

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Interim Financial Report (Un-Audited)

as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Consolidated Balance Sheet (Un-audited)  
as at 30 June 2019

Particulars	Note	Amount in BDT	
		30 June 2019	31 December 2018
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>		<b>18,436,065,457</b>	<b>16,020,741,583</b>
Cash in hand (including foreign currency)	3.a	3,255,682,550	2,899,030,289
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	3.b	15,180,382,907	13,121,711,294
<b>Balance with other banks and financial institutions</b>		<b>9,173,921,990</b>	<b>8,118,980,917</b>
In Bangladesh	4.a	5,841,882,294	6,823,590,588
Outside Bangladesh	4.b	3,332,039,696	1,295,390,329
<b>Money at call and on short notice</b>		<b>1,100,000,000</b>	<b>3,970,000,000</b>
<b>Investments</b>		<b>38,879,258,885</b>	<b>32,664,400,101</b>
Government securities	5.a	33,171,551,761	27,258,506,647
Other investments	5.b	5,707,707,124	5,405,893,454
<b>Loans and advances</b>		<b>221,519,373,882</b>	<b>210,932,291,735</b>
Loans, cash credit, overdrafts etc.	6.a	209,845,679,697	198,670,768,028
Bills purchased and discounted	7.a	11,673,694,185	12,261,523,707
<b>Fixed assets including premises, furniture and fixtures</b>	<b>8.a</b>	<b>5,457,440,600</b>	<b>5,445,835,394</b>
<b>Other assets</b>	<b>9.a</b>	<b>9,261,604,954</b>	<b>9,003,060,522</b>
<b>Non-banking assets</b>		<b>373,474,800</b>	<b>373,474,800</b>
<b>Total assets</b>		<b>304,201,140,569</b>	<b>286,528,785,052</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowing from other banks, financial institutions and agents</b>	<b>10.a</b>	<b>11,546,840,690</b>	<b>9,969,432,278</b>
<b>Subordinated debt</b>		<b>2,800,000,000</b>	<b>3,500,000,000</b>
<b>Deposits and other accounts</b>	<b>11.a</b>	<b>240,675,325,664</b>	<b>226,228,549,042</b>
Current deposit and other accounts		45,524,794,918	40,849,197,782
Bills payable		2,559,916,027	2,066,079,056
Savings bank deposits		23,637,658,907	24,711,065,947
Fixed deposits		168,952,955,812	158,602,206,257
<b>Other liabilities</b>	<b>12.a</b>	<b>23,968,393,764</b>	<b>23,153,144,360</b>
<b>Total liabilities</b>		<b>278,990,560,118</b>	<b>262,851,125,679</b>
<b>Capital/Shareholders' equity</b>			
Paid up capital	<b>13.2</b>	13,387,387,350	13,387,387,350
Statutory reserve		5,696,418,313	5,696,418,313
General reserve		155,071,397	155,071,397
Revaluation reserve against securities		4,840,548	13,108,847
Revaluation reserve against fixed assets		115,314,704	115,314,704
Foreign currency translation reserve		97,415,251	43,292,875
Surplus in profit and loss account		5,754,126,016	4,267,059,068
<b>Attributable to equity holders</b>		<b>25,210,573,579</b>	<b>23,677,652,554</b>
Non-controlling interest		6,872	6,818
<b>Total shareholders' equity</b>		<b>25,210,580,451</b>	<b>23,677,659,373</b>
<b>Total liabilities and shareholders' equity</b>		<b>304,201,140,569</b>	<b>286,528,785,052</b>

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Consolidated Balance Sheet (Un-audited)  
as at 30 June 2019

Amount in BDT

Particulars	Note	30 June 2019	31 December 2018
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>		<b>53,951,849,180</b>	<b>60,435,601,239</b>
Acceptances and endorsements		20,038,928,201	23,224,423,401
Letters of guarantee		10,118,261,269	10,228,543,056
Irrevocable letters of credit		13,633,673,374	15,475,413,131
Bills for collection		10,160,986,336	11,507,221,651
Other contingent liabilities		-	-
<b>Other commitments</b>		<b>-</b>	<b>-</b>
Documentary credit and short term trade -related transactions		-	-
Forward assets purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
<b>Total off-balance sheet exposures including contingent liabilities</b>		<b>53,951,849,180</b>	<b>60,435,601,239</b>

*These interim financial reports should be read in conjunction with the annexed notes.*

\_\_\_\_\_  
Chief Financial  
Officer

\_\_\_\_\_  
Company  
Secretary

\_\_\_\_\_  
Managing Director  
& CEO

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

30 July 2019  
Dhaka

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Consolidated Profit and Loss Account (Un-audited)

for the 2<sup>nd</sup> Quarter ended 30 June 2019

Amount in BDT

Particulars	Note	1 January to 30 June 2019	1 January to 30 June 2018	1 April to 31 June 2019	1 April to 31 June 2018
Interest income	14.a	11,446,732,692	9,006,974,790	6,275,182,025	4,199,372,826
Interest paid on deposits, borrowings etc.	15.a	8,262,195,830	6,968,708,893	4,437,972,098	3,130,228,610
<b>Net interest income</b>		<b>3,184,536,862</b>	<b>2,038,265,897</b>	<b>1,837,209,927</b>	<b>1,069,144,216</b>
Investment income	16.a	1,031,165,957	994,132,300	502,708,131	531,530,658
Commission, exchange and brokerage	17.a	833,066,678	779,617,403	384,501,802	380,370,335
Other operating income		212,859,270	221,669,345	143,900,884	86,747,269
		<b>2,077,091,905</b>	<b>1,995,419,048</b>	<b>1,031,110,817</b>	<b>998,648,262</b>
<b>Total operating income</b>		<b>5,261,628,767</b>	<b>4,033,684,945</b>	<b>2,868,320,744</b>	<b>2,067,792,478</b>
Salary and allowances	18.a	1,189,667,272	1,205,168,395	603,574,624	571,503,753
Rent, taxes, insurance, electricity etc.	19.a	377,161,040	369,838,093	186,128,634	184,330,011
Legal expenses		3,541,510	8,575,469	1,680,175	4,282,512
Postage, stamp, telecommunication etc.		29,429,533	29,336,873	17,785,032	11,635,701
Stationery, printing, advertisement etc.		169,926,475	134,305,119	117,911,706	60,367,846
Managing Director's salary		7,560,000	7,560,000	4,267,500	3,292,500
Directors' fees		1,003,500	808,500	565,500	322,500
Auditors' fees		1,836,250	750,000	1,375,000	319,445
Charges on loan losses		-	109,642,716	-	-
Depreciation and repair of bank's assets		261,335,620	241,522,960	136,447,669	118,135,163
Other expenses		339,058,378	374,995,751	186,129,094	198,447,393
<b>Total operating expenses</b>		<b>2,380,519,578</b>	<b>2,482,503,875</b>	<b>1,255,864,934</b>	<b>1,152,636,824</b>
<b>Operating profit</b>		<b>2,881,109,189</b>	<b>1,551,181,070</b>	<b>1,612,455,810</b>	<b>915,155,654</b>
<b>Share of profit of joint ventures/associates</b>		<b>256,684,944</b>	<b>205,031,373</b>	<b>159,333,947</b>	<b>114,243,806</b>
<b>Profit before provision</b>		<b>3,137,794,132</b>	<b>1,756,212,443</b>	<b>1,771,789,757</b>	<b>1,029,399,460</b>
<b>Provision for loans, investments &amp; other assets</b>					
Provision for loans and advance		684,626,538	503,154,826	364,165,837	249,922,729
Provision for diminution in value of investments		129,362,082	136,387,225	(28,169,375)	116,181,964
Provision for other assets		22,904,973	11,728,124	15,377,281	4,112,989
<b>Total provision</b>		<b>836,893,592</b>	<b>651,270,175</b>	<b>351,373,742</b>	<b>370,217,682</b>
<b>Profit/(Loss) before taxes</b>		<b>2,300,900,540</b>	<b>1,104,942,268</b>	<b>1,420,416,015</b>	<b>659,181,778</b>
<b>Provision for taxation</b>					
Current tax		1,109,320,372	383,618,851	654,530,851	29,378,956
Deferred tax expense/(income)		(295,486,833)	150,731,114	(86,904,442)	225,873,157
		<b>813,833,539</b>	<b>534,349,965</b>	<b>567,626,409</b>	<b>255,252,113</b>
<b>Net profit after taxation</b>		<b>1,487,067,001</b>	<b>570,592,304</b>	<b>852,789,606</b>	<b>403,929,665</b>
<b>Net profit after tax attributable to:</b>					
Equity holders of the Bank		1,487,066,947	570,592,250	852,789,581	213,964,584
Non-controlling interest		54	54	25	32
<b>Retained earnings brought forward from previous year</b>		<b>4,267,059,068</b>	<b>4,623,795,459</b>	<b>4,901,336,434</b>	<b>4,980,423,125</b>
<b>Earnings Per Share (EPS)</b>		<b>1.01</b>	<b>0.39</b>	<b>0.58</b>	<b>0.15</b>

*These interim financial reports should be read in conjunction with the annexed notes.*

Chief Financial  
Officer

Company  
Secretary

Managing Director  
& CEO

Director

Director

30 July 2019  
Dhaka

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Consolidated Cash Flow Statement (Un-audited)

for the 2<sup>nd</sup> Quarter ended 30 June 2019

Amount in BDT

Particulars	1 January to 30 June 2019	1 January to 30 June 2018
<b>A. Cash flows from operating activities</b>		
Interest received	12,290,198,216	9,858,669,512
Interest payments	(7,954,391,538)	(6,162,881,475)
Dividend received	22,883,432	39,333,182
Fees and commission received	818,792,205	816,448,282
Recoveries of loans and advances previously written-off	31,499,868	95,149,312
Cash payments to employees	(1,433,465,876)	(1,455,343,802)
Cash payments to suppliers	(207,979,641)	(144,215,431)
Income taxes paid	(906,420,200)	(749,865,282)
Receipts from other operating activities	218,740,912	211,070,587
Payments for other operating activities	(814,472,005)	(835,249,086)
<b>Operating cash flows before changing in operating assets and liabilities</b>	<b>2,065,385,374</b>	<b>1,673,115,800</b>
<b>Increase/(decrease) in operating assets and liabilities</b>		
Statutory deposits	-	-
Loans and advances to other banks	-	-
Loans and advances to customers	(10,298,436,463)	(12,312,702,371)
Other assets	(327,188,649)	80,888,656
Deposits from other banks	2,165,400,403	(10,904,501,712)
Deposits from customers	11,973,374,670	23,729,754,645
Other liabilities	(492,161,617)	109,642,569
	<b>3,020,988,345</b>	<b>703,081,788</b>
<b>Net cash flows from/(used in) operating activities</b>	<b>5,086,373,718</b>	<b>2,376,197,588</b>
<b>B. Cash flows from investing activities</b>		
Net proceeds/(payments) from sale/(purchase) of Government securities	(5,914,566,413)	(3,435,427,228)
Net proceeds/(payments) from sale/(purchase) of securities	(5,160,429)	(128,385,609)
Purchase of property, plant & equipment	(166,319,758)	(2,092,146,019)
Proceeds from sale of property, plant & equipment	1,077,423	1,169,308
<b>Net cash flows from/(used in) investing activities</b>	<b>(6,084,969,177)</b>	<b>(5,654,789,549)</b>
<b>C. Cash flows from financing activities</b>		
Borrowing from other banks, financial institutions and agents	1,577,408,412	851,359,110
Payment against lease obligation	(1,095,853)	(1,523,161)
Receipts from issue of Rights share	-	-
<b>Net cash flows from/(used in) financing activities</b>	<b>1,576,312,559</b>	<b>849,835,949</b>
<b>D. Net increase/(decrease) in cash (A+B+C)</b>	<b>577,717,100</b>	<b>(2,428,756,011)</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	<b>29,294,846</b>	<b>7,899,175</b>
<b>F. Opening balance of cash and cash equivalents</b>	<b>28,111,991,100</b>	<b>29,945,046,257</b>
<b>G. Closing balance of cash and cash equivalents (D+E+F)</b>	<b>28,719,003,047</b>	<b>27,524,189,421</b>
<b>Closing cash and cash equivalents</b>		
Cash in hand	3,255,682,550	2,354,575,788
Balance with Bangladesh Bank and its agents bank	15,180,382,907	14,880,352,222
Balance with other banks and financial institutions	9,173,921,990	7,245,221,711
Money at call and on short notice	1,100,000,000	3,040,000,000
Prize bonds	9,015,600	4,039,700
	<b>28,719,003,047</b>	<b>27,524,189,421</b>

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Consolidated Statement of Changes in Equity (Un-audited)

for the 2<sup>nd</sup> Quarter ended 30 June 2019

Amount in BDT

Particulars	Paid up capital	Statutory reserve	General reserve	Revaluation reserve against securities	Revaluation reserve against fixed assets	Foreign currency translation reserve	Surplus in profit and loss account	Non-controlling interest	Total
Balance as at 1 January 2019	13,387,387,350	5,696,418,313	155,071,397	13,108,847	115,314,704	43,292,875	4,267,059,068	6,818	23,677,659,373
Impact of changes in accounting policy	-	-	-	-	-	-	-	-	-
<b>Restated balance as at 1 January 2019</b>	<b>13,387,387,350</b>	<b>5,696,418,313</b>	<b>155,071,397</b>	<b>13,108,847</b>	<b>115,314,704</b>	<b>43,292,875</b>	<b>4,267,059,068</b>	<b>6,818</b>	<b>23,677,659,373</b>
Surplus/(deficit) on account of revaluation of investments	-	-	-	(8,268,298)	-	-	-	-	(8,268,298)
Effect of foreign currency translation	-	-	-	-	-	54,122,376	-	-	54,122,376
Transfer from provision to general reserve	-	-	-	-	-	-	-	-	-
<b>Net gain and losses not recognized in the profit and loss account</b>	<b>13,387,387,350</b>	<b>5,696,418,313</b>	<b>155,071,397</b>	<b>4,840,548</b>	<b>115,314,704</b>	<b>97,415,251</b>	<b>4,267,059,068</b>	<b>6,818</b>	<b>23,723,513,450</b>
Net profit for the period	-	-	-	-	-	-	1,487,066,947	54	1,487,067,001
<b>Balance as at 30 June 2019</b>	<b>13,387,387,350</b>	<b>5,696,418,313</b>	<b>155,071,397</b>	<b>4,840,548</b>	<b>115,314,704</b>	<b>97,415,251</b>	<b>5,754,126,016</b>	<b>6,872</b>	<b>25,210,580,451</b>
Balance as at 1 January 2018	11,953,024,420	5,124,540,729	155,071,397	6,229,549	115,314,704	126,200,022	4,623,795,459	6,669	22,104,182,949
Impact of changes in accounting policy	-	-	-	-	-	-	-	-	-
<b>Restated balance as at 1 January 2018</b>	<b>11,953,024,420</b>	<b>5,124,540,729</b>	<b>155,071,397</b>	<b>6,229,549</b>	<b>115,314,704</b>	<b>126,200,022</b>	<b>4,623,795,459</b>	<b>6,669</b>	<b>22,104,182,949</b>
Surplus/(deficit) on account of revaluation of investments	-	-	-	(1,939,298)	-	-	-	-	(1,939,298)
Effect of foreign currency translation	-	-	-	-	-	(49,422,319)	-	-	(49,422,319)
<b>Net gain and losses not recognized in the profit and loss account</b>	<b>11,953,024,420</b>	<b>5,124,540,729</b>	<b>155,071,397</b>	<b>4,290,251</b>	<b>115,314,704</b>	<b>76,777,703</b>	<b>4,623,795,459</b>	<b>6,669</b>	<b>22,052,821,333</b>
Net profit for the period	-	-	-	-	-	-	570,592,249	54	570,592,303
<b>Balance as at 30 June 2018</b>	<b>11,953,024,420</b>	<b>5,124,540,729</b>	<b>155,071,397</b>	<b>4,290,251</b>	<b>115,314,704</b>	<b>76,777,703</b>	<b>5,194,387,708</b>	<b>6,724</b>	<b>22,623,413,636</b>

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Separate Balance Sheet (Un-audited)  
as at 30 June 2019

Amount in BDT

Particulars	Note	30 June 2019	31 December 2018
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>	<b>3</b>	<b>18,428,891,782</b>	<b>16,007,300,116</b>
Cash in hand (including foreign currency)		3,248,508,875	2,885,588,822
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)		15,180,382,907	13,121,711,294
<b>Balance with other banks and financial institutions</b>	<b>4</b>	<b>9,165,541,624</b>	<b>8,099,478,106</b>
In Bangladesh		5,841,882,294	6,823,590,588
Outside Bangladesh		3,323,659,330	1,275,887,518
<b>Money at call and on short notice</b>		<b>1,100,000,000</b>	<b>3,970,000,000</b>
<b>Investments</b>	<b>5</b>	<b>37,224,490,556</b>	<b>31,304,385,918</b>
Government securities	5.1	33,171,551,761	27,258,506,647
Other investments		4,052,938,795	4,045,879,271
<b>Loans and advances</b>	<b>6</b>	<b>217,589,799,055</b>	<b>206,929,635,707</b>
Loans, cash credit, overdrafts etc.	6.1	205,916,104,870	194,668,112,000
Bills purchased and discounted	7	11,673,694,185	12,261,523,707
<b>Fixed assets including premises, furniture and fixtures</b>	<b>8</b>	<b>5,450,193,839</b>	<b>5,437,949,308</b>
<b>Other assets</b>	<b>9</b>	<b>11,182,626,907</b>	<b>10,951,058,432</b>
<b>Non-banking assets</b>		<b>373,474,800</b>	<b>373,474,800</b>
<b>Total assets</b>		<b>300,515,018,564</b>	<b>283,073,282,387</b>
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
<b>Borrowing from other banks, financial Institutions and agents</b>	<b>10</b>	<b>11,546,840,690</b>	<b>9,969,432,278</b>
<b>Subordinated debt</b>		<b>2,800,000,000</b>	<b>3,500,000,000</b>
<b>Deposits and other accounts</b>	<b>11</b>	<b>240,855,423,655</b>	<b>226,333,027,803</b>
Current deposit and other accounts		45,704,892,909	40,953,676,543
Bills payable		2,559,916,027	2,066,079,056
Savings bank deposits		23,637,658,907	24,711,065,947
Fixed deposits		168,952,955,812	158,602,206,257
<b>Other liabilities</b>	<b>12</b>	<b>21,982,342,526</b>	<b>21,154,588,088</b>
<b>Total liabilities</b>		<b>277,184,606,871</b>	<b>260,957,048,169</b>
<b>Capital/Shareholders' equity</b>			
Paid up capital	<b>13.2</b>	13,387,387,350	13,387,387,350
Statutory reserve		5,696,418,313	5,696,418,313
General reserve		155,071,397	155,071,397
Revaluation reserve against securities		4,840,548	13,108,847
Revaluation reserve against fixed assets		115,314,704	115,314,704
Surplus in profit and loss account		3,971,379,381	2,748,933,607
<b>Total shareholders' equity</b>		<b>23,330,411,693</b>	<b>22,116,234,218</b>
<b>Total liabilities and shareholders' equity</b>		<b>300,515,018,564</b>	<b>283,073,282,387</b>

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Separate Balance Sheet (Un-audited)  
as at 30 June 2019

Particulars	Note	Amount in BDT	
		30 June 2019	31 December 2018
<b>OFF-BALANCE SHEET ITEMS</b>			
<b>Contingent liabilities</b>		<b>53,951,849,180</b>	<b>60,435,601,239</b>
Acceptances and endorsements		20,038,928,201	23,224,423,401
Letters of guarantee		10,118,261,269	10,228,543,056
Irrevocable letters of credit		13,633,673,374	15,475,413,131
Bills for collection		10,160,986,336	11,507,221,651
Other contingent liabilities		-	-
<b>Other commitments</b>			
Documentary credit and short term trade -related transactions		-	-
Forward assets purchased and forward deposit placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
<b>Total off-balance sheet exposures including contingent liabilities</b>		<b>53,951,849,180</b>	<b>60,435,601,239</b>

*These interim financial reports should be read in conjunction with the annexed notes.*

\_\_\_\_\_  
Chief Financial  
Officer

\_\_\_\_\_  
Company  
Secretary

\_\_\_\_\_  
Managing Director  
& CEO

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

30 July 2019

Dhaka



**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Separate Profit and Loss Account (Un-audited)

for the 2<sup>nd</sup> Quarter ended 30 June 2019

Amount in BDT

Particulars	Note	1 January to 30 June 2019	1 January to 30 June 2018	1 April to 31 June 2019	1 April to 31 June 2018
Interest income	14	11,420,436,651	8,983,959,643	6,258,659,812	4,798,158,974
Interest paid on deposits, borrowings, etc.	15	8,262,202,178	6,968,708,893	4,437,974,916	3,838,480,283
<b>Net interest income</b>		<b>3,158,234,473</b>	<b>2,015,250,750</b>	<b>1,820,684,896</b>	<b>959,678,691</b>
Investment income	16	1,026,983,532	985,760,908	502,149,839	454,518,427
Commission, exchange and brokerage	17	815,023,316	784,155,773	376,760,464	406,820,303
Other operating income		212,823,373	221,638,128	143,876,773	134,898,889
		<b>2,054,830,221</b>	<b>1,991,554,809</b>	<b>1,022,787,076</b>	<b>996,237,618</b>
<b>Total operating income</b>		<b>5,213,064,694</b>	<b>4,006,805,559</b>	<b>2,843,471,972</b>	<b>1,955,916,309</b>
Salary and allowances	18	1,178,707,853	1,194,846,707	597,731,438	628,302,184
Rent, taxes, insurance, electricity, etc.	19	367,774,409	363,340,564	181,107,770	181,564,847
Legal expenses		2,749,377	7,628,230	1,103,183	3,915,235
Postage, stamp, telecommunication, etc.		29,309,149	29,195,900	17,722,939	17,638,862
Stationery, printing, advertisement, etc.		169,733,137	134,219,180	117,794,070	73,897,929
Managing Director's salary		7,560,000	7,560,000	4,267,500	4,267,500
Directors' fees		808,000	728,000	416,000	440,000
Auditors' fees		1,750,000	750,000	1,375,000	430,555
Charges on loan losses		-	109,642,716	-	109,642,716
Depreciation and repair of bank's assets		260,267,387	239,895,291	135,897,717	122,584,965
Other expenses		330,547,922	368,325,817	182,419,332	173,551,366
<b>Total operating expenses</b>		<b>2,349,207,234</b>	<b>2,456,132,404</b>	<b>1,239,834,949</b>	<b>1,316,236,158</b>
<b>Profit/(Loss) before provision</b>		<b>2,863,857,460</b>	<b>1,550,673,155</b>	<b>1,603,637,023</b>	<b>639,680,151</b>
<b>Provision for loans, investments and other assets</b>					
Provision for loans and advance		684,626,538	503,154,826	364,165,837	253,232,097
Provision for diminution in value of investments		129,362,082	136,387,225	(28,169,375)	20,205,262
Other provisions		22,904,973	11,728,124	15,377,281	7,615,135
<b>Total Provision</b>		<b>836,893,592</b>	<b>651,270,175</b>	<b>351,373,742</b>	<b>281,052,493</b>
<b>Profit/(Loss) before taxes</b>		<b>2,026,963,868</b>	<b>899,402,980</b>	<b>1,252,263,280</b>	<b>358,627,657</b>
<b>Provision for taxation</b>					
Current tax		1,100,000,000	375,000,000	650,000,000	25,000,000
Deferred tax expense/(income)		(295,481,906)	150,731,114	(86,904,443)	225,873,157
		<b>804,518,094</b>	<b>525,731,114</b>	<b>563,095,557</b>	<b>250,873,157</b>
<b>Net profit after taxation</b>		<b>1,222,445,774</b>	<b>373,671,867</b>	<b>689,167,723</b>	<b>107,754,500</b>
Retained earnings brought forward from previous year		2,748,933,607	3,184,939,855	2,748,933,607	3,184,939,855
<b>Earnings Per Share (EPS)</b>		<b>0.83</b>	<b>0.25</b>	<b>0.47</b>	<b>0.07</b>

*These interim financial reports should be read in conjunction with the annexed notes.*

Chief Financial  
Officer

Company

Managing Director  
& CEO

Director

Director

30 July 2019

Dhaka

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

Condensed Separate Cash Flow Statement (Un-audited)

for the 2<sup>nd</sup> Quarter ended 30 June 2019

Amount in BDT

Particulars	1 January to 30 June 2019	1 January to 30 June 2018
<b>A. Cash flows from operating activities</b>		
Interest received	12,263,902,175	9,835,654,365
Interest payments	(7,954,397,886)	(6,162,881,475)
Dividend received	20,177,767	32,118,076
Fees and commission received	800,748,844	797,195,864
Recoveries of loans and advances previously written-off	31,499,868	95,149,312
Cash payments to employees	(1,422,506,457)	(1,445,022,114)
Cash payments to suppliers	(207,979,641)	(144,215,431)
Income taxes paid	(871,717,258)	(705,562,966)
Receipts from other operating activities	216,959,671	209,883,084
Payments for other operating activities	(795,187,313)	(820,826,972)
<b>Operating cash flows before changing in operating assets and liabilities</b>	<b>2,081,499,770</b>	<b>1,691,491,744</b>
<b>Increase/(decrease) in operating assets and liabilities</b>		
Statutory deposits	-	-
Loans and advances to other banks	-	-
Loans and advances to customers	(10,378,615,930)	(12,340,277,645)
Other assets	(338,004,651)	74,173,004
Deposits from other banks	2,165,400,403	(10,904,501,712)
Deposits from customers	12,048,993,900	23,748,112,089
Other liabilities	(470,336,212)	113,748,233
	<b>3,027,437,510</b>	<b>691,253,969</b>
<b>Net cash flows from/(used in) operating activities</b>	<b>5,108,937,280</b>	<b>2,382,745,714</b>
<b>B. Cash flows from investing activities</b>		
Net proceeds/(payments) from sale/(purchase) of Government securities	(5,914,566,413)	(3,435,427,228)
Net proceeds/(payments) from sale/(purchase) of securities	(7,059,524)	(128,038,399)
Purchase of property, plant & equipment	(166,959,083)	(2,093,689,828)
Proceeds from sale of property, plant & equipment	1,077,423	1,169,308
<b>Net cash flows from/(used in) investing activities</b>	<b>(6,087,507,597)</b>	<b>(5,655,986,148)</b>
<b>C. Cash flows from financing activities</b>		
Borrowing from other banks, financial institution and agents	1,577,408,412	851,359,110
Dividend paid (cash)	-	-
Payment against lease obligation	(1,095,853)	(1,523,161)
Receipts from issue of Rights share	-	-
<b>Net cash flows from/(used in) financing activities</b>	<b>1,576,312,559</b>	<b>849,835,949</b>
<b>D. Net increase/(decrease) in cash (A+B+C)</b>	<b>597,742,242</b>	<b>(2,423,404,485)</b>
<b>E. Effects of exchange rate changes on cash and cash equivalents</b>	<b>26,659,942</b>	<b>3,538,837</b>
<b>F. Opening balance of cash and cash equivalents</b>	<b>28,079,046,822</b>	<b>29,936,265,327</b>
<b>G. Closing balance of cash and cash equivalents (D+E+F)</b>	<b>28,703,449,006</b>	<b>27,516,399,679</b>
<b>Closing cash and cash equivalents</b>		
Cash in hand	3,248,508,875	2,346,786,046
Balance with Bangladesh Bank and its agents bank	15,180,382,907	14,880,352,222
Balance with other banks and financial institutions	9,165,541,624	7,245,221,711
Money at call and on short notice	1,100,000,000	3,040,000,000
Prize bonds	9,015,600	4,039,700
	<b>28,703,449,006</b>	<b>27,516,399,679</b>

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**  
Condensed Separate Statement of Changes in Equity (Un-audited)  
for the 2<sup>nd</sup> Quarter ended 30 June 2019

Amount in BDT

Particulars	Paid up capital	Statutory reserve	General reserve	Revaluation reserve against securities	Revaluation reserve against fixed assets	Surplus in profit and loss account	Total
Balance as at 1 January 2019	13,387,387,350	5,696,418,313	155,071,397	13,108,847	115,314,704	2,748,933,607	<b>22,116,234,218</b>
Impact of changes in accounting policy	-	-	-	-	-	-	-
<b>Restated balance as at 1 January 2019</b>	<b>13,387,387,350</b>	<b>5,696,418,313</b>	<b>155,071,397</b>	<b>13,108,847</b>	<b>115,314,704</b>	<b>2,748,933,607</b>	<b>22,116,234,218</b>
Surplus/deficit on account of revaluation of investments	-	-	-	(8,268,298)	-	-	<b>(8,268,298)</b>
<b>Net gain and losses not recognized in the income statement</b>	<b>13,387,387,350</b>	<b>5,696,418,313</b>	<b>155,071,397</b>	<b>4,840,548</b>	<b>115,314,704</b>	<b>2,748,933,607</b>	<b>22,107,965,920</b>
Net profit for the period	-	-	-	-	-	1,222,445,774	<b>1,222,445,774</b>
<b>Balance as at 30 June 2019</b>	<b>13,387,387,350</b>	<b>5,696,418,313</b>	<b>155,071,397</b>	<b>4,840,548</b>	<b>115,314,704</b>	<b>3,971,379,381</b>	<b>23,330,411,693</b>
Balance as at 1 January 2018	11,953,024,420	5,124,540,729	155,071,397	6,229,549	115,314,704	3,184,939,855	<b>20,539,120,655</b>
Impact of changes in accounting policy	-	-	-	-	-	-	-
<b>Restated balance as at 1 January 2018</b>	<b>11,953,024,420</b>	<b>5,124,540,729</b>	<b>155,071,397</b>	<b>6,229,549</b>	<b>115,314,704</b>	<b>3,184,939,855</b>	<b>20,539,120,654</b>
Surplus/deficit on account of revaluation of investments	-	-	-	(1,939,298)	-	-	<b>(1,939,298)</b>
<b>Net gain and losses not recognized in the income statement</b>	<b>11,953,024,420</b>	<b>5,124,540,729</b>	<b>155,071,397</b>	<b>4,290,251</b>	<b>115,314,704</b>	<b>3,184,939,855</b>	<b>20,537,181,356</b>
Net profit for the period	-	-	-	-	-	373,671,867	<b>373,671,867</b>
<b>Balance as at 30 June 2018</b>	<b>11,953,024,420</b>	<b>5,124,540,729</b>	<b>155,071,397</b>	<b>4,290,251</b>	<b>115,314,704</b>	<b>3,558,611,722</b>	<b>20,910,853,223</b>

## Notes to the Condensed Interim Financial Report as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

### 1 Legal status and nature of the Bank

#### 1.1 IFIC Bank Limited

IFIC Bank Limited denoted as International Finance Investment and Commerce Bank Limited (hereinafter referred to as "the Bank" / "IFIC"), started its journey in 1976 at the instance of the Government as a joint venture between the Government of Bangladesh and sponsors in the private sector with the objective of working as a finance company. In 1983 when the Government allowed to open up banking in the private sector, the finance company was converted into a full fledged commercial bank and incorporated as a public limited company in Bangladesh under the Companies Act 1913, currently governed under the Banking Companies Act 1991 as amended and rules and regulations issued by Bangladesh Bank. The registered office and principal place of business of the Bank is situated at IFIC Tower, 61, Purana Paltan, Dhaka -1000. Its shares are listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

The Bank has 148 branches and 81 ATM booths with 93 ATMs as on 30 June 2019. The Bank has an Off-shore Banking Unit (OBU) located at Dhaka and also two subsidiary companies namely IFIC Securities Limited and IFIC Money Transfer (UK) Limited (hereinafter together referred to as "the Group"). Moreover, the Bank has investment in two joint venture/associate companies in abroad namely Nepal Bangladesh Bank Limited, Nepal and Oman Exchange LLC, Oman. The Bank has also investment in another company in abroad namely MCB Bank Limited, Pakistan.

#### 1.2 Nature of business activities

The principal activities of the Bank are to provide all types of commercial banking services, within the stipulations laid down by the Banking Companies Act 1991 as amended and directives as received from Bangladesh Bank and other regulatory authorities time to time, through its branches and alternative delivery channels like ATM Booths and Internet Banking etc. During the financial year under review, no significant changes in the nature of the principal activities of the Bank to address.

#### 1.3 Off-shore Banking Unit (OBU)

Off-shore Banking Unit (OBU) is a separate business unit of IFIC Bank Limited. Bank obtained permission for OBU operations from Bangladesh Bank vide its letter no. BRPD (P-3) 744 (104)/2009-4233 dated 17 November 2009. The unit commenced its operation from 10 May 2010. Presently the Bank has one Off-shore Banking Unit in Bangladesh. The OBU is governed under the rules and regulations of Bangladesh Bank. The Financial Statements of the Bank have been prepared including the affairs of OBU.

### 2 Basis of preparation and significant accounting policies

#### 2.1 Basis of preparation

##### 2.1.1 Statement of compliance

The Financial Reporting Act 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 but the Financial Reporting Standards (FRS) under this council is yet to be issued for public interest entities such as banks. The Banking Companies Act as amended to require banks to prepare their financial statements under such financial reporting standards. As the FRS is yet to be issued by FRS hence as per the provisions of the FRA, the consolidated and separate financial statements of the Group and the Bank respectively have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB).

Accordingly the condensed separate and consolidated financial statements of the Group comprising the Bank, its subsidiaries and its associates (hereinafter "the/these financial statements") as at and for the 2<sup>nd</sup> quarter ended 30 June 2019 have been prepared on a going concern basis in accordance with IAS 34: *Interim Financial Reporting*, the "First Schedule" (section 38) of the Banking Companies Act 1991 as amended, BRPD Circular number 14 dated 25 June 2003, other Bangladesh Bank Circulars and International Accounting Standards (IASs) as adopted by the ICAB, Bangladesh Securities and Exchange Rules 1987 and notifications time to time, the Companies Act 1994, Financial Reporting Act 2015, listing regulations of Dhaka and Chittagong Stock Exchanges', except in the circumstances where local regulations differ, and with other applicable laws and regulations applicable in Bangladesh. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Bank since the last annual audited consolidated and separate financial statements as at and for the year ended 31 December 2018. These condensed consolidated and separate interim financial statements does not include all the information required for full annual financial statements prepared in accordance with International Financial Reporting Standards (IFRS).

## 2.1.2 Reporting period

These condensed consolidated and separate financial statements cover 2<sup>nd</sup> quarter from 1 January to 30 June 2019 which has been followed consistently over the years. The reporting period of the subsidiaries and other two joint ventures/associates are also same as that of the Parent i.e. IFIC Bank except NBBL. However the reporting period for financial statements of NBBL has been adjusted with regard to the reporting period of the Parent.

## 2.1.3 Date of authorization

The condensed consolidated and separate interim financial report of the Bank have been authorized for issue by the Board of Directors on 30 July 2019.

## 2.1.4 Functional and presentation currency

The condensed consolidated financial statements of the Group and the separate financial statements of the Bank are presented in Bangladeshi Taka (BDT/Tk.) which is the Group's and the Bank's functional currency. Functional currency of Off-shore Banking Unit and IFIC Money Transfer (UK) Limited is US Dollar (USD) and Great Britain Pound (GBP) respectively. Functional currency for two joint ventures/associates - Oman Exchange LLC and NBBL is Omani Rial and Nepalese Rupee respectively. Financial information presented in BDT has been rounded off to nearest integer, except otherwise indicated. The financial statement and information of the subsidiaries and joint venture/associates whose functional currency is different than that of IFIC Bank Limited has been translated in the presentation currency i.e. BDT as per *IAS 21: The Effects of Changes in Foreign Exchange Rates*, where applicable.

## 2.2 Significant accounting policies

The accounting policies applied by the Bank in this condensed consolidated and separate interim financial statements are the same as those applied by the Bank in its annual audited consolidated and separate financial statements as at and for the year ended 31 December 2018.

## 2.3 Cash flow statement

Cash flow statement has been prepared in accordance with *IAS 7: Statement of Cash Flows*, and under the guideline of Bangladesh Bank, BRPD circular no. 14 dated 25 June 2003. As per BRPD circular no. 14, banks are not guided to disclose a reconciliation of net income or net profit with cash flows from operating activities making adjustments for non-cash items, for nonoperation items and for the net changes in operating accruals.

## 2.4 Comparatives and reclassification

Comparative information have been disclosed in respect of 2018 for all numerical information in the condensed consolidated and separate financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period interim financial statements. The Bank did not restate its comparative figures which affect the related implications of *IAS 1: Presentation of Financial Statements*.

To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/reclassified whenever considered necessary to conform to current period's presentation.

## 2.5 Events after the reporting period

### Authorized Capital

Shareholders of the Bank has approved increased of authorized capital of the Bank to BDT 40,000,000,000 divided into 4,000,000,000 no. of shares in the Extra Ordinary General Meeting of the Bank held on 4 July 2019. Subsequently the Bank has received the consent from Bangladesh Bank and yet to receive the certified copy from RJSC.

### Stock Dividend

Shareholders of the Bank has approved 10% stock dividend in the 42<sup>nd</sup> Annual General Meeting of the Bank held on 4 July 2019 for the year ended 31 December 2018, which was recommended by the Board of Directors in its 749<sup>th</sup> Meeting held on 29 April 2019. The approved stock dividend were credited to the eligible shareholders' BO Accounts through CDBL on 14 July 2019. As a result total paid up capital of the Bank stands at BDT 14,726,126,080 (1,472,612,608 no. of shares) as at 14 July 2018. Necessary adjustment was made in Earnings Per Share (EPS) presented in the Financial Statements for the 2<sup>nd</sup> quarter ended 30 June 2019 as per *IAS 33: Earnings Per Share*. Net Asset Value per Share (NAV) and Net Operating Cash Flow Per Share (NOCFPS) also restated accordingly.

Notes to the Condensed Interim Financial Report  
as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

		Amount in BDT	
		30 June 2019	31 December 2018
<b>3</b>	<b>Cash</b>		
	Cash in hand (including foreign currency)	3,248,508,875	2,885,588,822
	Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	15,180,382,907	13,121,711,294
		<b>18,428,891,782</b>	<b>16,007,300,116</b>
<b>3.a</b>	<b>Consolidated cash in hand (including foreign currency)</b>		
	IFIC Bank Limited	3	3,248,508,875
	IFIC Securities Limited		10,427
	IFIC Money Transfer (UK) Limited		7,163,248
			<b>2,885,588,822</b>
		<b>3,255,682,550</b>	<b>2,899,030,289</b>
<b>3.b</b>	<b>Consolidated Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)</b>		
	IFIC Bank Limited	3	15,180,382,907
	IFIC Securities Limited		-
	IFIC Money Transfer (UK) Limited		-
			<b>13,121,711,294</b>
		<b>15,180,382,907</b>	<b>13,121,711,294</b>
		<b>18,436,065,457</b>	<b>16,020,741,583</b>
<b>4</b>	<b>Balance with other banks and financial institutions</b>		
	In Bangladesh	5,841,882,294	6,823,590,588
	Outside Bangladesh	3,323,659,330	1,275,887,518
		<b>9,165,541,624</b>	<b>8,099,478,106</b>
<b>4.a</b>	<b>Consolidated balance with other banks and financial institutions In Bangladesh</b>		
	IFIC Bank Limited	4	5,841,882,294
	IFIC Securities Limited		204,722,357
	IFIC Money Transfer (UK) Limited		-
			<b>6,046,604,651</b>
	Less: Inter -company transaction		(204,722,357)
			<b>6,823,590,588</b>
<b>4.b</b>	<b>Outside Bangladesh</b>		
	IFIC Bank Limited	4	3,323,659,330
	IFIC Securities Limited		-
	IFIC Money Transfer (UK) Limited		8,380,366
			<b>1,275,887,518</b>
		<b>3,332,039,696</b>	<b>1,295,390,329</b>
	Less: Inter -company transaction		-
		<b>3,332,039,696</b>	<b>1,295,390,329</b>
		<b>9,173,921,990</b>	<b>8,118,980,917</b>
<b>5</b>	<b>Investments</b>		
	Government Securities	5.1	33,171,551,761
	Other Investments		4,052,938,795
			<b>27,258,506,647</b>
		<b>37,224,490,556</b>	<b>31,304,385,918</b>
<b>5.1</b>	<b>Government securities</b>		
	Treasury bills		14,767,150,856
	Treasury bonds		18,395,385,305
	Prize bond		9,015,600
			<b>12,498,053,088</b>
			<b>14,758,184,959</b>
			<b>2,268,600</b>
		<b>33,171,551,761</b>	<b>27,258,506,647</b>

Notes to the Condensed Interim Financial Report  
as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

		Amount in BDT	
	Note	30 June 2019	31 December 2018
<b>5.a Consolidated Government Securities</b>			
IFIC Bank Limited	5.1	33,171,551,761	27,258,506,647
IFIC Securities Limited		-	-
IFIC Money Transfer (UK) Limited		-	-
		<b>33,171,551,761</b>	<b>27,258,506,647</b>
<b>5.b Consolidated other investments</b>			
IFIC Bank Limited	5	4,052,938,795	4,045,879,271
IFIC Securities Limited		68,883,095	70,782,190
IFIC Money Transfer (UK) Limited		-	-
Less: Book value of investment in joint venture/associate-NBBL		(2,425,671,897)	(2,411,533,806)
Less: Book value of investment in joint venture/associate -OE LLC		(19,207,019)	(19,070,638)
Add: Investment in NBBL under equity method		3,973,741,356	3,667,144,961
Add: Investment in OE LLC under equity method		57,022,794	52,691,476
		<b>5,707,707,124</b>	<b>5,405,893,454</b>
		<b>38,879,258,885</b>	<b>32,664,400,101</b>
<b>6 Loans and advances</b>			
Loans, cash credit, overdraft etc.	6.1	205,916,104,870	194,668,112,000
Bill purchased and discounted	7	11,673,694,185	12,261,523,707
		<b>217,589,799,055</b>	<b>206,929,635,707</b>
<b>6.1 Loans, cash credit, overdraft etc.</b>			
<b>Inside Bangladesh</b>			
Term loan		74,263,414,610	70,942,502,649
Agricultural loan		2,740,201,962	3,307,816,634
House building loans		33,431,294,278	32,118,754,920
Staff loan		1,559,394,015	1,616,151,683
Transport loan		47,546,260	175,128,847
Loan general		3,287,209,648	3,478,838,901
Demand loan, overdrafts, cash credit		81,948,356,395	73,477,258,754
Credit card finance		167,984,752	218,924,160
Loan against trust receipt (LTR)		5,751,859,848	7,269,614,377
Lease Finance		379,396,202	399,773,603
		<b>203,576,657,969</b>	<b>193,004,764,528</b>
<b>Off-shore banking unit</b>		2,339,446,901	1,663,347,472
		<b>205,916,104,870</b>	<b>194,668,112,000</b>
<b>6.a Consolidated loans and advance</b>			
<b>Loans, cash credit, overdraft etc.</b>			
IFIC Bank Limited	6.1	205,916,104,870	194,668,112,000
IFIC Securities Limited		3,929,574,827	4,002,656,028
IFIC Money Transfer (UK) Limited		-	-
		209,845,679,697	198,670,768,028
Less: Inter-company transactions		-	-
		<b>209,845,679,697</b>	<b>198,670,768,028</b>
<b>7 Bills purchased and discounted</b>			
Payable in Bangladesh		10,719,528,952	10,820,366,348
Payable outside Bangladesh		823,931,277	905,588,542
		<b>11,543,460,229</b>	<b>11,725,954,890</b>
<b>Off-shore banking unit</b>		130,233,956	535,568,817
		<b>11,673,694,185</b>	<b>12,261,523,707</b>

Notes to the Condensed Interim Financial Report  
as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

		Amount in BDT	
	Note	30 June 2019	31 December 2018
<b>7.a Consolidated bills purchased and discounted</b>			
IFIC Bank Limited	7	11,673,694,185	12,261,523,707
IFIC Securities Limited		-	-
IFIC Money Transfer (UK) Limited		-	-
		<b>11,673,694,185</b>	<b>12,261,523,707</b>
<b>8 Fixed assets including premises, furniture and fixtures</b>			
<b>Cost/revalued:</b>			
Land		2,423,609,559	2,423,609,559
Buildings and premises		1,902,617,204	1,902,617,204
Wooden furniture		256,651,869	254,995,657
Steel furniture		74,534,216	69,355,032
Computer equipment		861,468,484	834,234,736
Office equipment		236,549,232	227,658,391
Electrical & gas equipment		878,739,776	872,562,106
Leasehold improvement		303,300,795	295,691,386
Vehicles		147,120,116	134,040,330
Leased vehicles		47,600,000	47,600,000
Soft furnishing		12,727,660	11,764,626
Software		563,206,515	554,133,463
		<b>7,708,125,425</b>	<b>7,628,262,489</b>
Capital work in progress		263,014,936	195,116,279
		<b>7,971,140,360</b>	<b>7,823,378,768</b>
Less: Accumulated depreciation		(2,520,946,522)	(2,385,429,459)
<b>Written down value</b>		<b>5,450,193,839</b>	<b>5,437,949,308</b>
<b>8.a Consolidated fixed assets including premises, furniture and fixtures</b>			
IFIC Bank Limited	8	5,450,193,839	5,437,949,308
IFIC Securities Limited		4,135,421	4,255,186
IFIC Money Transfer (UK) Limited		3,111,340	3,630,900
		<b>5,457,440,600</b>	<b>5,445,835,394</b>
<b>9 Other Assets</b>			
Stationery and stamps		37,544,554	32,367,261
Suspense account		1,136,197,460	828,249,291
Advance, deposit and prepayments		5,316,516,642	5,408,142,054
Accrued interest & other income receivable		1,139,757,858	980,553,915
Investment in subsidiaries		2,232,175,840	2,231,793,790
Deferred tax assets	9.1	1,199,277,162	903,795,256
Revaluation account FDBP		1,791,292	1,791,292
Receivable others		110,910,916	376,975,003
		<b>11,174,171,724</b>	<b>10,763,667,862</b>
Off-shore banking unit		8,455,183	187,390,570
		<b>11,182,626,907</b>	<b>10,951,058,432</b>
<b>9.1 Deferred tax assets</b>			
Deferred tax assets have been recognized and measured as per International Accounting Standards (IAS)-12: Income Taxes and BRPD Circular no. 11 dated 12 December 2011 based on temporary difference in the carrying amount of the assets and liabilities in the financial statements and its tax base. Calculation of deferred tax assets is as follows:			
Deferred tax assets	i	1,387,065,487	1,168,882,916
Deferred tax liabilities	ii	(187,788,324)	(265,087,660)
<b>Deferred tax assets/(liabilities)</b>		<b>1,199,277,162</b>	<b>903,795,256</b>
<b>i) Deferred tax on provision for loans and advances classified as doubtful and bad &amp; loss</b>			
Carrying amount		3,698,841,298	3,117,021,110
Tax base		-	-
Deductible/(taxable) temporary difference		3,698,841,298	3,117,021,110
Tax rate		37.50%	37.50%
Closing deferred tax assets/(liabilities)		1,387,065,487	1,168,882,916
Opening deferred tax assets/(liabilities)		1,168,882,916	1,334,667,576
Deferred tax (expense)/income (A)		<b>218,182,570</b>	<b>(165,784,660)</b>



Notes to the Condensed Interim Financial Report  
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Amount in BDT

	Note	30 June 2019	31 December 2018
<b>ii) Deferred tax on fixed assets</b>			
Carrying amount		2,746,209,456	2,873,948,596
Tax base		2,245,440,591	2,167,048,168
Deductible/(Taxable) temporary difference		<b>500,768,865</b>	<b>706,900,427</b>
Tax rate		37.50%	37.50%
Closing deferred tax assets/(liabilities)		<b>(187,788,324)</b>	<b>(265,087,660)</b>
Opening deferred tax assets/(liabilities)		(265,087,660)	(221,718,666)
Deferred tax (expense)/income (B)		<b>77,299,336</b>	<b>(43,368,994)</b>
Deferred tax (expense)/income (A+B)		<b>295,481,906</b>	<b>(209,153,654)</b>
<b>9.a Consolidated other assets</b>			
IFIC Bank Limited	9	11,182,626,907	10,951,058,432
Less: Investment in IFIC Securities Limited		(2,199,994,000)	(2,199,994,000)
Less: Investment in IFIC Money Transfer (UK) Limited		(32,181,840)	(31,799,790)
		<b>8,950,451,067</b>	<b>8,719,264,642</b>
IFIC Securities Limited		310,511,645	283,186,384
IFIC Money Transfer (UK) Limited		642,242	609,496
		<b>9,261,604,954</b>	<b>9,003,060,522</b>
<b>10 Borrowing from other banks, financial institutions and agents</b>			
In Bangladesh		7,659,840,690	7,871,932,278
Outside Bangladesh		3,887,000,000	2,097,500,000
		<b>11,546,840,690</b>	<b>9,969,432,278</b>
<b>10.a Consolidated borrowing from other banks, Financial institutions and agents</b>			
<b>In Bangladesh</b>			
IFIC Bank Limited	10	7,659,840,690	7,871,932,278
IFIC Securities Limited		-	-
IFIC Money Transfer (UK) Limited		-	-
		<b>7,659,840,690</b>	<b>7,871,932,278</b>
Less: Inter-company transactions		-	-
		<b>7,659,840,690</b>	<b>7,871,932,278</b>
<b>Outside Bangladesh</b>			
IFIC Bank Limited	10	3,887,000,000	2,097,500,000
IFIC Securities Limited		-	-
IFIC Money Transfer (UK) Limited		-	-
		3,887,000,000	2,097,500,000
		<b>11,546,840,690</b>	<b>9,969,432,278</b>
<b>11 Deposits and other accounts</b>			
Current deposit and other accounts		45,704,892,909	40,953,676,543
Bills payable		2,559,916,027	2,066,079,056
Savings bank deposits		23,637,658,907	24,711,065,947
Fixed Deposits		168,952,955,812	158,602,206,257
		<b>240,855,423,655</b>	<b>226,333,027,803</b>
<b>11.a Consolidated deposits and other accounts</b>			
IFIC Bank Limited	11	240,855,423,655	226,333,027,803
IFIC Securities Limited		24,624,366	41,192,225
IFIC Money Transfer (UK) Limited		-	-
		<b>240,880,048,021</b>	<b>226,374,220,028</b>
Less: Inter -company transactions		(204,722,357)	(145,670,986)
		<b>240,675,325,664</b>	<b>226,228,549,042</b>

**Notes to the Condensed Interim Financial Report  
as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019**

		Amount in BDT	
	Note	30 June 2019	31 December 2018
<b>12 Other liabilities</b>			
Provision for loans and advance		6,627,401,217	5,953,922,677
Provision for diminution in value of investments		654,265,270	524,903,189
Provision for others		409,788,578	386,883,605
Provision for taxation		6,717,502,199	6,634,055,867
Interest suspense accounts		6,907,005,843	6,286,303,850
Incentive bonus		4,261,396	240,500,000
Rebate to good borrowers		21,870,000	21,870,000
Interest payable on borrowing and bond		46,971,090	48,264,200
Accrued expenses		35,198,670	29,470,225
Withholding Tax payable to government *		162,430,785	278,926,291
Withholding VAT payable to government *		61,860,431	71,091,971
Excise duty payable to government *		7,819,399	176,133,961
Dividend		2,814,447	2,814,447
Revaluation of investment abroad		30,946,297	30,946,297
Sale proceeds of PSP & TC		172,389,672	357,561,049
Buying house commission		11,628,546	12,770,725
Govt. RMG fund *		1,649,820	1,254,676
Others		106,538,866	96,915,058
		<b>21,982,342,526</b>	<b>21,154,588,088</b>
* Subsequently deposited to government exchequer.			
<b>12.a Consolidated other liabilities</b>			
IFIC Bank Limited	12	21,982,342,526	21,154,588,088
IFIC Securities Limited		1,973,388,220	1,965,256,165
IFIC Money Transfer (UK) Limited		12,663,018	33,300,107
		<b>23,968,393,764</b>	<b>23,153,144,360</b>
<b>13 Share Capital</b>			
<b>13.1 Authorized Capital</b>			
2,000,000,000 ordinary shares of Taka 10 each		20,000,000,000	20,000,000,000
<b>13.2 Issued, subscribed and fully paid up capital</b>			
8,000,000 ordinary shares of Taka 10 each issued for cash		80,000,000	80,000,000
4,400,000 ordinary shares of Taka 10 each issued as rights share		44,000,000	44,000,000
563,821,907 ordinary shares of Taka 10 each issued as rights share		5,638,219,070	5,638,219,070
762,516,828 ordinary shares of Taka 10 each issued for bonus share		7,625,168,280	7,625,168,280
		<b>13,387,387,350</b>	<b>13,387,387,350</b>
<b>13.3 Issued, subscribed and fully paid up Capital-Shareholders' Category</b>			
900,321,109 [Year 2018: 900,321,109 ordinary shares of Taka 10 each fully paid held by the Sponsors, Directors, Institutions, Foreign investors & General Public.		9,003,211,090	9,003,211,090
438,417,626 [Year 2018: 438,417,626] ordinary shares of Taka 10 each fully paid held by the Government of the People's Republic of Bangladesh.		4,384,176,260	4,384,176,260
		<b>13,387,387,350</b>	<b>13,387,387,350</b>

Notes to the Condensed Interim Financial Report  
as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

		Amount in BDT	
	Note	1 January to 30 June 2019	1 January to 30 June 2018
<b>14 Interest income</b>			
Term loan		3,788,590,403	2,545,116,868
Agricultural Loan		134,983,889	106,898,108
House building loan		1,782,701,462	1,599,079,609
Staff loan		47,690,684	33,433,285
Transport loan		13,805,029	18,703,117
Loan general		83,910,694	73,290,100
Demand loan		398,526,337	295,329,949
Overdraft		2,748,978,538	2,028,895,113
Cash credit		1,304,849,120	1,320,570,253
Credit card		12,392,502	19,626,472
Loan against trust receipt (LTR)		395,031,875	370,648,168
Documentary bill purchased (Inland & Foreign)		112,298,943	88,380,434
Payment against documents		382,689,764	279,730,515
Balance with other banks and financial institutions		105,168,422	141,278,037
Overdue interest		40,935,841	24,349,359
Lease finance		28,126,710	36,661,733
		<b>11,380,680,213</b>	<b>8,981,991,120</b>
Off-shore banking unit		39,756,438	1,968,523
		<b>11,420,436,651</b>	<b>8,983,959,643</b>
<b>14.a Consolidated interest income</b>			
IFIC Bank Limited	14	11,420,436,651	8,983,959,643
IFIC Securities Limited		26,296,041	23,015,147
IFIC Money Transfer (UK) Limited		-	-
		<b>11,446,732,692</b>	<b>9,006,974,790</b>
Less: Inter-company interest income		-	-
		<b>11,446,732,692</b>	<b>9,006,974,790</b>
<b>15 Interest paid on deposits, borrowings etc.</b>			
Interest paid on deposits		7,814,032,595	6,701,913,514
Interest paid on borrowings		448,169,583	266,795,379
		<b>8,262,202,178</b>	<b>6,968,708,893</b>
<b>15.a Consolidated interest paid on deposits, borrowings etc.</b>			
IFIC Bank Limited	15	8,262,202,178	6,968,708,893
IFIC Securities Limited		-	-
IFIC Money Transfer (UK) Limited		-	-
		<b>8,262,202,178</b>	<b>6,968,708,893</b>
Less: Inter -company interest paid		(6,348)	-
		<b>8,262,195,830</b>	<b>6,968,708,893</b>
<b>16 Investment income</b>			
Interest income		1,002,669,467	953,635,582
Non interest income		24,314,065	32,125,326
		<b>1,026,983,532</b>	<b>985,760,908</b>
<b>16.a Consolidated investment income</b>			
IFIC Bank Limited	16	1,026,983,532	985,760,908
IFIC Securities Limited		4,444,661	8,371,392
IFIC Money Transfer (UK) Limited		-	-
Less: Dividend received from associates (NBBL)		(262,236)	-
		<b>1,031,165,957</b>	<b>994,132,300</b>

Notes to the Condensed Interim Financial Report  
as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

		Amount in BDT	
	Note	1 January to 30 June 2019	1 January to 30 June 2018
<b>17 Commission, exchange and brokerage</b>			
Commission		451,272,346	450,698,692
Exchange gain/(loss)		363,750,970	333,457,081
		<b>815,023,316</b>	<b>784,155,773</b>
<b>17.a Consolidated commission, exchange and brokerage</b>			
IFIC Bank Limited	17	815,023,316	784,155,773
IFIC Securities Limited		11,386,214	8,997,158
IFIC Money Transfer (UK) Limited		20,931,620	10,255,260
Less: Exchange (gain)/loss for investment in associate (NBBL)		(14,138,091)	(23,563,486)
Less: Exchange (gain)/loss for investment in associate (OE LLC)		(136,381)	(227,302)
		<b>833,066,678</b>	<b>779,617,403</b>
<b>18 Salaries and allowances</b>			
Basic salary		555,853,962	531,221,952
House rent allowance		238,318,696	231,956,272
Conveyance allowance		31,498,191	28,107,278
Medical allowances		53,325,031	51,643,514
Entertainment allowance		24,853,674	29,007,717
Other allowances		46,825,525	51,702,627
Leave encashment		10,015,841	3,755,074
Festival bonus		85,386,538	103,693,657
Leave fare assistant		50,984,626	53,254,606
Provident fund- Bank's contribution		51,645,769	50,504,010
Contribution to gratuity fund		30,000,000	60,000,000
		<b>1,178,707,853</b>	<b>1,194,846,707</b>
Number of employees for the 2 <sup>nd</sup> quarter ended 30 June 2019 who were paid remuneration less than Tk. 36,000 was nil (Q2 2018: nil). Total number of employees employed in the Bank at the 2 <sup>nd</sup> quarter ended 30 June 2019 were 2,546 (Q2 2018:2,482).			
<b>18.a Consolidated salaries and allowances</b>			
IFIC Bank Limited	18	1,178,707,853	1,194,846,707
IFIC Securities Limited		6,590,329	6,110,153
IFIC Money Transfer (UK) Limited		4,369,090	4,211,535
		<b>1,189,667,272</b>	<b>1,205,168,395</b>
<b>19 Rent, taxes, insurance, electricity etc.</b>			
Rent paid		229,652,595	228,704,804
Rates & taxes		3,037,902	8,743,254
Insurance premium		95,790,454	88,569,797
Electricity & water		39,293,458	37,322,709
		<b>367,774,409</b>	<b>363,340,564</b>
<b>19.a Consolidated rent, taxes, insurance, electricity etc.</b>			
IFIC Bank Limited	19	367,774,409	363,340,564
IFIC Securities Limited		3,757,848	3,256,130
IFIC Money Transfer (UK) Limited		5,628,783	3,241,399
		<b>377,161,040</b>	<b>369,838,093</b>
<b>20 Earnings Per Share (EPS)*</b>			
Net profit after tax		1,222,445,774	373,671,867
Number of ordinary shares outstanding	2.5	1,472,612,608	1,472,612,608
<b>Earning Per Share (EPS)</b>		<b>0.83</b>	<b>0.25</b>
<b>20.a Consolidated Earnings Per Share (EPS)*</b>			
Net profit after tax attributable to equity holders of the Bank		1,487,066,947	573,589,241
Number of ordinary shares outstanding	2.5	1,472,612,608	1,472,612,608
<b>Consolidated Earning Per Share (EPS)</b>		<b>1.01</b>	<b>0.39</b>

Notes to the Condensed Interim Financial Report  
as at and for the 2<sup>nd</sup> Quarter ended 30 June 2019

		Amount in BDT	
		1 January to 30 June 2019	1 January to 30 June 2018
		Note	
<b>21</b>	<b>Net Operating Cash Flow per Share*</b>		
	Net cash flows from operating activities		5,108,937,280
	Number of ordinary shares outstanding	2.5	1,472,612,608
	<b>Net Operating Cash Flow per Share</b>		<b>3.47</b>
<b>21.a</b>	<b>Consolidated Net Operating Cash Flow per Share*</b>		
	Consolidated net cash flows from operating activities		5,086,373,718
	Number of ordinary shares outstanding	2.5	1,472,612,608
	<b>Consolidated Net Operating Cash Flow per Share</b>		<b>3.45</b>
<b>22</b>	<b>Net Asset Value (NAV) per Share*</b>		
	Net assets value at the end of the period		23,330,411,693
	Number of ordinary shares outstanding	2.5	1,472,612,608
	<b>Net Asset Value (NAV) per Share</b>		<b>15.84</b>
<b>22.a</b>	<b>Consolidated Net Asset Value (NAV) per Share*</b>		
	Net assets value at the end of the period attributable to equity holders of the Bank		25,210,573,579
	Number of ordinary shares outstanding	2.5	1,472,612,608
	<b>Consolidated Net Asset Value (NAV) per Share</b>		<b>17.12</b>

\* Previous period's figure has been restated.