

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Balance Sheet as at 31 December 2010

	(Unaudited) December 31, 2010 Taka	(Audited) June, 2010 Taka
Property and Assets		
Cash and Bank Balances	13,791,669,020	14,889,072,118
Investments:	13,579,002,802	10,904,253,683
Capital Investment in Other Institutions	27,500,000	27,500,000
Marketable Securities- at cost	13,551,502,802	10,876,753,683
Loans and Advances:	10,854,597,176	9,790,069,307
Margin Loan – Secured	8,526,623,577	7,977,621,665
Unit & Mutual Fund Advance Account – Secured	113,578,951	92,397,583
Consumer Credit Scheme	25,801,003	33,320,497
Bridging Loan	293,419,326	293,519,325
Debenture Loan	56,275,081	56,275,081
Lease Receivables	921,301,781	425,531,944
Other Loans and Advances	917,597,458	911,403,212
Premises and Equipment (at cost less depreciation)	141,068,848	142,683,728
Other Assets	6,168,784,823	3,228,839,150
Total Assets	44,535,122,669	38,954,917,986
Liabilities and Capital		
Liabilities		
Borrowings:	1,135,000,000	35,000,000
Government Loan	35,000,000	35,000,000
Borrowings From Different Banks	1,100,000,000	-
Deposits	18,264,786,091	17,987,100,105
Debentures	118,000,000	118,000,000
Deferred Interest	44,014,751	44,014,751
Other Liabilities and Provisions	14,648,910,272	12,499,901,916
Carried forward	34,210,711,115	30,684,016,772

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Balance Sheet as at 31 December 2010 (Contd.)

	(Unaudited) December 31,2010 Taka	(Audited) June,2010 Taka
Brought forward	34,210,711,115	30,684,016,772
Minority Interest	32,317	22,407
Capital / Shareholders' Equity	10,324,379,238	8,270,878,807
Paid-up Capital	2,500,000,000	2,000,000,000
Reserves	3,498,083,197	2,135,582,291
Retained Earnings	4,326,296,040	4,135,296,516
Total Liabilities and Shareholders' Equity	44,535,122,669	38,954,917,986
Contra Entries		
Off-Balance Sheet Items:		
Contingent Liabilities:	2,123,476,000	123,476,000
Penalty imposed by SEC-RPO of Golden Son Ltd.	1,000,000	1,000,000
Commitment on NBL on A/C of Nasrin-Arju Cattle Goat Feed	72,476,000	72,476,000
Guarantee to DSE & CSE on behalf of ISTCL	2,050,000,000	50,000,000
Commitments:	1,557,700,000	1,886,170,000
Lease Financing	290,000,000	790,000,000
Debenture Financing	507,300,000	455,000,000
Investment in Equity	53,400,000	1,170,000
Investment in Bond	50,000,000	140,000,000
Pre Ipo Placement	157,000,000	
Purchase of Preference Share	500,000,000	500,000,000
Total Off-Balance Sheet Items	3,681,176,000	2,009,646,000

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Profit and Loss Account
For the half year ended 31 December
(UNAUDITED)

	for the half year ended 31		for the 2nd quarter ended 31	
	December		December	
	December 31, 2010 Taka	December 31, 2009 Taka	December 31, 2010 Taka	December 31, 2009 Taka
Operating Income				
Interest Income	1,286,683,664	1,048,783,981	713,571,054.17	495,230,904.11
Less: Interest paid on Deposits, Borrowings, etc.	837,780,935	768,767,814	467,320,233.25	374,334,094.10
Net Interest Income	448,902,729	280,016,168	246,250,821	120,896,810
Dividend	125,568,627	72,064,503	80,130,848.94	23,620,342.31
Capital Gain	2,807,593,336	1,421,197,260	1,774,563,190.91	676,368,722.20
Fees, Commissions & Service Charges	1,013,627,505	489,933,931	585,832,343.83	134,064,321.41
Other Operating Income	24,407,415	4,580,804	4,677,935.54	1,687,533.92
Total Operating Income (a)	4,420,099,611	2,267,792,665	2,691,455,140	956,637,730
Operating Expenses				
Salary and Allowances	167,109,420	106,121,104	87,275,743.04	56,868,787.02
Rent, Taxes, Insurance, Electricity, etc.	24,911,959	17,953,694	14,339,869.51	6,349,767.83
Legal Expenses	1,374,397	1,824,500	870,844.90	941,962.35
Postage, Stamps, Telegram & Telephone	1,215,427	1,403,587	758,702.00	520,714.73
Auditors' Fees	21,000	11,000	11,000.00	-
Stationary, Printing, Advertisement, etc.	8,899,185	7,736,734	5,129,392.36	3,135,938.74
Directors' Fees & Allowances	785,500	411,950	489,750.00	85,664.20
Repair, Maintenance & Depreciation-Premises & Equipment	17,751,829	14,009,157	9,819,279.11	5,455,327.21
Brokerage	98,725,437	68,240,615	67,340,537.58	36,641,535.46
Other Operating Expenses	207,848,350	80,300,502	145,643,359.98	37,477,753.00
Total Operating Expenses (b)	528,642,503	298,012,843	331,678,478	147,477,451
Operating Profit (a-b)	3,891,457,108	1,969,779,822	2,359,776,662	809,160,279
Add: Non-operating Income	8,231,815	1,899,508	2,853,000.00	980,766.08
Profit before Provision ©	3,899,688,923	1,971,679,330	2,362,629,662	810,141,045
Provision against Loans and Advances	103,600,000	54,100,000	76,800,000.00	27,050,000.00
Provision against Investments	840,000,000	300,000,000	670,000,000.00	150,000,000.00
Other Provisions	20,000,000	17,500,000	10,000,000.00	8,750,000.00
Total Provision (d)	963,600,000	371,600,000	756,800,000	185,800,000
Profit before Tax (c-d)	2,936,088,923	1,600,079,330	1,605,829,662	624,341,045
Less: Provision for Taxation	526,610,000	150,861,500	313,699,446.00	75,430,750.00
Net Profit After Tax	2,409,478,923	1,449,217,830	1,292,130,216	548,910,295
Less: Minority Interest	9,945	5,566	3,720.98	2,969.24
Net Profit Available for Appropriation	2,409,468,978	1,449,212,264	1,292,126,495	548,907,326
Earnings Per Share	96.38	57.97	51.69	21.96

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Cash Flow Statement
For the half year ended 31 December
(UNAUDITED)

	2010 Taka	2009 Taka
<u>Cash flow from operating activities:</u>		
Interest Received	1,242,773,325	1,123,221,206
Interest Paid	(818,771,618)	(856,500,391)
Income from Investment	2,807,593,336	1,421,197,260
Dividend Received	103,541,622	67,071,196
Fees & Commissions Received	1,013,627,505	411,021,922
Cash Paid to Employees	(167,109,420)	(106,121,104)
Cash Paid to Suppliers	(54,173,797)	(40,607,342)
Cash Received from Other operating activities	32,639,230	10,224,035
Cash Paid for Other operating activities	(307,359,287)	(68,544,957)
Cash Flow before changes in Operating Assets & Liabilities	3,852,760,896	1,960,961,825
<u>Changes in Operating Assets & Liabilities</u>		
Increase/Decrease in Loans & Advances	(2,840,055,789)	(1,621,965,539)
Increase/Decrease in Investment in other Intuitions	-	-
Increase/Decrease in other Assets	(3,945,601,854)	(305,475,841)
Increase/Decrease in Deposit Received from other Banks	(4,630,567,000)	844,837,131
Increase/Decrease in Deposit received from Other Depositors	3,057,001,070	152,196,581
Increase/Decrease in Long Term Debt	566,774,227	(50,000,000)
Increase/Decrease in other Liabilities	4,864,687,363	(79,063,126)
	(2,927,761,983)	(1,059,470,794)
Net Cash Flow from Operating Activities	924,998,913	901,491,032
<u>Cash Flow from Investment Activities:</u>		
Cash inflow from Sale of Securities	3,453,436,147	734,496,107
Cash outflow for Purchase of Securities	(5,317,955,985)	(3,354,518,538)
Cash Increase/Decrease From Sale/Purchase of Fixed Asset	(39,290,073)	(39,290,073)
Net Cash Employed in Investment Activities	(1,903,809,910)	(2,659,312,504)
<u>Cash Received from Financing Activities</u>		
Cash Paid against Borrowings	590,025,000	590,025,000
Dividend paid in Cash	(94,867,287)	(94,867,287)
Net Cash Received from Financing Activities	495,157,713	495,157,713
Net Cash Increase/Decrease	(483,653,284)	(1,262,663,759)
Opening Cash Balance	1,815,548,255	3,078,212,014
Closing Cash Balance	1,331,894,971	1,815,548,255
Operating Cash Flow Per Share	37.00	36.06

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Statement of changes in Equity

For the half year ended 31 December 2010

(UNAUDITED)

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 1 July 2010	2,000,000,000	2,135,582,291	4,135,296,516	8,270,878,807
Stock Dividend Transfer to Paid up Capital	500,000,000	-	(500,000,000)	-
Amount Transferred to Different Reserves	-	1,362,500,906	(1,362,500,906)	-
Dividend Cash for FY 2009-2010	-	-	(305,968,547)	(305,968,547)
Amount Transferred to Benevolent Fund	-	-	(50,000,000)	(50,000,000)
Addition during the period	-	-	2,409,468,978	2,409,468,978
Balance as at 31 December 2010	2,500,000,000	3,498,083,197	4,326,296,041	10,324,379,238

Consolidated Statement of changes in Equity

For the half year ended 31 December 2009

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 1 July 2009	1,000,000,000	1,855,582,291	2,425,044,985	5,280,627,276
Stock Dividend Transfer to Paid up Capital	1,000,000,000	-	(1,000,000,000)	-
Amount Transferred to Different Reserves	-	250,000,906	(250,000,906)	-
Dividend Cash for FY 2008-2009	-	-	(367,483,314)	(367,483,314)
Amount Transferred to Benevolent Fund	-	-	(20,000,000)	(20,000,000)
Addition during the period	-	-	1,449,212,264	1,449,212,264
Balance as at 31 December 2009	2,000,000,000	2,105,583,197	787,560,765	6,342,356,226

Investment Corporation of Bangladesh

Balance Sheet as at 31 December 2010

	(Unaudited)	(Audited)
<u>Note</u>	December 31, 2010 Taka	June 30, 2010 Taka
<u>Property and Assets</u>		
Cash and Bank Balances	12,793,930,998	14,017,861,701
Investments:	11,907,032,425	9,844,702,861
Capital Investment in ICB Subsidiary Companies	462,499,100	462,499,100
Capital Investment in Other Institutions	27,500,000	27,500,000
Marketable Securities- at cost	11,417,033,325	9,354,703,761
Loans and Advances:	8,140,031,636	7,300,985,330
Margin Loan – Secured	2,720,387,706	2,921,133,752
Unit & Mutual Fund Advance Account – Secured	113,578,951	92,397,583
Consumer Credit Scheme	25,801,003	33,320,497
Bridging Loan	293,419,326	293,519,325
Debenture Loan	56,275,081	56,275,081
Lease Receivables	921,301,781	425,531,944
Other Loans and Advances	4,009,267,789	3,478,807,148
Premises and Equipment (at cost less depreciation)	76,632,652	81,499,454
Other Assets	2,695,284,388	1,953,841,774
Total Assets	35,612,912,099	33,198,891,120
<u>Liabilities and Capital</u>		
Liabilities		
Borrowings:	1,135,000,000	35,000,000
Government Loan	35,000,000	35,000,000
Borrowings From Different Banks	1,100,000,000	-
Deposits	18,264,786,091	17,987,100,105
Debentures	118,000,000	118,000,000
Deferred Interest	44,014,751	44,014,751
Other Liabilities and Provisions	9,024,033,070	9,026,215,198
Carried forward	28,585,833,912	27,210,330,054

Investment Corporation of Bangladesh
Balance Sheet as at 30 September 2010 (Contd.)

	(Unaudited)	(Audited)
	December 31,	June 30, 2010
<u>Notes</u>	2010	Taka
	Taka	
Brought forward	28,585,833,912	27,210,330,054
Capital / Shareholders' Equity	7,027,078,187	5,988,561,066
Paid-up Capital	2,500,000,000	2,000,000,000
Reserves	2,916,083,197	1,766,083,197
Retained Earnings	1,610,994,989	2,222,477,869
Total Liabilities and Shareholders' Equity	35,612,912,099	33,198,891,120
Contra Entries		
Off-Balance Sheet Items:		
Contingent Liabilities:	2,050,000,000	50,000,000
Guarantee to DSE & CSE on behalf of ISTCL	2,050,000,000	50,000,000
Commitments:	1,557,700,000	1,886,170,000
Lease Financing	290,000,000	790,000,000
Debenture Financing	507,300,000	455,000,000
Investment in Equity	53,400,000	1,170,000
Investment in Bond	50,000,000	140,000,000
Pre Ipo Placement	157,000,000	-
Purchase of Preference Share	500,000,000	500,000,000
Total Off-Balance Sheet Items	3,607,700,000	1,936,170,000

Investment Corporation of Bangladesh

Profit and Loss Account

for the half year ended 31

for the 2nd quarter ended 31

December

December

December 31, 2010
Taka

December 31, 2009
Taka

December 31, 2010
Taka

December 31, 2009
Taka

Operating Income

Interest Income	1,047,052,892	945,161,198	577,993,100	487,126,466
Interest paid on Deposits, Borrowings, etc.	(837,780,935)	(762,306,860)	(467,320,233)	(394,433,720)
Net Interest Income	209,271,957	182,854,338	110,672,867	92,692,746
Dividend	106,397,711	65,108,486	66,957,471	91,367,460
Capital Gain	2,262,416,699	1,111,313,796	1,368,515,064	657,259,876
Fees, Commissions & Service Charges	226,554,569	123,892,814	152,601,293	75,675,598
Other Operating Income	371,929	386,334	124,319	965,256
Total Operating Income	2,805,012,864	1,483,555,767	1,698,871,013	917,960,936

Operating Expenses

Salary and Allowances	100,621,919	73,325,455	52,531,114	42,763,895
Rent, Taxes, Insurance, Electricity, etc.	14,589,253	12,133,596	8,309,080	6,539,471
Legal Expenses	1,214,097	1,598,900	761,845	783,175
Postage, Stamps, Telegram & Telephone	758,186	983,490	431,290	606,396
Auditors' Fees	-	-	-	30,000
Stationary, Printing, Advertisement, etc.	3,926,634	3,436,348	2,710,279	2,167,836
Directors' Fees & Allowances	258,000	32,300	168,000	127,800
Repair, Maintenance & Depreciation-Premises & Equipment	8,214,903	6,758,602	4,277,043	4,344,014
Brokerage	52,644,491	40,689,980	48,329,520	1,247,866
Other Operating Expenses	17,290,078	16,904,492	6,722,098	15,835,574
Total Operating Expenses	199,517,560	155,863,163	124,240,269	74,446,027

Operating Profit

2,605,495,304 1,327,692,604 1,574,630,744 843,514,909

Non-operating Income

8,231,815 1,899,508 2,853,000 6,658,584

Profit before Provision

2,613,727,119 1,329,592,112 1,577,483,744 850,173,493

Provision against Loans and Advances

53,600,000 54,100,000 26,800,000 5,060,552

Provision against Investments

800,000,000 275,000,000 650,000,000 250,000,000

Other Provisions

20,000,000 17,500,000 10,000,000 -

Total Provision

873,600,000 846,600,000 926,800,000 255,060,552

Profit before Tax

1,740,127,119 482,992,112 650,683,744 595,112,942

Provision for Taxation

(351,610,000) (100,000,000) (192,290,000) (62,500,000)

Net Profit Available for Appropriation

1,388,517,119 382,992,112 458,393,744 532,612,942

Earnings Per Share

55.54 35.32 27.94 21.30

Investment Corporation of Bangladesh
Cash Flow Statement
For the half year ended 31 December
(UNAUDITED)

	2010 Taka	2009 Taka
<u>Cash flow from operating activities:</u>		
Interest Received	1,019,609,688	904,963,163
Interest Paid	(955,097,071)	(735,404,178)
Income from Investment	2,262,416,699	1,111,313,796
Dividend Received	100,311,156	60,115,179
Fees & Commissions Received	226,554,569	101,138,458
Cash Paid to Employees	(100,122,458)	(73,325,455)
Cash Paid to Suppliers	(22,573,095)	(21,865,312)
Cash Received from Other operating activities	8,603,744	2,285,842
Cash Paid for Other operating activities	(70,192,569)	(16,904,492)
Cash Flow before changes in Operating Assets & Liabilities	2,469,510,662	1,332,317,001
<u>Changes in Operating Assets & Liabilities</u>		
Increase/Decrease in Loans & Advances	(1,663,152,288)	(1,309,661,417)
Increase/Decrease in Investment in other Instutions	-	(100,000,000)
Increase/Decrease in other Assets	(115,061,021)	(43,098,278)
Increase/Decrease in Deposit Received from other Banks	(2,041,371,186)	-
Increase/Decrease in Deposit received from Other Depositors	467,805,256	844,837,131
Increase/Decrease in Long Term Debt	(103,500,000)	(50,000,000)
Increase/Decrease in other Liabilities	1,796,055,052	(175,243,050)
	(1,659,224,187)	(833,165,613)
Net Cash Flow from Operating Activities (a)	810,286,475	499,151,388
<u>Cash Flow from Investment Activities:</u>		
Cash inflow from Sale of Securities	2,903,436,147	1,170,681,492
Cash outflow for Purchase of Securities	(3,957,569,494)	(3,953,542,670)
Cash Increase/Decrease From Sale/Purchase of Fixed Asset	(3,688,611)	(5,263,517)
Net Cash Employed in Investment Activities (b)	(1,057,821,958)	(2,788,124,695)
<u>Cash Received from Financing Activities</u>		
Cash Paid against Borrowings	-	398,250,000
Dividend paid in Cash	(241,305,849)	(36,056,906)
Net Cash Received from Financing Activities ©	(241,305,849)	362,193,094
Net Cash Increase/Decrease (a+b+c)	(488,841,331)	(1,926,780,214)
Opening Cash Balance	973,943,325	2,900,723,539
Closing Cash Balance	485,101,994	973,943,325
Operating Cash Flow Per Share	32.41	19.97

Investment Corporation of Bangladesh

Statement of changes in Equity

For the half year ended 31 December 2010

(UNAUDITED)

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 1 July 2010	2,000,000,000	1,766,083,197	2,222,477,869	5,988,561,066
Stock Dividend Transfer to Paid up Capital	500,000,000	-	(500,000,000)	-
Amount Transferred to Different Reserves	-	1,150,000,000	(1,150,000,000)	-
Dividend Cash for FY 2009-2010	-	-	(300,000,000)	(300,000,000)
Amount Transferred to Benevolent Fund	-	-	(50,000,000)	(50,000,000)
Addition during the period	-	-	1,388,517,119	1,388,517,119
Balance as at 31 December 2010	2,500,000,000	2,916,083,197	1,610,994,988	7,027,078,185

Statement of changes in Equity

For the half year ended 31 December 2009

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 1 July 2009	1,000,000,000	1,646,083,197	1,280,771,526	3,926,854,723
Stock Dividend Transfer to Paid up Capital	1,000,000,000	-	(1,000,000,000)	-
Amount Transferred to Different Reserves	-	120,000,000	(120,000,000)	-
Dividend Cash for FY 2008-2009	-	-	(50,000,000)	(50,000,000)
Amount Transferred to Benevolent Fund	-	-	(20,000,000)	(20,000,000)
Addition during the period	-	-	882,992,112	882,992,112
Balance as at 31 December 2009	2,000,000,000	1,766,083,197	90,771,526	3,856,854,723