted an Audit Committee. Presently, the Audit Committee members are:

<b>Name</b>	<b>Status in the board</b>	<b>Status in the committee</b>	<b>Other engagement</b>
Mr. Abdus Salam	Director	Chairman	Managing Director, Janata Bank Ltd.
Mr. Pradip Kumar Dutta	Director	Member	Managing Director, Sonali Bank Ltd.
Mr. Asoke Das Gupta	Director	Member	Vice Chairman, One Bank Limited
Mr. Md. Mehmood Hussain	Director	Member	Managing Director, Bank Asia Limited

*The company Secretary of IIDFC acts as the secretary of the Committee*

#### b. Meetings held by the committee during the year

<b>No. Meeting</b>	<b>Date of Meeting</b>
Eighteenth (18th)	5-May-15
Nineteenth (19th)	25-May-15
Twentieth (20th)	10-Nov-15
Twentyfirst (21st)	21-Dec-15

#### c. In the meeting amongst other the committee has discussed the following issues during the year 2015

- i) The audit committee reviewed the Financial Statements for the year ended December 31, 2014.
- ii) Reviewed and discussed the Management Letter provided by the external auditor S. F. Ahmed & Co. for the year ended December 31, 2014 on the annual audit of Financial statements of IIDFC Limited.
- iii) Reviewed and discussed the Bangladesh Bank inspection report on Internal Control and Compliance and management's response to thereon.
- iv) Reviewed and discussed the Bangladesh Bank detailed Inspection Report 2014 and management's response to the report.
- v) Reviewed various reports like stress testing, Basel, Risk Management Paper etc. and all reports provided by ICC Department.
- vi) Implementation of Core Risk Management Guidelines including Internal Control and Compliance Risk and status of compliance thereof.
- vii) The status of recovery of classified loan and providing the necessary instruction to the management to reduce NPL.
- viii) Reviewed financial performance of IIDFC all over the year and recommended to take necessary action for improving performance of the company.

## NOTES TO THE FINANCIAL STATEMENTS

### 42 Others

#### 42.1 Suit status as on 31.12.2015

Name of Client	Agreement No.	Nature of Case/ Suit	Suit Value (BDT in Lac)	Remarks
		Case or Suit Number		
Mitsumaru Bd. Ltd.	LA#018/2003-0	Artha Jari Suit No.136/13 (arising out of Artha Rin Suit No.137/10, filed on 25.08.2010)	108.97	13.10.2015 was fixed for submission of paper publication of auction notice u/s-33(1), which was not submitted due to non-publication. Date shifted to 29.10.2015 for Todbir. Next date is 04.01.2016 for next step. Earlier on 24.05.2015, hearing on the Petition for Property Attachment (of Mrs. Marufa Khatun) was held & order issued in favor of IIDFC. N.B.: Previously, Decree was passed in the original suit in favor of IIDFC on 28.01.2013. Later, Execution Case was filed on 28.07.2013.
Apparel Color Ltd.	LF#073/2007-1-1	Artha Jari Suit No.215/11, filed on 11.08.2011 (arising out of Artha Rin Suit No.307/2010)	94.01	Stayed u/s-44 of the Artha Rin Adalat Ain on 11.06.2012, due to rescheduling of the loan account. Filing of compromise petition is pending due to non-completion of legal formalities.
Shetu International Ltd.	DF#006/2005 DF#007/2005 DF#069/2005 LA#070/2005	Artha Rin Suit No.122/10, filed on 03.08.2010	369.68	This suit was filed along with Rupali Bank Limited, which is expected to be disposed off soon. Rupali Bank is looking after the suit as the lead financier.
Shetu International Ltd.	DF#006/2005 DF#007/2005 DF#069/2005 LA#070/2005	Artha Rin Suit No.09/11, filed on 31.01.2011	234.08	The Respondent Client claimed that the High Court Division issued an Extension Order of the earlier Stay Order on proceedings and he submitted the said Order on 14.09.2015. Next date is 10.01.2016 for next step.
Cab Bangla Ltd.	LA#003/2003	Artha Jari Suit No.35(Ka)/07 (arising out of Artha Rin Suit No.39/07, filed on 25.04.2007)	177.55	Jari Suit was filed for an amount of 177.55 Lac. Later on 17.04.2008, Order of six months civil imprisonment of all the five Directors was passed, but the Directors are absconded. Last date was 20.09.2015 for Todbir.
M/s. Lagaan	DF#060/2007 DF#054/2008	Artha Jari Suit No.144/12 (arising out of Artha Rin Suit No.43/12, filed on 20.02.2012)	66.87	Jari Suit was filed for an amount of 66.87 Lac. Later, the Court issued an order of Six months civil imprisonment of the client, who is absconded. Stayed u/s-44.
M/s. Swapna Enterprise	DF#053/2008-4	Artha Jari Suit No.293/12 (arising out of Artha Rin Suit No.91/12, filed on 04.04.2012)	111.82	Jari Suit was filed for an amount of 111.81 Lac. Later, the Court issued an order of Six months civil imprisonment of the client, who has fled to India. Stayed u/s-44 of the Artha Rin Adalat Ain, 2003 on 19.03.2014.
Swapna Steel Ltd.	DF#010/2009-2 DF#075/2009-1	Artha Jari Suit No.292/12 (arising out of Artha Rin Suit No.92/12, filed on 04.04.2012)	91.51	Jari Suit was filed for an amount of 91.51 Lac. Later, the Court issued an order of Six months civil imprisonment of all the Directors of the entity, who have fled to India. Stayed u/s-44 on 19.03.2014.
Bangladesh Dresses Ltd. (Unit-2)	LF#043/2007-3 RSD-3	Artha Rin Suit No.14/13, filed on 06.02.2013	698.77	Last date was 18.11.2015 for Argument, time petition of the opposite lawyer was granted for submitting of the High Court Division's Stay Order, as they claimed. Next date is 18.01.2016.

## NOTES TO THE FINANCIAL STATEMENTS

Name of Client	Agreement No.	Nature of Case/ Suit	Suit Value (BDT in Lac)	Remarks
		Case or Suit Number		
Ma Zipper & Elastic Ind. Ltd.	LF#080/2006-3	Artha Rin Suit No.15/13, filed on 06.02.2013	513.59	Last date was 15.11.2015 for Argument, time petition of the opposite lawyer was granted for submitting of the High Court Division's Stay Order. Next date is 13.01.2016. N.B.: In Mid June, 2015, Advocate Commission in the above two cases was cancelled by the Court and after cancellation of that, the client filed a Writ Petition before the High Court Division to get a stay order against the abovesaid Artha Rin suits. On this ground, the opposite lawyer submitted time petitions for more than three dates to linger the court procedures. On the respective last dates of the cases, the learned Judge warned the opposite lawyer to submit the stay order within the next date of the cases, in default the court will close the argument & pronounce the judgment.
Setu Computerized Labels Ltd.	LF#093/2008-0	Artha Jari Suit No.290/12 (arising out of Artha Rin Suit No.160/12, filed on 16.01.2012)	206.68	This suit was stayed u/s-44 of the Artha Rin Adalat Ain for a long time due to interim arrangement with the client. Recently, it has been revived. Next date is 09.02.2016 for hearing on the petition submitted by the opposite lawyer. N.B.: As per earlier arrangement with client, a Board Memo was placed to the IIDFC's 177th Board Meeting and the Board approved settlement of this loan account under some waiver.
Anudip Autos Ltd.		Artha Jari Suit No.159/14 (arising out of Artha Rin Suit No.303/13, filed on 21.11.13)	570.35	W/O (of IIDFC) on W/S (of the client) was filed on 29.10.2015. Next date is 14.01.2016. Earlier On 22.02.2015, the client filed a Misc. Case u/s-19(2) to revive the original Artha Rin Suit upon deposit of 10% of our claimed amount. On 08.06.2015, the Misc. Case was allowed & the original Suit was restored/revived. N.B.: Previously on 08.04.2014, Ex Parte Decree was passed in favor of IIDFC on 10.04.14 in the original Artha Rin Suit.
Southern Techno Promotion Ltd.	LF#092/2008-1	Artha Rin Suit No.266/13, filed on 31.10.2013	315.46	Decreed in favor of IIDFC on 16.10.2014. N.B.: As per new arrangement the client has paid Tk.1.65 Crore (Total Payment). Consequently, a Board Memo was placed to the Board for waiver of rest amount, which was approved. This loan account is expected to be closed soon.
J.I.T. Knit Ltd.	DF#038/2007	Artha Jari Suit No.46/12	1,606.56	This case was filed by South-East Bank Ltd. Petition for inclusion of IIDFC as Joinder Party was submitted on 22.06.14. Last date was 18.08.14 for petition hearing. The client submitted a Stay Order of High Court Division. N.B.: This loan account has been rescheduled.
Khansons Textiles Limited	UC#017	Artha Rin Suit No.2419/15, filed on 21.10.2015	999.19	Last date was 17.11.2015 for S/R. Date shifted to 15.02.2016.

## NOTES TO THE FINANCIAL STATEMENTS

Name of Client	Agreement No.	Nature of Case/ Suit	Suit Value (BDT in Lac)	Remarks
		Case or Suit Number		
Anudip Autos Limited	LA#017/04	Special Session Case No.70/12 [arising out of CR Case No.4527/10, filed on 09.06.2010]	9.23	Last date was 29.04.2015 for submission of Stay Order of the High Court Division. Order submitted. Next date is 13.03.2016 for next order.
Click House Studio Ltd.	LF#095/2010-0 RSD-1	CR Case No.731/12, filed on 04.04.2012	94.01	Last date was 28.10.2015 for return of W/A, WP&A issued by the Court. Next date is 08.03.2016 for return of WP&A.
CNG Distribution Company Ltd.	LA#033/04	CR Case No.610/15, filed on 23.03.2015	177.55	Last date was 06.09.2015 for return of W/A. Next date is 24.01.2016 for same. This loan account is expected to be closed soon.
Spirited Associates Ltd.	FAC#001/2007 LF#074/2008	CR Case No.390/12, filed on 13.02.2012	66.87	Last date was 28.12.2015 for return of W/A. Next date is 09.05.2016 for same. N.B.: Mr. S.M. Habibur Rahman is in bail, but Md. Salauddin have not appeared before the court yet.
M/s. Concord Enterprise	DF#056/2008	CR Case No.582/12, filed on 13.03.2012	91.51	Next date is 15.02.2016 for Return of W/A. Since, the rescheduling of this loan account has been approved, the instant case will be withdrawn on next date.
M/s. Maliha Fashion House	DF#139/2010	Session Case No.2128/13 [arising out of CR Case No.2108/12, filed on 12.09.2012]	206.68	Next date is 26.01.2016 for Judgment.
M/s. Toree Communications	DF#038/2011-0	CR Case No.87/13, filed on 08.01.2013	999.19	Next date is 21.01.2016 for submission of paper publication. This case will be withdrawn due to defective filling.
N.D. Printing & Embroidery Ltd.	DF#208/2010	Session Case No.10959/15 [arising out of CR Case No.231/13, filed on 07.02.2013]	18.00	This case was transferred to the trial court on 08.09.2015. Next date is 25.01.2016 for charge hearing.
Pharmamech Engineering Ltd.	DF#060/2008	CR Case No.487/13, filed on 21.03.2013	700.00	Last date was 21.09.2015 for submission of paper publication, which was not submitted due to non-publication. One of three accused, Md. Nuruzzaman got bail. Next date is 31.01.2016.
Khansons Textiles Ltd.	UC#017	CR Case No.1328/15, filed on 24.06.2015	700.00	This case was transferred to the trial Court on 08.12.2015. Next date yet to receive.
M/s. Jannatul Plastic Karkhana	DF#008/2008-1	CR Case No.2438/13, filed on 03.12.2013	14.11	Next date is 18.02.2016 for return of W/A.
Anudip Autos Limited	LA#017/04	Special Session Case No.70/12 [arising out of CR Case No.4527/10, filed on 09.06.2010]	9.23	Last date was 30.08.15 for hearing on Police Report & Naraji Petition, which was not held. Next date is 07.01.2016 for same.
Mercentile Bank Limited for Pacific Motors Ltd.		Money Suit No.06/15 [u/s-73 of the Contract Act], filed on 01.03.2015	369.68	This suit was filed along with Rupali Bank Limited, which is expected to be disposed off soon. Rupali Bank is looking after the suit as the lead financier.
		<b>Total Suit Value</b>	<b>9,621.16</b>	

## NOTES TO THE FINANCIAL STATEMENTS

### 42.2 Unacknowledged debt

The Company has no claim against it which has not been acknowledged as debt at the balance sheet date.

### 42.3 Employees' information

A total number of 83 employees were employed in IIDFC as of 31 December, 2015. All the employees received salary more than Tk. 36,000.00 p.a. during the period 2015.

IAS 1.98 (d)

### 42.4 Written-off of accounts

During the year under review, no loans & advances has been written-off whereas Tk. 88,403,101.35 was written-off in the corresponding previous years.

### 42.5 Subsequent events

No subsequent events are occurred after the balance sheet date.

### 42.6 Directors' responsibility statement

The Board of Directors take the responsibility for the preparation and presentation of these financial statements.

### 42.7 Date of authorization for issue

The consolidated financial statements as well as separate financial statements were authorized for issue by the Board of Directors on its 189<sup>th</sup> meeting held on June 12, 2016

## 43 General

43.1 The figures appearing in this financial statements have been rounded off to the nearest integer.

43.2 Last year's figures have been rearranged wherever it is found necessary to conform the current year's presentation.

# NOTES TO THE FINANCIAL STATEMENTS

Annexure - 1

## Industrial and Infrastructure Development Finance Company Limited Fixed Assets Schedule

As at 31 December, 2015

Ref. **Property, plant & equipment - own finance**

IAS 16.73

Serial No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION			Net book value as at 31 Dec, 2015	
		Balance as at 1 Jan, 2015	Additions during the year	Sale/ transfer during the year		Balance as at 31 Dec, 2015	Charged during the year	Adjustment during the year		Balance as at 31 Dec, 2015
1	Motor vehicles	18,374,242	3,591,410	-	20%	14,135,982	3,242,554	-	17,378,536	4,587,116
2	Furniture & fixtures	10,822,883	2,17,852	577,946	10%	5,941,321	1,002,412	305,801	6,637,932	3,824,857
3	Office equipments	29,397,367	2,276,950	1,092,075	18%	22,296,144	3,935,120	897,284	25,333,980	5,248,262
<b>As on 31 December, 2015</b>		<b>58,594,492</b>	<b>6,086,212</b>	<b>1,670,021</b>		<b>42,373,447</b>	<b>8,180,086</b>	<b>1,203,085</b>	<b>49,350,448</b>	<b>13,660,235</b>
<b>As on 31 December, 2014</b>		<b>54,243,490</b>	<b>4,594,058</b>	<b>243,056</b>		<b>34,618,098</b>	<b>7,755,349</b>	<b>-</b>	<b>42,373,447</b>	<b>16,221,045</b>

Ref. **Intangible asset - computer softwares**

Serial No.	Particulars	COST			Rate	AMORTISATION			Net book value as at 31 Dec, 2015	
		Balance as at 1 Jan, 2015	Additions during the year	Adjustment during the year		Balance as at 31 Dec, 2015	Charged during the year	Adjustment during the year		Balance as at 31 Dec, 2015
1	Computer softwares	4,928,026	2,783,000	-	18%	2,565,081	1,117,045	-	3,682,126	4,028,900
<b>As on 31 December, 2015</b>		<b>4,928,026</b>	<b>2,783,000</b>	<b>-</b>		<b>2,565,081</b>	<b>1,117,045</b>	<b>-</b>	<b>3,682,126</b>	<b>4,028,900</b>
<b>As on 31 December, 2014</b>		<b>2,251,026</b>	<b>2,677,000</b>	<b>-</b>		<b>1,839,269</b>	<b>725,812</b>	<b>-</b>	<b>2,565,081</b>	<b>2,362,945</b>

**Industrial and Infrastructure Development Finance Company Limited**  
**Consolidated Fixed Assets Schedule**

As at 31 December, 2015

**Consolidated Property, Plant & Equipment**

Ref. IAS 16.73

Serial No.	Particulars	COST			Rate	ACCUMULATED DEPRECIATION			Net book value as at 31 Dec, 2015	
		Balance as at 1 Jan, 2015	Additions during the Year	Sale/ transfer during the year		Balance as at 1 Jan, 2015	Charged during the year	Adjustment during the year		Balance as at 31 Dec, 2015
1	Motor vehicles	19,624,242	3,591,410	-	20%	15,385,976	3,242,554	-	18,628,530	4,587,122
2	Furniture & fixtures	32,038,439	326,664	8,435,600	10%	14,483,210	2,349,084	3,479,114	13,353,180	10,576,323
3	Office equipments	51,971,240	2,376,850	4,916,460	18%	38,760,026	7,270,425	3,866,610	42,163,841	7,267,789
	<b>As on 31 December, 2015</b>	<b>103,633,921</b>	<b>6,294,924</b>	<b>13,352,060</b>		<b>68,629,212</b>	<b>12,862,063</b>	<b>7,345,724</b>	<b>74,145,551</b>	<b>22,431,235</b>
	<b>As on 31 December, 2014</b>	<b>100,248,490</b>	<b>4,706,118</b>	<b>1,122,987</b>		<b>55,168,073</b>	<b>13,990,592</b>	<b>331,756</b>	<b>68,826,909</b>	<b>35,004,712</b>

Figures in Taka

**Intangible Asset**

Ref.

Serial No.	Particulars	COST			Rate	AMORTISATION			Net book value as at 31 Dec, 2015	
		Balance as at 1 Jan, 2015	Additions during the Year	Adjustment during the year		Balance as at 1 Jan, 2015	Amortized during the year	Adjustment during the year		Balance as at 31 Dec, 2015
1	Computer softwares	8,094,857	2,783,000	-	18%	4,657,104	1,687,075	-	6,344,179	4,533,678
	<b>As on 31 December, 2015</b>	<b>8,094,857</b>	<b>2,783,000</b>	<b>-</b>		<b>4,657,104</b>	<b>1,687,075</b>	<b>-</b>	<b>6,344,179</b>	<b>4,533,678</b>
	<b>As on 31 December, 2014</b>	<b>4,788,281</b>	<b>3,025,325</b>	<b>-</b>		<b>3,080,011</b>	<b>1,295,842</b>	<b>-</b>	<b>4,375,853</b>	<b>3,437,753</b>

Figures in Taka