

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Balance Sheet as at 31 December 2011

	(Unaudited) December 31, 2011 Taka	(Audited) June 30, 2011 Taka
Property and Assets		
Cash and Bank Balances	9,302,174,582	10,619,121,963
Investments:	29,706,594,830	32,493,168,953
Capital Investment in Other Institutions	48,752,837	92,418,140
Marketable Securities- at Market value	24,807,841,993	30,134,050,813
Investment in Bangladesh Fund	4,850,000,000	2,266,700,000
Loans and Advances:	13,176,297,518	12,715,206,292
Margin Loan – Secured	10,446,561,938	10,428,306,591
Unit & Mutual Fund Advance Account – Secured	136,570,072	121,565,631
Consumer Credit Scheme	14,254,873	18,733,310
Bridging Loan	295,998,806	295,998,806
Debenture Loan	56,275,081	56,275,081
Lease Receivables	857,193,559	878,350,840
Advance Against equity	350,000,000	-
Other Loans and Advances	1,019,443,189	915,976,033
Premises and Equipment (at cost less depreciation)	142,222,148	143,664,997
Other Assets	11,808,984,456	4,438,423,076
Total Assets	64,136,273,534	60,409,585,281
Liabilities and Capital		
Liabilities		
Borrowings:	4,101,441,667	31,500,000
Government Loan	31,500,000	31,500,000
Borrowings From Different Banks	4,069,941,667	-
Deposits	18,288,323,820	22,711,873,351
Debentures	68,000,000	68,000,000
Deferred Interest	26,617,059	26,617,059
Other Liabilities and Provisions	16,431,641,346	7,540,847,182
Carried forward	38,916,023,892	30,378,837,592

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Balance Sheet as at 31 December 2011 (Contd.)

	(Unaudited) December 31, 2011 Taka	(Audited) June 30, 2011 Taka
Brought forward	38,916,023,892	30,378,837,592
Minority Interest	33,886	33,875
Capital / Shareholders' Equity	25,220,215,756	30,030,713,814
Paid-up Capital	3,375,000,000	2,500,000,000
Reserves	10,622,322,944	8,028,145,114
Revaluation Reserve for investment	6,980,567,983	12,480,522,802
Retained Earnings	4,242,324,829	7,022,045,898
Total Liabilities and Shareholders' Equity	64,136,273,534	60,409,585,281
Contra Entries		
Off-Balance Sheet Items:		
Contingent Liabilities:	623,476,000	2,122,976,000
Penalty imposed by SEC-RPO of Golden Son Ltd.	1,000,000	500,000
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	550,000,000	2,050,000,000
Commitments:	2,872,700,000	2,872,700,000
Lease Financing	250,000,000	250,000,000
Debenture Financing	542,500,000	542,500,000
Pre-IPO Placement	706,600,000	706,600,000
Investment in Direct Equity	763,600,000	763,600,000
Investment in Bond	350,000,000	350,000,000
Purchase of Preference Share	260,000,000	260,000,000
Total Off-Balance Sheet Items	3,496,176,000	4,995,676,000

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, 2011 Taka	December 31, 2010 Taka	December 31, 2011 Taka	December 31, 2010 Taka
Operating Income				
Interest Income	1,252,339,162	1,286,683,664	671,506,444	713,571,054
Less: Interest paid on Deposits, Borrowings, etc.	1,332,159,544	837,780,935	693,210,127	467,320,233
Net Interest Income	(79,820,382)	448,902,729	(21,703,683)	246,250,821
Dividend	163,872,725	125,568,627	100,982,786	110,130,849
Capital Gain	1,465,147,336	2,807,593,336	350,552,686	1,774,563,191
Fees, Commissions & Service Charges	461,999,436	1,013,627,505	177,877,252	585,832,344
Other Operating Income	23,526,087	24,407,415	849,828	4,677,936
Total Operating Income (a)	2,034,725,202	4,420,099,611	608,558,869	2,721,455,140
Operating Expenses				
Salary and Allowances	179,140,257	167,109,420	82,455,452	87,275,743
Rent, Taxes, Insurance, Electricity, etc.	30,538,669	24,911,959	17,286,883	14,339,870
Legal Expenses	460,516	1,374,397	143,830	870,845
Postage, Stamps, Telegram & Telephone	1,180,873	1,215,427	603,144	758,702
Auditors' Fees	85,000	21,000	20,000	-
Stationary, Printing, Advertisement, etc.	7,402,995	8,899,185	5,059,702	5,129,392
Directors' Fees & Allowances	1,036,250	785,500	468,500	489,750
Repair, Maintenance & Depreciation-Premises & Equipment	19,810,345	17,751,829	11,984,561	9,819,279
Brokerage	18,922,039	98,725,437	9,176,577	67,340,538
Other Operating Expenses	81,264,763	207,848,350	37,140,338	145,643,360
Total Operating Expenses (b)	339,841,707	528,642,503	164,338,987	331,667,478
Operating Profit (a-b)	1,694,883,495	3,891,457,108	444,219,882	2,389,787,662
Add: Non-operating Income	19,104,710	8,231,815	10,204,710	7,853,000
Profit before Provision ©	1,713,988,205	3,899,688,923	454,424,592	2,397,640,662
Provision against Loans and Advances	170,541,687	103,600,000	44,412,026	76,800,000
Other Provisions	20,000,000	20,000,000	15,000,000	10,000,000
Total Provision (d)	190,541,687	123,600,000	59,412,026	86,800,000
Profit before Tax (c-d)	1,523,446,518	3,776,088,923	395,012,566	2,310,840,662
Less: Provision for Taxation	340,029,722	526,610,000	120,480,457	313,699,446
Net Profit After Tax	1,183,416,796	3,249,478,923	274,532,109	1,997,141,216
Less: Minority Interest	2,292	9,945	917	3,721
Net Profit Available for Appropriation	1,183,414,504	3,249,468,978	274,531,192	1,997,137,495
Earnings Per Share	35.06	96.28	8.13	59.17

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

	(Unaudited) December 31, 2011 Taka	(Unaudited) December 31, 2010 (Restated) Taka
<u>Cash flow from operating activities:</u>		
Interest Received	1,192,339,162	1,242,773,325
Interest Paid	(1,432,159,544)	(818,771,618)
Received from capital gain on sale of listed shares	1,465,147,336	2,807,593,336
Dividend Received	183,872,725	103,541,622
Fees & Commissions Received	461,999,436	1,013,627,505
Cash Paid to Employees	(179,810,257)	(167,109,420)
Cash Paid to Suppliers	52,778,398	(54,173,797)
Cash Received from Other operating activities	42,630,797	32,639,230
Cash Paid for Other operating activities	(101,223,052)	(307,359,287)
Cash Flow before changes in Operating Assets & Liabilities	1,685,575,001	3,852,760,896
<u>Changes in Operating Assets & Liabilities</u>		
Increase/Decrease in Loans & Advances	(461,091,226)	(2,840,055,789)
Increase/Decrease in Investment in other Intuitions	43,665,303	-
Increase/Decrease in other Assets	(7,370,561,380)	(3,945,601,854)
Increase/Decrease in Deposit Received from other Banks	(5,601,627,166)	(4,630,567,000)
Increase/Decrease in Deposit received from Other Depositors	(1,650,459,109)	3,057,001,070
Increase/Decrease in Long Term Debt	4,069,941,667	566,774,227
Increase/Decrease in other Liabilities	8,890,794,164	4,864,687,363
	(2,079,337,747)	(2,927,761,983)
Net Cash Flow from Operating Activities	(393,762,746)	924,998,913
<u>Cash Flow from Investment Activities:</u>		
Cash inflow from Sale of Securities	1,926,855,654	3,453,436,147
Cash outflow for Purchase of Securities	(2,140,164,118)	(5,317,955,985)
Cash Increase/Decrease From Sale/Purchase of Fixed Asset	1,442,849	(39,290,073)
Net Cash Employed in Investment Activities	(211,865,616)	(1,903,809,910)
<u>Cash Received from Financing Activities</u>		
Cash Paid against Borrowings	-	590,025,000
Dividend paid in Cash	(94,867,287)	(94,867,287)
Net Cash Received from Financing Activities	(94,867,287)	495,157,713
Net Cash Increase/Decrease	(700,495,649)	(483,653,284)
Opening Cash Balance	1,469,879,211	1,815,548,255
Closing Cash Balance	769,383,563	1,331,894,971
Operating Cash Flow Per Share	(11.67)	27.41

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Statement of changes in Equity

For the half year ended 31 December 2011

(UNAUDITED)

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 1 July 2011	2,500,000,000	20,508,667,916	7,022,045,898	30,030,713,814
Stock Dividend Transfer to Paid up Capital	875,000,000	-	(875,000,000)	-
Amount Transferred to Different Reserves	-	2,674,583,942	(2,674,583,942)	-
Amount adjusted to Revaluation Reserve for Investment during the period	-	(5,580,360,931)	-	(5,580,360,931)
Dividend Cash for FY 2010-2011	-	-	(375,000,000)	(375,000,000)
Amount Transferred to Benevolent Fund Addition during the period	-	-	(38,551,631)	(38,551,631)
	-	-	1,183,414,504	1,183,414,504
Balance as at 31 December 2011	3,375,000,000	17,602,890,927	4,242,324,828	25,220,215,756

Consolidated Statement of changes in Equity

For the half year ended 31 December 2010 (Restated)

(UNAUDITED)

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)	Total (Taka)
Balance as at 1 July 2010 (Restated)	2,000,000,000	19,395,796,906	5,339,483,324	26,735,280,230
Stock Dividend Transfer to Paid up Capital	500,000,000	-	(500,000,000)	-
Amount Transferred to Different Reserves	-	2,562,500,000	(2,562,500,000)	-
Amount adjusted to Revaluation Reserve for Investment during the period	-	1,133,306,425	-	1,133,306,425
Dividend Cash for FY 2009-2010	-	-	(306,000,000)	(306,000,000)
Amount Transferred to Benevolent Fund Addition during the period	-	-	(50,000,000)	(50,000,000)
	-	-	3,249,468,978	3,249,468,978
Balance as at 31 December 2010	2,500,000,000	23,091,603,331	5,170,452,302	30,762,055,633

Investment Corporation of Bangladesh

Balance Sheet as at 31 December 2011

		(Unaudited)	(Audited)
	<u>Note</u>	December 31, 2011 Taka	June 30, 2011 Taka
<u>Property and Assets</u>			
Cash and Bank Balances	4	8,604,390,925	9,724,164,561
Investments:		27,793,134,930	30,228,678,394
Capital Investment in ICB Subsidiary Companies	5.1	579,499,100	579,499,100
Capital Investment in Other Institutions	5.2	48,752,837	92,418,140
Marketable Securities- at Market value	5.3	22,314,882,993	27,290,061,154
Investment in Bangladesh Fund	5.4	4,850,000,000	2,266,700,000
		10,015,624,953	10,047,050,947
Loans and Advances:			
Margin Loan – Secured	6.1	3,363,826,483	3,659,155,578
Unit & Mutual Fund Advance Account – Secured	6.2	136,570,072	121,565,631
Consumer Credit Scheme	6.3	14,254,873	18,733,310
Bridging Loan	6.4	295,998,806	295,998,806
Debenture Loan	6.5	56,275,081	56,275,081
Lease Receivables	6.6	857,193,559	878,350,840
Advance Against equity	6.7	350,000,000	-
Other Loans and Advances	6.8	4,941,506,079	5,016,971,701
Premises and Equipment (at cost less depreciation)	7	76,363,556	74,910,516
Other Assets	8	2,535,863,718	2,699,576,142
Total Assets		<u>49,025,378,082</u>	<u>52,774,380,560</u>
<u>Liabilities and Capital</u>			
Liabilities			
Borrowings:		4,101,441,667	31,500,000
Government Loan	9.1	31,500,000	31,500,000
Borrowings From Different Banks	9.2	4,069,941,667	-
Deposits	10	18,288,323,820	22,711,873,351
Debentures	11	68,000,000	68,000,000
Deferred Interest	12	26,617,059	26,617,059
Other Liabilities and Provisions	13	5,249,803,909	4,145,837,045
Carried forward		<u>27,734,186,455</u>	<u>26,983,827,455</u>

Investment Corporation of Bangladesh
Balance Sheet as at 31 December 2011 (Contd.)

		(Unaudited) December 31, 2011 Taka	(Audited) June 30, 2011 Taka
	Brought forward	27,734,186,455	26,983,827,455
Capital / Shareholders' Equity		21,291,191,627	25,790,553,105
Paid-up Capital	14	3,375,000,000	2,500,000,000
Reserves	16.1	9,209,237,927	6,959,237,927
Revaluation Reserve for investment	16.2	7,350,017,841	12,253,656,020
Retained Earnings	17	1,356,935,859	4,077,659,158
Total Liabilities and Shareholders' Equity		49,025,378,082	52,774,380,560
Contra Entries			
Off-Balance Sheet Items:			
Contingent Liabilities:		550,000,000	2,050,000,000
Guarantee to DSE & CSE on behalf of ISTCL		550,000,000	2,050,000,000
Commitments:		2,872,700,000	2,872,700,000
Lease Financing		250,000,000	250,000,000
Debenture Financing		542,500,000	542,500,000
Pre-IPO Placement		706,600,000	706,600,000
Investment in Direct Equity		763,600,000	763,600,000
Investment in Bond		350,000,000	350,000,000
Purchase of Preference Share		260,000,000	260,000,000
Total Off-Balance Sheet Items		3,422,700,000	4,922,700,000

Investment Corporation of Bangladesh
Profit and Loss Account
(Unaudited)

		for the half year ended 31		for the 2nd quarter ended 31	
		December		December	
<u>Note</u>	December 31, 2011	December 31, 2010	December 31, 2011	December 31, 2010	December 31, 2010
	Taka	Taka	Taka	Taka	Taka
<u>Operating Income</u>					
Interest Income	17	1,034,037,693	1,047,052,892	549,493,134	577,993,100
Interest paid on Deposits, Borrowings, etc.	18	(1,332,159,544)	(837,780,935)	(692,276,794)	(467,320,233)
Net Interest Income		(298,121,851)	209,271,957	(142,783,660)	110,672,867
Dividend	19	132,269,311	106,397,711	90,117,520	66,957,471
Capital Gain		1,211,327,158	2,262,416,699	330,854,834	1,368,515,064
Fees, Commissions & Service Charges	20	98,135,355	226,554,569	35,037,204	152,601,293
Other Operating Income	21	733,146	371,929	331,348	124,319
Total Operating Income		1,144,343,119	2,805,012,864	313,557,246	1,698,871,013
<u>Operating Expenses</u>					
Salary and Allowances	22	104,891,143	100,621,919	45,044,148	52,531,114
Rent, Taxes, Insurance, Electricity, etc.		19,753,239	14,589,253	10,245,150	8,309,080
Legal Expenses		390,516	1,214,097	147,592	761,845
Postage, Stamps, Telegram & Telephone		852,292	758,186	444,282	431,290
Auditors' Fees		60,000	-	30,000	-
Stationary, Printing, Advertisement, etc.		3,639,838	3,926,634	2,644,664	2,710,279
Directors' Fees & Allowances		485,000	258,000	250,000	168,000
Repair, Maintenance & Depreciation-Premises & Equipment	23	9,596,022	8,214,903	5,106,321	4,277,043
Brokerage		5,395,125	52,644,491	1,480,904	48,329,520
Other Operating Expenses	24	19,166,796	17,290,078	9,249,279	6,722,098
Total Operating Expenses		164,229,971	199,517,560	74,642,340	124,240,269
Operating Profit		980,113,148	2,605,495,304	238,914,906	1,574,630,744
Non-operating Income	25	19,104,710	8,231,815	10,204,710	2,853,000
Profit before Provision		999,217,858	2,613,727,119	249,119,616	1,577,483,744
Provision against Loans and Advances	26	13,802,948	53,600,000	(17,447,052)	26,800,000
Other Provisions	27	20,000,000	20,000,000	15,000,000	10,000,000
Total Provision		33,802,948	73,600,000	(2,447,052)	36,800,000
Profit before Tax		965,414,910	2,540,127,119	251,566,668	1,540,683,744
Provision for Taxation		(147,586,578)	(351,610,000)	(51,108,987)	(192,290,000)
Net Profit Available for Appropriation		817,828,332	2,188,517,119	200,457,681	1,348,393,744
Earnings Per Share		24.23	64.84	5.94	39.95

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

	(Unaudited) December 31, 2011 Taka	(Unaudited) December 31, 2010 (Restated) Taka
<u>Cash flow from operating activities:</u>		
Interest Received	1,036,009,135	1,019,609,688
Interest Paid	(1,425,848,652)	(955,097,071)
Received from capital gain on sale of listed shares	1,211,327,158	2,262,416,699
Dividend Received	176,412,019	100,311,156
Fees & Commissions Received	98,135,355	226,554,569
Cash Paid to Employees	(104,891,143)	(100,122,458)
Cash Paid to Suppliers	(27,219,972)	(22,573,095)
Cash Received from Other operating activities	19,837,856	8,603,744
Cash Paid for Other operating activities	(25,046,921)	(70,192,569)
Cash Flow before changes in Operating Assets & Liabilities	958,714,835	2,469,510,662
<u>Changes in Operating Assets & Liabilities</u>		
Increase/Decrease in Loans & Advances	31,425,994	(1,663,152,288)
Increase/Decrease in Investment in other Instutions	43,665,303	-
Increase/Decrease in other Assets	758,100,720	(115,061,021)
Increase/Decrease in Deposit Received from other Banks	(5,601,627,166)	(2,041,371,186)
Increase/Decrease in Deposit received from Other Depositors	(1,650,459,109)	467,805,256
Increase/Decrease in Long Term Debt	4,069,941,667	(103,500,000)
Increase/Decrease in other Liabilities	1,042,675,549	1,796,055,052
	(1,306,277,042)	(1,659,224,187)
Net Cash Flow from Operating Activities (a)	(347,562,207)	810,286,475
<u>Cash Flow from Investment Activities:</u>		
Cash inflow from Sale of Securities	1,701,488,236	2,903,436,147
Cash outflow for Purchase of Securities	(1,629,948,253)	(3,957,569,494)
Cash Increase/Decrease From Sale/Purchase of Fixed Asset	(1,453,040)	(3,688,611)
Net Cash Employed in Investment Activities (b)	70,086,942	(1,057,821,958)
<u>Cash Received from Financing Activities</u>		
Cash Paid against Borrowings	-	-
Dividend paid in Cash	(201,805,925)	(241,305,849)
Net Cash Received from Financing Activities ©	(201,805,925)	(241,305,849)
Net Cash Increase/Decrease (a+b+c)	(479,281,190)	(488,841,331)
Opening Cash Balance	670,051,144	973,943,325
Closing Cash Balance	190,769,954	485,101,994
Operating Cash Flow Per Share	(10.30)	24.01

Investment Corporation of Bangladesh
Statement of changes in Equity
For the half year ended 31 December 2011
(UNAUDITED)

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)
Balance as at 1 July 2011	2,500,000,000	19,212,893,947	4,077,659,158
Stock Dividend Transfer to Paid up Capital	875,000,000	-	(875,000,000)
Amount Transferred to Different Reserves	-	2,250,000,000	(2,250,000,000)
Amount adjusted to Revaluation Reserve for Investment during the period	-	(4,903,638,179)	-
Dividend Cash for FY 2010-2011	-	-	(375,000,000)
Amount Transferred to Benevolent Fund	-	-	(38,551,631)
Addition during the period	-	-	817,828,332
Balance as at 31 December 2011	3,375,000,000	16,559,255,768	1,356,935,859

Statement of changes in Equity
For the half year ended 31 December 2010 (Restated)
(UNAUDITED)

Particulars	Paid up Capital (Taka)	Reserve (Taka)	Retained Earnings (Taka)
Balance as at 1 July 2010 (Restated)	2,000,000,000	18,201,196,703	3,222,477,869
Stock Dividend Transfer to Paid up Capital	500,000,000	-	(500,000,000)
Amount Transferred to Different Reserves	-	2,150,000,000	(2,150,000,000)
Amount adjusted to Revaluation Reserve for Investment during the period	-	987,655,636	-
Dividend Cash for FY 2009-2010	-	-	(300,000,000)
Amount Transferred to Benevolent Fund	-	-	(50,000,000)
Addition during the period	-	-	2,188,517,119
Balance as at 31 December 2010	2,500,000,000	21,338,852,340	2,410,994,988