

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Financial Position (Balance Sheet)
as at 31 December 2021

Amount in Taka		
	(Unaudited)	(Audited)
	December 31, 2021	June 30, 2021
<u>Property and Assets</u>		
Cash and Bank Balances	10,959,733,592	16,712,909,535
Investments:	138,889,860,101	140,394,554,616
Government	442,300,000	442,300,000
Others	138,447,560,101	139,952,254,616
Loans and Advances:	30,437,375,699	32,362,742,428
Margin Loan – Secured	9,111,045,605	10,011,891,371
Unit & Mutual Fund Advance Account – Secured	421,756,175	421,457,610
Consumer Credit Scheme	831,735	856,725
Debenture Loan	21,225,208	21,225,208
Lease Receivables	584,678,085	666,641,723
Advance against Equity	432,875,225	432,875,225
Purchase of Debenture	4,483,572,217	4,494,377,834
Purchase of Bond	12,040,891,250	13,012,630,985
Other Loans and Advances	3,340,500,199	3,300,785,749
Property and Equipment (at cost less depreciation)	888,967,132	963,165,722
Other Assets	12,003,966,763	10,279,874,905
Total Assets	193,179,903,286	200,713,247,206
<u>Liabilities and Capital</u>		
Liabilities		
Borrowings:	13,998,168,182	8,918,168,182
Government Loan	6,638,168,182	2,638,168,182
Borrowings From Different Banks	7,360,000,000	6,280,000,000
Deposits	92,978,239,631	103,675,893,963
ICB Subordinated Bond	13,100,000,000	15,900,000,000
Other Liabilities and Provisions	28,310,173,143	27,917,162,211
Carried forward	148,386,580,957	156,411,224,357

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Financial Position (Balance Sheet) (Contd.)
as at 31 December 2021

	Amount in Taka	
	(Unaudited)	(Audited)
	December 31, 2021	June 30, 2021
Brought forward	148,386,580,957	156,411,224,357
Capital / Shareholders' Equity	44,793,253,727	44,301,956,925
Paid-up Capital	8,058,155,274	8,058,155,273
Share Premium	7,356,102,539	7,356,102,539
General Reserve	7,982,389,853	7,731,844,936
Revaluation Reserve for Investment	-	-
Reserve for Future Diminution of Securities	8,093,143,210	7,993,143,210
Other Reserves	8,377,803,895	8,280,167,876
Retained Earnings	4,925,658,955	4,882,543,091
Non-controlling interest	68,603	65,925
Total Liabilities and Shareholders' Equity	193,179,903,286	200,713,247,206
Off-Balance Sheet Items:		
Contingent Liabilities:		
Guarantee to DSE & CSE on behalf of ISTCL	300,000,000	-
	300,000,000	-
Total Off-Balance Sheet Items	300,000,000	-
Net Asset Value per Share	55.59	54.98

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, January 27, 2022

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Comprehensive Income (Profit and Loss Account)
For the half year ended 31 December 2021
(UNAUDITED)

	for the half year ended 31 December		for the 2nd quarter ended 31 December	
	December 31, 2021 Taka	December 31, 2020 Taka	December 31, 2021 Taka	December 31, 2020 Taka
Operating Income				
Interest Income	1,351,990,796	1,258,106,368	837,624,101	579,139,668
Less: Interest paid on Deposits, Borrowings, etc.	4,241,768,131	5,172,770,509	2,089,449,667	2,556,961,681
Net Interest Income	(2,889,777,335)	(3,914,664,142)	(1,251,825,566)	(1,977,822,013)
Dividend	1,910,823,245	2,270,583,005	1,699,199,944	1,631,669,952
Capital Gain	5,123,139,434	3,120,692,562	2,290,809,895	1,241,527,111
Fees, Commissions & Service Charges	1,300,122,610	730,239,216	655,826,428	371,444,861
Other Operating Income	5,423,463	9,698,395	1,727,987	8,661,987
Total Operating Income (a)	5,449,731,416	2,216,549,037	3,395,738,688	1,275,481,898
Operating Expenses				
Salary and Allowances	606,820,593	522,841,477	270,026,604	288,299,907
Rent, Taxes, Insurance, Electricity, etc.	13,856,697	69,388,294	7,476,350	33,731,163
Legal Expenses	1,977,689	1,134,652	1,689,684	632,230
Postage, Stamps, Telegram & Telephone	1,803,845	2,076,835	1,137,116	1,212,443
Auditors' Fees	200,750	339,250	63,250	207,500
Stationary, Printing, Advertisement, etc.	11,650,007	11,508,977	8,363,504	8,586,005
Directors' Fees & Allowances	2,806,150	2,094,000	1,738,150	1,211,600
Repair, Maintenance & Depreciation-Premises & Equipment	98,284,580	48,050,199	50,425,197	24,123,363
Brokerage	119,491,924	74,508,066	36,758,572	35,951,787
Other Operating Expenses	94,574,215	67,168,870	63,333,609	36,921,987
Total Operating Expenses (b)	951,466,450	799,110,619	441,012,037	430,877,984
Operating Profit (a-b)	4,498,264,966	1,417,438,418	2,954,726,652	844,603,914
Add: Non-operating Income	234,564	1,016,664	117,282	899,382
Profit before Provision ©	4,498,499,530	1,418,455,082	2,954,843,934	845,503,296
Provision against Loans and Advances	782,064,618	85,000,000	667,310,011	70,000,000
Provision against Off balance Sheet Items	3,000,000	-	-	-
Provision Against Other Assets	74,914,489	200,000,000	27,200,000	200,000,000
Provision against Investments	1,440,000,000	110,000,000	1,040,000,000	80,000,000
Provision for VAT Against Fees & Commissions	78,276,132	45,825,762	45,116,017	22,945,345
Total Provision (d)	2,378,255,239	440,825,762	1,779,626,028	372,945,345
Profit before Tax (c-d)	2,120,244,291	977,629,320	1,175,217,906	472,557,951
Less: Provision for Taxation	719,406,517	356,659,000	342,318,766	155,517,515
Net Profit After Tax	1,400,837,774	620,970,320	832,899,140	317,040,436
Less: Minority Interest	3,422	2,154	1,000	1,404
Net Profit Available for Appropriation	1,400,834,353	620,968,166	832,898,140	317,039,032
Earnings Per Share (EPS)	1.74	0.77	1.03	0.39

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts
Dhaka, January 27, 2022

Sd/-
Company Secretary

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Cash Flow Statement (Unaudited)

For the half year ended 31 December 2021

	Amount in Taka	
	December 31, 2021	December 31, 2020
Cash flow from operating activities:		
Interest Received	1,289,608,923	1,082,752,527
Interest Paid	(4,915,398,828)	(6,847,451,280)
Received from capital gain on sale of listed companies shares	5,123,139,434	3,120,692,562
Dividend Received	1,022,013,817	1,743,789,017
Fees & Commissions Received	1,415,707,227	609,439,875
Cash Paid to Employees	(595,121,277)	(486,349,658)
Cash Paid to Suppliers	(316,317,680)	(218,605,923)
Cash Received from Other operating activities	5,658,027	10,715,059
Cash Paid for Other operating activities	(216,872,288)	(143,770,936)
Cash Flow before changes in Operating Assets & Liabilities	2,812,417,355	(1,128,788,756)
Changes in Operating Assets & Liabilities		
(Increase)/Decrease in Loans & Advances	1,925,366,730	257,576,997
(Increase)/Decrease in Investment in other Institutions	-	-
(Increase)/Decrease in other Assets	(786,010,623)	(6,035,804,845)
Increase/(Decrease) in Deposit Received from Banks	2,280,000,000	(242,248,070)
Increase/(Decrease) in Deposit received from Other Depositors	(10,697,654,332)	(2,952,395,479)
Increase/(Decrease) in other Liabilities	(2,232,116,362)	5,063,246,387
	(9,510,414,588)	(3,909,625,010)
Net Cash from Operating Activities	(6,697,997,233)	(5,038,413,766)
Cash Flow from Investment Activities:		
Cash inflow from Sale of Securities	14,800,800,507	13,920,220,973
Cash outflow for Purchase of Securities	(13,256,394,194)	(7,380,158,101)
Cash outflow for Purchase of Fixed Asset	74,198,591	37,781,316
Net Cash Used in Investment Activities	1,618,604,903	6,577,844,188
Cash Received from Financing Activities		
Dividend paid/received in Cash	(673,783,613)	-
Net Cash Used in Financing Activities	(673,783,613)	-
Net Increase/(Decrease) in Cash and Cash Equivalent	(5,753,175,943)	1,539,430,423
Cash and Cash Equivalent at beginning of the year	16,712,909,535	11,249,626,720
Closing Cash and Cash Equivalent at end of the year	10,959,733,592	12,789,056,142
Net Operating Cash Flow Per Share (NOCFPS)	(8.31)	(6.25)

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, January 27, 2022

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Changes in Equity (Unaudited)
For the half year ended 31 December 2021

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Reserve for Future Diminution of Securities	Other Reserves	Retained Earnings	Non Controlling Interest	Total
Balance as at 01 July 2021	8,058,155,273	7,356,102,539	7,731,844,936	7,993,143,210	8,280,167,876	4,882,543,091	65,925	44,302,022,849
Prior year adjustment	-	-	-	-	-	-	-	-
Issue of Bonus Shares	-	-	-	-	-	-	-	-
Cash Dividend for FY 2020-21	-	-	-	-	-	(886,397,080)	-	(886,397,080)
Net Profit for the year after tax	-	-	-	-	-	1,400,834,353	3,422	1,400,837,774
Amount Transferred to Different Reserve	-	-	250,544,918	100,000,000	97,636,019	(448,180,937)	-	-
Adjustment of Revaluation Reserve	-	-	-	-	-	-	-	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	(23,141,154)	-	(23,141,154)
Adjustment made during the year	-	-	-	-	-	683	(743)	(60)
Balance as at 31 December 2021	8,058,155,273	7,356,102,539	7,982,389,853	8,093,143,210	8,377,803,895	4,925,658,955	68,603	44,793,322,329

Consolidated Statement of Changes in Equity (Unaudited)
For the half year ended 31 December 2020

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Reserve for Future Diminution of Securities	Other Reserves	Retained Earnings	Non Controlling Interest	Total
Balance as at 01 July 2020	7,674,433,594	7,739,824,219	7,550,000,827	7,850,050,656	8,553,428,919	4,225,931,346	65,703	43,593,735,262
Prior year adjustment	-	-	-	-	-	-	-	-
Issue of Bonus Shares @5% for FY 2019-20	383,721,680	(383,721,680)	-	-	-	-	-	-
Cash Dividend Paid - FY 2019-20	-	-	-	-	(383,721,680)	-	-	(383,721,680)
Net Profit for the year after tax	-	-	-	-	-	620,968,166	2,154	620,970,320
Amount Transferred to Different Reserve	-	-	181,844,109	143,092,554	110,460,637	(435,397,300)	-	-
Adjustment of Revaluation Reserve	-	-	-	-	-	-	-	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	(12,176,129)	-	(12,176,129)
Adjustment made during the year	-	-	-	-	-	191	(248)	(57)
Balance as at 31 December 2020	8,058,155,274	7,356,102,539	7,731,844,936	7,993,143,210	8,280,167,876	4,399,326,274	67,608	43,818,807,716

For and on behalf of Investment Corporation of Bangladesh

Sd/-

Chairman

Sd/-

Director

Sd/-

Managing Director

Sd/-

Head of Finance & Accounts

Sd/-

Company Secretary

Dhaka, January 27, 2022

Investment Corporation of Bangladesh
Statements of Financial Position (Balance Sheet)
as at 31 December 2021

		Amount in Taka	
Note		(Un-audited)	(Audited)
		December 31, 2021	June 30, 2021
<u>Property and Assets</u>			
Cash and Bank Balances	4	8,895,197,373	10,748,477,237
Investments:	5	131,974,001,702	133,833,509,191
Government		442,300,000	442,300,000
Others		131,531,701,702	133,391,209,191
Loans and Advances:	6	25,530,296,191	29,678,959,595
Margin Loan – Secured	6.1	2,726,466,098	2,878,108,538
Unit & Mutual Fund Advance Account – Secured	6.2	421,756,175	421,457,610
Consumer Credit Scheme	6.3	831,735	856,725
Debenture Loan	6.5	21,225,208	21,225,208
Lease Receivables	6.6	584,678,085	666,641,723
Advance against Equity	6.7	432,875,225	432,875,225
Purchase of Debenture	6.8	4,483,572,217	4,494,377,834
Purchase of Bond	6.9	12,040,891,250	13,012,630,985
Other Loans and Advances	6.10	4,818,000,199	7,750,785,749
Property and Equipment (at cost less depreciation)	7	249,547,011	298,766,850
(at cost less depreciation)			
Other Assets	8	7,943,032,239	6,487,068,330
Total Assets		174,592,074,516	181,046,781,202
<u>Liabilities and Capital</u>			
<u>Liabilities</u>			
Borrowings:	9	13,998,168,182	8,918,168,182
Government Loan	9.1	6,638,168,182	2,638,168,182
Borrowings From Different Banks	9.2	7,360,000,000	6,280,000,000
Deposits	10	92,978,239,631	103,675,893,963
ICB Subordinated Bond	11	13,100,000,000	15,900,000,000
Other Liabilities and Provisions	12	18,071,395,283	16,210,425,654
Carried forward		138,147,803,096	144,704,487,800

Investment Corporation of Bangladesh
Statements of Financial Position (Balance Sheet) (Contd.)
as at 31 December 2021

	Note	Amount in Taka	
		(Unaudited)	(Audited)
		December 31, 2021	June 30, 2021
Brought forward		138,147,803,096	144,704,487,800
Capital / Shareholders' Equity		36,444,271,420	36,342,293,403
Paid-up Capital	13	8,058,155,274	8,058,155,273
Share Premium		7,356,102,539	7,356,102,539
General Reserve	14	6,259,901,430	6,069,356,152
Reserve for Future Diminution of Securities	14	6,863,154,730	6,763,154,730
Other Reserves	14.2	6,782,671,462	6,735,035,143
Retained Earnings	15	1,124,285,984	1,360,489,565
Total Liabilities and Shareholders' Equity		174,592,074,516	181,046,781,202
Off-Balance Sheet Items:			
Contingent Liabilities:			
		300,000,000	-
Guarantee to DSE & CSE on behalf of ISTCL		300,000,000	
Total Off-Balance Sheet Items		300,000,000	-
Net Asset Value per Share		45.23	45.10

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, January 27, 2022

Investment Corporation of Bangladesh
Statement of Comprehensive Income (Profit and Loss Account) (Unaudited)
For the half year ended 31 December 2021

		For the half year ended 31 December		For the 2nd quarter ended 31 December	
	<u>Note</u>	December 31, 2021 Taka	December 31, 2020 Taka	December 31, 2021 Taka	December 31, 2020 Taka
<u>Operating Income</u>					
Interest Income	16	1,102,397,848	1,273,100,290	661,681,707	555,196,797
Interest paid on Deposits, Borrowings, etc.	17	(4,241,647,840)	(5,172,770,509)	(2,088,339,013)	(2,556,961,681)
Net Interest Income		(3,139,249,992)	(3,899,670,220)	(1,426,657,305)	(2,001,764,884)
Dividend	18	1,851,805,355	2,181,656,566	1,636,403,690	1,542,417,025
Capital Gain		4,519,067,168	2,888,120,308	2,085,559,715	1,096,342,249
Fees, Commissions & Service Charges	19	521,840,881	305,505,084	300,773,450	152,968,968
Other Operating Income	20	1,152,728	227,347	973,892	128,500
Total Operating Income		3,754,616,139	1,475,839,086	2,597,053,441	790,091,858
<u>Operating Expenses</u>					
Salary and Allowances	21	425,245,081	361,691,075	186,616,236	211,801,837
Rent, Taxes, Insurance, Electricity, etc.	22	5,656,135	60,355,759	3,005,235	29,523,081
Legal Expenses		1,040,399	1,053,270	910,534	600,230
Postage, Stamps, Telegram & Telephone	23	1,338,700	1,796,996	848,275	1,096,528
Auditors' Fees		115,000	115,000	57,500	57,500
Stationary, Printing, Advertisement, etc.	24	8,485,064	9,284,862	6,075,517	6,865,749
Directors' Fees & Allowances		1,096,400	901,600	704,000	533,600
Repair, Maintenance & Depreciation-Premises & Equipment	25	68,445,777	16,147,663	35,446,307	8,194,046
Brokerage	26	63,881,822	46,232,212	28,094,768	20,831,618
Other Operating Expenses	27	50,774,712	48,926,522	28,181,979	25,464,034
Total Operating Expenses		626,079,090	546,504,958	289,940,350	304,968,222
Operating Profit		3,128,537,050	929,334,128	2,307,113,091	485,123,636
Non-operating Income	28	-	782,100	-	782,100
Profit before Provision		3,128,537,050	930,116,228	2,307,113,091	485,905,736
Provision against Loans and Advances	29	462,064,618	-	447,310,011	-
Provision Against off Balance Sheet Item		3,000,000	-	-	-
Provision Against Other Assets		74,914,489	200,000,000	27,200,000	200,000,000
Provision against Investments		1,050,000,000	-	900,000,000	-
Provision for VAT Against fees & Commissions		78,276,132	45,825,762	45,116,017	22,945,345
Total Provision		1,668,255,239	245,825,762	1,419,626,028	222,945,345
Profit before Tax		1,460,281,810	684,290,466	887,487,063	262,960,391
Provision for Taxation		(451,906,717)	(288,741,453)	(208,555,972)	(109,563,647)
Net Profit Available for Appropriation		1,008,375,094	395,549,013	678,931,091	153,396,744
Earnings Per Share (EPS)	30	1.25	0.49	0.84	0.19

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts
Dhaka, January 27, 2022

Sd/-
Company Secretary

Investment Corporation of Bangladesh
Cash Flow Statement
For the half year ended 31 December 2021
(UNAUDITED)

	December 31, 2021 Taka	December 31, 2020 Taka
<u>Cash flow from operating activities:</u>		
Interest Received	1,051,676,926	1,095,132,307
Interest Paid	(4,915,278,537)	(6,847,451,280)
Received from capital gain on sale of listed shares	4,519,067,168	2,888,120,308
Dividend Received	1,000,540,302	1,688,731,188
Fees & Commissions Received	1,049,916,922	302,313,422
Cash Paid to Employees	(362,911,218)	(385,018,223)
Cash Paid to Suppliers	(23,678,393)	(76,469,320)
Cash Received from Other operating activities	1,009,447	1,009,447
Cash Paid for Other operating activities	(115,752,934)	(96,060,334)
Cash Flow before changes in Operating Assets & Liabilities	2,204,589,684	(1,429,692,484)
<u>Changes in Operating Assets & Liabilities</u>		
Increase/Decrease in Loans & Advances	4,148,663,404	157,668,896
Increase/Decrease in Investment in other Institutions	-	-
Increase/Decrease in other Assets	(1,298,389,773)	(4,491,306,570)
Increase/Decrease in Deposit Received from other Banks	2,280,000,000	(240,218,056)
Increase/Decrease in Deposit received from Other Depositors	(10,697,654,332)	(2,952,395,479)
Increase/Decrease in other Liabilities	323,787,276	3,478,463,185
	(5,243,593,424)	(4,047,788,024)
Net Cash Flow from Operating Activities (a)	(3,039,003,740)	(5,477,480,507)
<u>Cash Flow from Investment Activities:</u>		
Cash inflow from Sale of Securities	14,010,273,426	13,129,693,893
Cash outflow for Purchase of Securities	(12,150,765,937)	(6,274,529,844)
Cash Increase/Decrease From Sale/Purchase of Fixed Asset	-	10,084,667
Net Cash Employed in Investment Activities (b)	1,859,507,489	6,865,248,716
<u>Cash Received from Financing Activities</u>		
Dividend paid in Cash	(673,783,613)	-
Net Cash Received from Financing Activities ©	(673,783,613)	-
Net Cash Increase/Decrease (a+b+c)	(1,853,279,864)	1,387,768,209
Opening Cash Balance	10,748,477,237	9,202,545,020
Closing Cash Balance	8,895,197,373	10,590,313,228
Net Operating Cash Flow Per Share (NOCFPS)	(3.77)	(6.80)

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, January 27, 2022

Investment Corporation of Bangladesh

Statement of Changes in Equity (Un-audited)

For the half year ended 31 December 2021

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Reserve for Future Diminution of Securities	Other Reserves	Retained Earnings	Total
Balance as at 01 July 2021	8,058,155,273	7,356,102,539	6,069,356,152	6,763,154,730	6,735,035,143	1,360,489,568	36,342,293,406
Prior year adjustment	-	-	-	-	-	-	-
Issue of Bonus Shares	-	-	-	-	-	-	-
Cash Dividend for FY 2020-21	-	-	-	-	-	(886,397,080)	(886,397,080)
Net Profit for the year after tax	-	-	-	-	-	1,008,375,094	1,008,375,094
Amount Transferred to Different Reserve	-	-	190,545,278	100,000,000	47,636,319	(338,181,597)	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	(20,000,000)	(20,000,000)
Balance as at 31 December 2021	8,058,155,273	7,356,102,539	6,259,901,430	6,863,154,730	6,782,671,463	1,124,285,985	36,444,271,420

Investment Corporation of Bangladesh

Statement of Changes in Equity

For the half year ended 31 December 2020

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Reserve for Future Diminution of Securities	Other Reserves	Retained Earnings	Total
Balance as at 01 July 2020	7,674,433,594	7,739,824,219	5,987,511,443	6,663,154,730	7,098,295,646	620,069,065	35,783,288,697
Prior year adjustment	-	-	-	-	-	-	-
Issue of Bonus Shares@ 5% for FY 2019-20	383,721,680	(383,721,680)	-	-	-	-	-
Cash Dividend for FY 2019-20	-	-	-	-	(383,721,680)	-	(383,721,680)
Net Profit for the year after tax	-	-	-	-	-	395,549,013	395,549,013
Amount Transferred to Different Reserve	-	-	81,844,709	100,000,000	20,461,177	(202,305,886)	-
Adjustment made during the year	-	-	-	-	-	-	-
Adjustment for revaluation reserve of Investment FY-2019-20	-	-	-	-	-	-	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	(10,000,000)	(10,000,000)
Balance as at 31 December 2020	8,058,155,274	7,356,102,539	6,069,356,152	6,763,154,730	6,735,035,143	803,312,192	35,785,116,030

For and on behalf of Investment Corporation of Bangladesh

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Head of Finance & Accounts

Sd/-
Company Secretary

Dhaka, January 27, 2022

Investment Corporation of Bangladesh
Notes to the Financial Statements
As at and For the period ended 31 December 2021

CORPORATE PROFILE & SIGNIFICANT ACCOUNTING POLICIES

1 Corporate information

The Investment Corporation of Bangladesh (ICB) was established under Investment Corporation of Bangladesh Ordinance (No:XL) of 1976 (here-in-after referred to as Corporation) with the objectives of accelerating industrialization and economic development of the country through development of the capital market by mobilizing savings, encouraging and improving the investment environment with particular emphasis placed on broadening the base and scope of investments as well as tapping marginal investors. Through the enactment of the Investment Corporation of Bangladesh (Amendment) Act, 2000 (No. 24 of 2000) , reforms in operational strategies and business policies have been implemented by establishing and operating subsidiary companies under ICB. At present the Corporation is being operated under the "Investment Corporation of Bangladesh Act, 2014".

1.2 Principal activities

The principal activities of the Corporation are to provide various kinds of Investment Banking Services to its customers. These activities mainly include providing loans to Operative Investors on margin trading basis, providing advance against ICB Unit Certificates & ICB Mutual Fund Certificates, Lease Financing, Management of existing Unit Fund and Mutual Funds as well as Operating Investors' Accounts, issuing Bank Guarantee, Consumer Credit Scheme.

2 Subsidiary Companies

The Corporation has three subsidiary Companies. A brief description of each of the subsidiary Companies is given below:

2.1 ICB Asset Management Company Limited

ICB Asset Management Company Limited, a subsidiary company of ICB was registered under the Companies Act 1994 as a public company limited by shares on 5 December 2000. The Company can manage the asset of any trust or fund of any type and/or character and hold, acquire, sell or deal in such asset or any trust or fund. It can organize various schemes of different types for trust funds, take part in the management of any mutual fund operation, operate, conduct, accomplish and establish services for industrial trading and commercial activities, invest funds in shares and securities, carry on business, and act as financial and monetary agent and merchandise shares and securities. The registered office of the Company is located at 89, Kakrail, Green City Edge (4th Floor), Dhaka-1000.

2.2 ICB Capital Management Limited

ICB Capital Management Limited, a subsidiary company of ICB was registered under the Companies Act 1994 as a public company limited by shares on 5 December 2000. The Company obtained registration from Bangladesh Securities and Exchange Commission as a Merchant Bank on 16 October 2001. As a part of restructuring program of Investment Corporation of Bangladesh (ICB) under CMDP (Capital Market Development Program) initiated by the Govt. of Bangladesh and the Asian Development Bank, the Company has been created as a subsidiary company of ICB conducting merchant banking activities and plays a more active role in capital market of Bangladesh. The principal functions of the company are issue management, underwriting, portfolio management and corporate advisory services. The registered office of the Company is located at 89, Kakrail, Green City Edge (5th & 6th Floor), Dhaka-1000.

2.3 ICB Securities Trading Company Limited

ICB Securities Trading Company Limited, a subsidiary company of ICB was registered under the Companies Act 1994 as a public company limited by shares on 05 December 2000. The address of the registered office is in Dhaka. The Company is an active member of Dhaka Stock Exchange and Chittagong Stock Exchange. Among many other functions the company primarily provides brokerage service for buying and selling securities listed with stock exchanges and provides brokerage service for buying and selling securities over-the-counter markets by the company itself and by appointing sub-brokers, sub-agents, bond brokers, specialists and odd-lot-dealers. Furthermore, the company also works as a full service Depository Participant in the Central Depository Bangladesh Ltd.(CDBL). The registered office of the Company is located at 89, Kakrail, Green City Edge (7th Floor), Dhaka-1000.

3 Summary of significant accounting policies & basis of preparation

3.1 A summary of the principle accounting policies which have been applied consistently (Unless otherwise stated), is set out below:

a) Statement of compliance & basis of preparation

The financial statements are prepared under historical cost convention in keeping with the Generally Accepted Accounting Principles (GAAP) consistently applied and relevant International Accounting Standards (IASs) so far adopted by The Institute of Chartered Accountants of Bangladesh (ICAB). The Corporation is a listed financial institution as its shares are listed with Country's stock exchanges. The accompanying financial statements are prepared and presented in a manner suitable to a Statutory Development Financial Institution consistently followed by the Corporation as considered appropriate pursuant to clause 29 (1) of the "Investment Corporation of Bangladesh Act, 2014". Proper disclosures have been made in the accompanying financial statements as required by the relevant laws, Generally Accepted Accounting Principles(GAAP), International Accounting Standards(IASs) so far adopted by the ICAB and in accordance with BRPD Circular No.14 dated 25 June 2003 issued by Bangladesh Bank. Returns certified by seven branch managers and duly verified at the Head Office are incorporated in these accompanying financial statements for consolidation purposes.

b) Consolidation of operations of subsidiaries

The financial statements of the Corporation and its subsidiaries have been consolidated in accordance with International Accounting Standard (IAS)-27 "Consolidated and Separate Financial Statements". The consolidation of the financial statements has been made after eliminating all material intra group transactions.

The total profits of the corporation and its subsidiaries are shown in the consolidated Statement of Comprehensive Income (profit and loss account), with the proportion of profit after taxation pertaining to non-controlling shareholders being deducted as "Non-Controlling Interest".

All assets and liabilities of the corporation and of its subsidiaries are shown in the consolidate statement of Financial Position (balance sheet). The interest of non-controlling shareholders of the subsidiaries are shown separately in the consolidated statement of financial position (balance sheet) under the heading "Non-Controlling Interest".

c) 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 Corporation be unable to continue as a going concern.

d) Functional and presentation currency

These financial statements are presented in Taka, which is the Corporation's functional currency. Except as indicated, figures have been rounded off to the nearest Taka.

3.2 Reporting period

These financial statements cover period from 01 July 2021 to 31 December 2021.

4. **Cash and Bank Balances:**

Cash in hand

Cash at Banks:

Current Accounts

Savings Accounts

Short Term Deposits

Fixed Deposits

Amount in Taka (Unaudited) December 31, 2021	Amount in Taka (Audited) June 30, 2021
--	--

241,250	55,244
---------	--------

11,339,076	26,257,471
7,810,743	9,342,655
615,212,210	2,350,394,706
8,260,594,095	8,362,427,161
8,895,197,373	10,748,477,237

5. **Investments:**

5. 1 **Investment in Government Securities**

Treasury Bond

442,300,000	442,300,000
442,300,000	442,300,000

5. 2 **Capital Investment in ICB Subsidiary Companies**

ICB Securities Trading Company Ltd.

ICB Capital Management Ltd.

ICB Asset Management Company Ltd.

12,499,700	12,499,700
2,494,884,700	2,494,884,700
49,999,700	49,999,700
2,557,384,100	2,557,384,100

5. 3 **Capital Investment in Other Institutions**

Central Depository Bangladesh Ltd.

Industrial & Infrastructural Dev.Finance Co. Ltd.

Aramit Thai Aluminum Ltd.

Credit Rating Information & Services Ltd.

Credit Rating Agency of Bangladesh Ltd.

Padma Bank Ltd.

DRS Bangladesh Ltd

CAPM Venture Capital & Finance Ltd.

18,900,440	18,900,440
59,083,902	59,083,902
5,000,000	5,000,000
3,015,110	3,015,110
1,669,800	1,669,800
850,000,000	850,000,000
7,500,000	7,500,000
105,000,000	105,000,000
1,050,169,252	1,050,169,252

5. 4 **Marketable Securities- at Cost Price**

127,924,148,350	129,783,655,839
------------------------	------------------------

Total Investment

131,974,001,702	133,833,509,191
------------------------	------------------------

5 5 **Valuation and Provision/Reserve for Investment in Securities**

Investment in Securities- at fair value

Investment in Securities- at cost

Required Provision for Investment in Securities (A)

Additional Required Provision

Private Placement

Unreconciled Shares

Required Provision for Other Securities (B)

Total Required Provision (A+B)

121,011,327,627	117,035,821,427
131,531,701,702	133,391,209,191
(10,520,374,075)	(16,355,387,764)
(295,000,000)	(295,000,000)
(7,007,563)	(7,007,563)
(302,007,563)	(302,007,563)
(10,822,381,638)	(16,657,395,327)

Provision/Reserve Maintained for Investment in Securities

Reserve for Future Diminution of Overpriced Securities

Provision for Investment in Securities

Total

Excess/(Short) Provision*

6,863,154,730	6,763,154,730
2,672,043,901	1,622,043,901
9,535,198,631	8,385,198,631
(1,287,183,006)	(8,272,196,696)

* Bangladesh Securities & Exchange commission (Vide Letter No-বিএসইসি/এসআরএমআইডি/৯৪-২৭/১৩৮ তারিখ ১৫/১০/২০২০) approved the time limit for providing the shortfall provision against unrealized loss up to 31 December, 2021 or corresponding Financial Year. Moreover, there was no provision shortfall against marketable securities as at 27.01.2022

Amount in Taka	Amount in Taka
(Unaudited)	(Audited)
December 31, 2021	June 30, 2021

6. Loans and Advances:

6. 1 Margin Loan – Secured

Net Balance as on 1 July	1,848,871,055	2,356,210,079
Add: Loan disbursed during the period/year	1,983,441,553	2,953,606,307
Interest accrued during the period/year	155,577,219	833,180,012
	3,987,889,826	6,142,996,398
Less: Recovery during the period/year	2,196,865,306	3,574,483,176
Interest receivable adjusted against Rebate facilit	82,081,330	719,642,168
Net Balance	1,708,943,191	1,848,871,055
Add: Credit Balance of Margin Loan	1,017,522,907	1,029,237,483
Balance	2,726,466,098	2,878,108,538

6. 2 Unit & Mutual Fund Advance Account-Secured

Balance as on 1 July	421,457,610	431,160,457
Less: Last Year Credit Balance of Unit Lien	-	-
Net Opening Balance	421,457,610	431,160,457
Add: Loan disbursed during the period/year	87,139,259	178,840,678
Interest accrued during the period/year	23,131,553	44,483,881
	531,728,422	654,485,015
Less: Recovery during the period/year	109,972,247	233,027,405
Add: Credit Balance of Unit Lien	-	-
Balance	421,756,175	421,457,610

6. 3 Consumer Credit Scheme

Balance as on 1 July	856,725	1,231,628
Add: Loan disbursed during the period/year	-	-
Add: Interest Receivables	-	-
	856,725	1,231,628
Less: Recovery during the period/year	24,990	374,903
Balance	831,735	856,725

Amount in Taka (Unaudited) December 31, 2021	Amount in Taka (Audited) June 30, 2021
--	--

6. 4 **Debenture Loan**

Sectors:

Food & Allied

21,225,208	21,225,208
21,225,208	21,225,208

6. 5 **Lease Receivables**

I Gross Lease Rental Receivables

Balance as on 1 July

Add: Additions during the period/year

674,820,928	637,985,829
4,841,923	269,531,015
679,662,851	907,516,844
Less: Realization during the period/year	121,377,193
Less: Written off during the period/year	44,282,957
558,285,657	674,820,928

II Unearned Lease Income

III Advances Against Lease Finance

IV IDCP Receivable

V Delinquent Charge-Receivable

VI Lease Installment Receivable

Balance

(80,662,477)	(112,128,836)
-	-
-	-
6,113,096	6,113,096
100,941,810	97,836,535
584,678,085	666,641,723

6. 6 **Advance against Equity**

Balance as on 1 July

Add: Loan disbursed during the period/year

Interest accrued during the period/year

Less: Recovery during the period/year

Balance

432,875,225	432,875,225
-	-
-	-
432,875,225	432,875,225
-	-
432,875,225	432,875,225

6. 7 **Purchase of Debenture**

Balance as on 1 July

Add: Loan disbursed during the period/year

Interest accrued during the period/year

Less: Recovery during the period/year

Less: Written off during the period/year

Balance

4,494,377,834	4,418,340,164
-	560,926,441
193,171,779	354,969,749
4,687,549,613	5,334,236,354
203,977,396	541,250,913
	298,607,608
4,483,572,217	4,494,377,834

6. 8 **Purchase of Bond**

Balance as on 1 July

Add: Loan disbursed during the period/year

Interest accrued during the period/year

Less: Recovery during the period/year

Balance

13,012,630,985	12,972,950,787
57,928,771	693,066,413
569,709,372	1,079,367,824
13,640,269,128	14,745,385,024
1,599,377,878	1,732,754,040
12,040,891,250	13,012,630,985

Amount in Taka (Unaudited) December 31, 2021	Amount in Taka (Audited) June 30, 2021
--	--

6. 9 **Other Loans and Advances**

Staff Loans and Advances
Long Term Loan to Subsidiary (Note 6.9.1)
Short Term Loan to Subsidiary (Note 6.9.2)

3,340,500,199	3,300,785,749
427,500,000	450,000,000
1,050,000,000	4,000,000,000
4,818,000,199	7,750,785,749
25,530,296,191	29,678,959,595

Total Loans & Advances

6. 9.1 **Long Term Loan to Subsidiary**

ICB Securities Trading Co.Ltd.
Balance as on 1 July
Less: Recovery during the period/year
Balance

450,000,000	540,000,000
22,500,000	90,000,000
427,500,000	450,000,000

6. 9.2 **Short Term Loan to Subsidiary**

ICB Capital Management Ltd.
Balance as on 1 July
Add: Loan disbursed during the period/year
Less: Recovery during the period/year
Balance

4,000,000,000	2,750,000,000
-	2,000,000,000
2,950,000,000	750,000,000
1,050,000,000	4,000,000,000

7. **Property and Equipment (at cost less depreciation):**

Land
Land improvement
Building
Building-Under construction
Renovation of Office Building
Furniture and Fixture
Office Equipment
Electrical Equipment
Air Conditioner & Refrigerator
Computer Hardware
Computer Software
Carpet and Curtains
Telephone Installation
Motor Vehicles
Library Books
Fire Extinguisher
Right of Use asset

Less: Accumulated Depreciation
Net Book value at the end of the year

36,017,635	36,017,635
2,372,335	2,372,335
15,397,027	15,397,027
59,924,815	53,901,233
90,208,820	87,394,610
18,210,912	17,650,851
12,883,536	12,694,991
7,734,378	7,453,714
4,741,164	4,467,774
86,497,580	85,501,336
23,915,679	23,915,679
985,609	978,553
4,597,895	4,471,340
52,442,580	52,442,580
1,368,580	1,368,580
146,082	142,302
261,292,357	259,878,161
678,736,984	666,048,702
429,189,973	367,281,852
249,547,011	298,766,850

Amount in Taka (Unaudited) December 31, 2021	Amount in Taka (Audited) June 30, 2021
--	--

8. Other Assets:

Income Receivables	2,722,466,773	1,810,877,750
Interest on Bank Deposits	1,016,305,382	957,468,919
Interest on Govt. Securities	4,079,944	12,195,486
Dividend Receivable	1,648,879,169	43,599,229
Fees and Commissions Receivable	53,202,278	797,614,116
Others	5,220,565,466	4,676,190,580
Installment receivable of Marketable Investments (Debenture)	1,601,051	1,601,051
Advance against Share Applications	25,414,330	2,554,000
Receivable from ICB Islamic Bank	290,400,827	290,400,827
Advance Income Tax-Corporation	214,912,446	-
Advance Income Tax-Staff	-	-
Advance Income Tax (Tax Deducted at Source)	3,084,260,564	3,033,485,995
Income Tax Refund	643,861,639	643,861,639
Receivable from Subsidiaries & AMCL Mutual Funds	68,093,549	61,187,500
Deferred Tax	2,980,979	2,980,979
Other Advances, Deposits and Receivables	405,164,841	178,005,084
Share Sale/Purchase (Debit Balance)	483,869,674	462,075,047
Sundry Assets	5,565	38,459
	7,943,032,239	6,487,068,330

9. Borrowings:

9. 1 Government Loan

Government Loans	-	
Loan from PKKB Shahayata Tahbil	6,638,168,182	2,638,168,182
	6,638,168,182	2,638,168,182

9. 2 Borrowings from Different Banks

Call Loan	5,360,000,000	3,280,000,000
Demand Loan/Short Term Loan	2,000,000,000	3,000,000,000
	7,360,000,000	6,280,000,000

Total Borrowings

13,998,168,182	8,918,168,182
-----------------------	----------------------

10. Deposits:

10. 1 Term Deposits	92,958,174,361	103,655,828,693
10. 2 Lease Deposits	20,065,270	20,065,270
	92,978,239,631	103,675,893,963

11. ICB Subordinated Bond

Amount in Taka (Unaudited) December 31, 2021	Amount in Taka (Audited) June 30, 2021
13,100,000,000	15,900,000,000
13,100,000,000	15,900,000,000

12. Other Liabilities and Provisions:

Interest Payable on Long & Short Term Debts	2,560,017,111	3,233,647,807
Credit Balance of Margin Loan, Share Application Money etc	1,060,002,519	1,029,237,483
Liability for lease rental	106,793,518	156,714,166
Accrued Expenses	172,486,997	110,735,910
Benevolent Fund	20,000,000	-
Co-underwriters	17,631,860	17,631,860
Dividend Payable	889,769,431	677,155,964
Provision against Loans and Advances	2,328,318,786	2,015,067,737
General Provision for Covid-19 risk	160,408,176	93,675,940
Interest Suspense	1,406,567,835	815,829,065
Interest Suspense -Non listed Preference share	83,333,248	173,594,220
Provision for Income Tax	1,899,870,771	1,447,964,054
Provision against VAT	882,944,254	804,668,123
Provision for Gratuity	1,272,540	1,272,540
Provision against Other Asset	688,106,073	613,191,584
Provision against FDR	2,694,092,017	2,694,092,017
Provision against Investment	2,672,043,901	1,622,043,901
Provision against Off balance sheet Items	3,000,000	-
Others	424,736,246	703,903,284
	18,071,395,283	16,210,425,654

13. Share Capital:

Authorized Capital

1,000,000,000 ordinary shares of Tk 10 each

10,000,000,000 10,000,000,000

Issued, Subscribed & Paid up Capital

5,000,000 ordinary shares of Tk 10 each fully paid up in cash
371,875,000 ordinary shares of Taka 10 each issued as bonus shares
255,937,500 ordinary shares of Taka 10 each issued as right shares
31,640,625 ordinary shares of Taka 10 each issued as bonus shares for FY 2016-17
33,222,656 ordinary shares of Taka 10 each issued as bonus shares for FY 2017-18
69,767,578 ordinary shares of Taka 10 each issued as bonus shares for FY 2018-19
38,372,168 ordinary shares of Taka 10 each issued as bonus shares for FY 2019-20

50,000,000	50,000,000
3,718,750,000	3,718,750,000
2,559,375,000	2,559,375,000
316,406,250	316,406,250
332,226,563	332,226,563
697,675,781	697,675,781
383,721,680	383,721,680
8,058,155,274	8,058,155,273

Amount in Taka (Unaudited)	Amount in Taka (Audited)
December 31, 2021	June 30, 2021

14. Reserves:

14.1 General Reserve

Balance as on 1 July
Add: Addition during the year
Add: Transfer from Special Purpose Reserve during the year
Balance

6,069,356,152	5,987,511,443
190,545,278	81,844,709
-	-
6,259,901,430	6,069,356,152

14.2 Reserve for Building

Balance as on 1 July
Add: Addition during the year
Balance

2,903,400,000	2,903,400,000
-	-
2,903,400,000	2,903,400,000

14.3 Revaluation Reserve for investment

Balance as on 1 July
Add: Reversal Entry for Last Year Adjustment
Add: Market Price Adjustment at the end of the period
Balance

-	-
-	-
-	-
-	-

14.4 Reserve for Future Diminution of Overpriced Securities

Balance as on 1 July
Add: Addition during the year

Balance

6,763,154,730	6,663,154,730
100,000,000	100,000,000
	-
6,863,154,730	6,763,154,730

14.5 Loan Redemption Reserve

Balance as on 1 July
Add: Addition during the year
Balance

1,064,569,983	1,044,108,806
47,636,319	20,461,177
1,112,206,302	1,064,569,983

14.6 Dividend Equalization Reserve

Balance as on 1 July
Add: Addition during the year
Less: Cash Dividend @5% for FY 2019-20
Balance
Total Balance

2,767,065,160	3,150,786,840
-	-
-	(383,721,680)
2,767,065,160	2,767,065,160
19,905,727,623	19,567,546,026

Amount in Taka (Unaudited)	Amount in Taka (Audited)
December 31, 2021	June 30, 2021

15. Retained Profit Available for Appropriation - ICB:

Retained Profit as on 1 July
Add: Prior year error adjustment
Restated opening balance
Add Transfer from Share Premium
Add: Net profit for the year

1,360,489,568	620,069,063
-	-
-	620,069,063
1,008,375,094	952,726,388
2,368,864,661	1,572,795,451

Less: Appropriations

Dividend Paid:

(FY 2020-21 @ 11% cash)

Transfer:

General Reserve
Reserve for Building
Reserve for Future Diminution of Overpriced Securities
Loan Redemption Reserve
Dividend Equalization Reserve
Benevolent Fund

886,397,080	-
190,545,278	81,844,709
-	-
100,000,000	100,000,000
47,636,319	20,461,177
-	-
20,000,000	10,000,000
1,244,578,677	212,305,886
1,124,285,984	1,360,489,565

Retained Profit transferred to Balance Sheet

For the half year ended 31**December**December 31, 2021
TakaDecember 31, 2020
Taka**For the 2nd quarter ended 31****December**December 31, 2021
TakaDecember 31, 2020
Taka**16. Interest Income:**

Margin Loan	151,915,415	66,586,098	89,759,884	42,316,696
Unit & Mutual Fund Advance Account	23,103,684	21,966,638	11,586,759	10,516,150
Bank Deposits & Current Account with ICB	373,146,592	449,911,311	229,106,154	236,519,474
Interest on Consumer Credit Scheme	3,043	22,391	1,810	9,094
Interest income from Lease Receivables	29,817,647	37,692,014	29,749,020	12,029,798
Interest income on Late Payment of Lease Re	-	2,625,333	-	-
Interest on Govt. Securities	7,849,458	7,893,805	4,079,944	4,124,292
Staff Loan	46,495,512	48,559,000	22,247,756	17,366,543
Advance against equity	-	-	-	-
Interest Income on Loan to Subsidiary Comp	88,354,494	150,552,500	33,241,994	75,152,500
Purchase of Bond	250,520,554	334,003,916	136,809,385	155,323,859
Purchase of Debenture	131,191,450	153,287,283	105,099,001	1,838,391
Total:	1,102,397,848	1,273,100,290	661,681,707	555,196,797

17. Interest paid on Deposits, Borrowings, etc.:

Government Loan	-	-	-	-
Interest on ICB Subordinated Bond	709,079,900	719,409,842	348,389,489	358,719,431
Term Deposits	3,261,913,756	4,197,307,123	1,558,651,738	2,073,469,647
Short Term Loans	144,982,111	112,744,441	91,082,111	53,118,052
Interest on Loan from PKKBST	123,400,991	143,309,103	90,215,675	71,654,552
Interest on Lease Liability	2,271,083	-	-	-
Total:	4,241,647,840	5,172,770,509	2,088,339,013	2,556,961,681

18. Dividend Income:

Dividend on Ordinary Shares	1,762,789,777	2,037,600,673	1,606,997,620	1,503,117,396
Dividend from ICB Subsidiaries	59,624,910	39,374,940	20,249,970	-
Dividend on BD Fund	-	36,134,878	-	-
Dividend on Preference Shares	29,390,668	68,546,075	9,156,100	39,299,629
Total:	1,851,805,355	2,181,656,566	1,636,403,690	1,542,417,025

For the half year ended 31**December**

December 31, 2021

Taka

December 31, 2020

Taka

For the 2nd quarter ended 31**December**

December 31, 2021

Taka

December 31, 2020

Taka

19. Fees, Commissions and Service Charges:

Project Examination Fee	-	-	-	-
Management Fee	257,475,591	181,093,863	128,015,294	90,171,358
Trustee Fee	106,732,080	22,890,474	97,553,842	4,709,252
Brokerage & Commissions	18,626,150	6,521,863	9,949,562	3,514,724
AMCL Unit Sales Commissions	1,040,122	226,689	300,314	(2,626)
Membership Charge from ISTCL	69,281,127	23,830,428	28,548,833	12,396,984
Bank Guarantee Fee from ISTCL	5,000,000	4,500,000	3,750,000	2,250,000
Custodian fees	58,433,440	50,902,533	30,046,198	27,198,407
Service Charges from PKKBST	4,895,070	7,079,658	2,496,906	4,271,293
CDBL Annual Accounts Maintenance Fees	357,300	8,459,576	112,500	8,459,576
Total:	521,840,881	305,505,084	300,773,450	152,968,968

20. Other Operating Income:

Others	1,022,658	88,946	979,633	79,641
Sale of Tender Forms/Schedule/FA	7,000	31,000	7,000	18,000
Legal Expenses	20,250	7,760	-	-
Reimbursement of Staff Expenses	102,820	99,641	(12,741)	30,859
	1,152,728	227,347	973,892	128,500

21. Salary and Allowances:

Basic Pay	115,944,639	107,464,485	61,232,752	53,635,469
House Rent Allowances	59,261,064	55,364,165	31,273,391	27,626,842
Medical Allowances	5,234,771	5,013,697	2,741,263	2,495,690
Conveyance & Transport	315,985	321,382	162,085	157,142
Festival Bonus	21,898,030	19,441,315	21,898,030	3,531,590
Incentive Bonus	52,328,979	36,050,000	26,164,489	36,050,000
Provident Fund & Superannuation Fund	103,839,900	80,408,240	24,444,170	58,868,951
Car Maintenance Allowance	19,498,227	15,696,857	10,449,727	7,598,148
Other Staff Expenses	46,923,487	41,930,934	8,250,329	21,838,004
Total:	425,245,081	361,691,075	186,616,236	211,801,837

Thereof Staff Expenses Paid to Officers:

Managing Director	800,520	920,520
Other Officers	212,895,333	211,200,935
	213,695,853	212,121,455

	For the half year ended 31 December		For the 2nd quarter ended 31 December	
	December 31, 2021 Taka	December 31, 2020 Taka	December 31, 2021 Taka	December 31, 2020 Taka
22 Rent, Taxes, Insurance, Electricity, etc.				
Office Rent	1,404,099	56,350,514	624,287	28,239,882
Electricity, Water, Gas & Sewerage	3,690,685	3,264,226	2,266,223	1,126,168
Insurance	561,351	741,019	114,725	157,031
Total	5,656,135	60,355,759	3,005,235	29,523,081
23 Postage, Stamps, Telegram & Telephone				
Postage, Telegram & Telex	192,806	107,198	104,757	27,091
Stamp Duty	103,330	127,410	78,830	75,030
Telephone & Internet	1,042,564	1,562,388	664,688	994,407
Total	1,338,700	1,796,996	848,275	1,096,528
24 Stationary, Printing, Advertisement, etc.				
Printing Stationary-General	3,833,695	5,248,049	2,832,969	3,927,785
Printing Stationary-Computer	1,864,567	1,155,983	1,230,109	597,612
Advertisement & Publicity	2,348,793	2,559,341	1,742,848	2,142,341
Books & Periodicals	438,009	321,489	269,590	198,011
Total	8,485,064	9,284,862	6,075,516	6,865,749
25. Repair, Maintenance & Depreciation-Premises & Equipment:				
Maintenance:	6,460,319	4,447,421	4,354,890	2,428,157
Premises	1,059,265	1,148,739	680,727	741,401
Computer	142,416	705,224	79,728	486,876
Motor Vehicles	2,567,147	1,540,131	1,737,879	702,763
Photocopier	41,950	158,320	24,450	84,400
Other Equipment	2,649,541	895,006	1,832,107	412,717
Depreciation:	61,985,458	11,700,242	31,091,417	5,765,889
Office Building	147,688	147,800	73,844	73,900
Renovation of Office Building	2,468,373	2,819,050	1,234,520	1,409,525
Furniture & Fixture	631,339	586,728	321,042	294,486
Carpet & Curtains	20,326	20,200	10,339	10,100
Computer Hardware	2,542,591	3,869,993	1,279,253	1,848,940
Computer Software	1,150,022	-	575,011	-
Office & Other Equipment	832,799	303,743	413,488	152,166
Electrical Equipment	409,334	410,993	227,148	206,707
Air Conditioner & Refrigerator	127,743	127,200	64,431	63,600
Telephone Installation	33,430	27,535	16,367	12,965
Motor Vehicles	2,883,940	3,387,000	1,441,970	1,693,500
Right of Use Asset	50,737,874	-	25,434,004	-
Total:	68,445,777	16,147,663	35,446,307	8,194,046
26 Brokerage				
Stock Exchange Charges	63,881,822	46,232,212	28,094,768	20,831,618
Total	63,881,822	46,232,212	28,094,768	20,831,618

		For the half year ended 31 December		For the 2nd quarter ended 31 December	
		December 31, 2021 Taka	December 31, 2020 Taka	December 31, 2021 Taka	December 31, 2020 Taka
27. Other Operating Expenses:					
Traveling & Conveyance		3,425,699	2,642,341	2,125,668	1,531,668
Transportation		6,873,810	7,095,336	5,351,287	3,586,690
Petrol, Oil & Lubricants		1,952,616	1,609,232	1,506,145	720,144
Entertainment		6,781,883	6,051,998	5,108,253	4,012,576
Subscription & Donations		689,663	260,000	240,000	210,000
Bank Charges		235,545	49,878	207,397	35,745
Cookeries		178,145	159,120	142,603	95,904
CSR		-	400,000	-	400,000
Consultancy & Professional Fees		388,250	562,508	380,750	162,508
Honorarium		1,324,928	1,969,200	529,350	1,961,700
Business Development		2,991,265	625,400	2,474,331	39,325
Sundries	27.1	25,932,909	27,501,509	10,116,196	12,707,775
Total:		50,774,712	48,926,522	28,181,979	25,464,034

27. 1 Sundries:					
Tax Token Road Permit & Toll		52,595	240,629	52,595	-
Miscellaneous		354,782	292,401	242,427	162,377
Washing Charges		122,727	89,652	65,992	58,020
Expenses for Annual General Meeting		960,000	275,000	960,000	275,000
Excise Duty		3,435,150	1,587,300	2,493,150	1,369,300
Internship Expenses		88,425	45,975	71,550	29,550
CDBL Charge		5,233,385	10,506,058	1,957,392	7,475,355
Security Service		4,347,476	4,116,292	2,473,714	2,348,860
Newsletter		62,000	62,410	62,000	-
Trustee Fee		9,272,644	9,197,459	-	5,000
National Day Celebration		719,864	216,867	648,514	187,846
Medical Retainers Fee		330,000	160,000	135,000	85,000
Year Closing Expense		512,000	536,000	512,000	536,000
National Integrity Expense		441,861	175,466	441,861	175,466
Total:		25,932,909	27,501,509	10,116,196	12,707,775

28. Non-Operating Income:					
Building Rent		-	-	-	-
Profit on Sale of Fixed Assets		-	782,100	-	782,100
Total:		-	782,100	-	782,100

29. Provision against Loans & Advances and others

Charged for the year:

Provision against Loans and Advances	462,064,618	-	447,310,011	-
Provision Against off Balance Sheet Item	3,000,000	-	-	-
Provision against Other Assets	74,914,489	200,000,000	27,200,000	200,000,000
Provision against Investments	1,050,000,000	-	900,000,000	-
Provision for VAT against Fees & Commissions	78,276,132	45,825,762	45,116,017	22,945,345
Total:	1,668,255,239	245,825,762	1,419,626,028	222,945,345

Note: Increase in provision due to mainly increase in classified loans and decrease in market price of investment in securities.

	For the 6 Months ended 31 December		For the 2nd quarter ended 31 December	
	December 31, 2021 Taka	December 31, 2020 Taka	December 31, 2021 Taka	December 31, 2020 Taka
30. Earnings Per Share				
Earnings attributable to ordinary shareholders (A)	1,008,375,094	395,549,013	678,931,091	153,396,744
Number of ordinary shares outstanding during the year (B)	805,815,527	805,815,527	805,815,527	805,815,527
Basic Earning per share (A/B)	1.25	0.49	0.84	0.19

Note: The reason for change in EPS (Earning Per Share) is mainly for the increase in capital gain and decrease in interest expense.

31. Net Asset Value(NAV) Per Share	December 31, 2021 Taka	December 31, 2020 Taka
Net Asset (total assets less total liabilities) (A)	36,444,271,420	36,342,293,403
Total Number of Ordinary Shares Outstanding (B)	805,815,527	805,815,527
Net Asset Value(NAV) Per Share (A/B)	45.23	45.10

32. Net Operating Cash Flow Per Share(NOCFPS)	December 31,2021 Taka	December 31, 2020 Taka
Net Cash Flows from Operating Activities (A)	(3,039,003,740)	(5,477,480,507)
Total Number of Ordinary Shares Outstanding (B)	805,815,527	805,815,527
Net Operating Cash Flow Per Share(NOCFPS) (A/B)	(3.77)	(6.80)

Note: The reason for negative Net Operating Cash Flow Per Share(NOCFPS) is mainly for payment against TDR (Term Deposit Receipt) and Interest in the current period.

33. Related party/(ies) transactions:

Name of the Party	Relationship	Nature of Transaction	Balance as on 31.12.2021
Government	Shareholder	Borrowings	6,638,168,182
Sonali Bank Ltd.	Director	Term Deposit	13,000,000,000
Sonali Bank Ltd.	Director	Call Loan	830,000,000
Shadaran Bima Corporation	Director	Term Deposit	2,778,500,000
Agrani Bank Ltd.	Director	Term Deposit	10,500,000,000
Agrani Bank Ltd.	Director	Call Loan	400,000,000
Bangladesh Development Bank Ltd.	Director	Term Deposit	2,866,700,000
Janata Bank Ltd.	Director	Term Deposit	6,800,000,000
Janata Bank Ltd.	Director	Call Loan	460,000,000

34 Reconciliation of Net Profit with Cash Flows from Operating Activities for the period ended 31 December 2021.

	Solo	Consolidated
Net Profit	1,008,375,094	1,400,834,353
Add: Non Cash items		
Depreciation	61,985,458	88,897,610
Provision against Loans, Advances and others	465,064,618	785,064,618
Provision against Other Assets	74,914,489	74,914,489
Provision against Investments	1,050,000,000	1,440,000,000
Provision against VAT	78,276,132	78,276,132
Current Tax	451,906,717	719,406,517
Deferred Tax	-	-
Pension Fund Subsidy	-	-
Less: Sale of fixed asset	-	(234,564)
Sub Total (A)	3,190,522,508	4,587,159,154
Increase/Decrease of Interest Receivable	(50,720,922)	(62,381,873)
Increase/Decrease of Interest Payable	(673,630,696)	(673,630,696)
Increase/Decrease Fees and Commission	744,411,838	(115,584,617)
Increase/Decrease of Dividend Receivable	(851,265,053)	(888,809,428)
Increase/Decrease of Gratuity Payable	-	(81,578,180)
Increase/Decrease of Accrued Expenses and others payable	(154,727,990)	47,242,995
Sub Total (B)	(985,932,823)	(1,774,741,800)
Adjustment to Reconcile Net Profit to Net Cash provided by Operating Activities (A+B)	2,204,589,684	2,812,417,355
Changes in Operating Assets & Liabilities		
Increase/Decrease in Loans & Advances	4,148,663,404	1,925,366,730
Increase/Decrease in Investment in other Institutions	-	-
Increase/Decrease in other Assets	(1,298,389,773)	(786,010,623)
Increase/Decrease in Deposit Received from Banks	2,280,000,000	2,280,000,000
Increase/Decrease in Deposit received from Other Depositors	(10,697,654,332)	(10,697,654,332)
Increase/Decrease in Long Term Debt	-	-
Increase/Decrease in other Liabilities	323,787,276	(2,232,116,362)
Sub Total (C)	(5,243,593,424)	(9,510,414,588)
Net Cash Flows from Operating Activities (A+B+C)	(3,039,003,740)	(6,697,997,233)

For and on behalf of Investment Corporation of Bangladesh

Sd/-

Sd/-

Sd/-

Chairman**Director****Managing Director**

Sd/-

Company Secretary

Sd/-

Head of Finance & Accounts

Dhaka, January 27, 2022

Selected Explanatory Notes to the Financial Statements:

Reporting:

This Half Yearly (1 July 2021 to 31 December 2021) Financial Report has been prepared based on International Accounting Standard (IAS) - 34 "Interim Financial Reporting". These interim financial statements should be read in conjunction with the audited financial statements for the year ended 30th June 2021 as they provide an update to previously reported information.

Accounting policies and method of computation:

Accounting policies and methods of computations followed in preparing these financial statements are consistent with those used in the annual financial statements prepared and audited for the year ended 30th June, 2021.

Consolidation of operations of subsidiaries:

The consolidation of the financial statements has been made after eliminating all material intra group transactions. The total profit of the Corporation and its subsidiaries are shown in the consolidated profit and loss account, with the proportion of profit after taxation pertaining to minority share holders being deducted as 'non- controlling interest'.

Earning Per Share (EPS):

Earning per share has been calculated based on number of share outstanding for the period ended 31 December, 21 and profit for the same period. The number of the shares outstanding for the period was 80,58,15,527 . Earning per share for the preceding 6 months of FY 2020-21 has also been calculated based on 80,58,15,527 shares.

Subsequent Events:

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of these financial statements to make proper evaluation and decision.

For and on behalf of Investment Corporation of Bangladesh

Sd/-

Chairman

Sd/-

Director

Sd/-

Managing Director

Sd/-

Head of Finance & Accounts

Sd/-

Company Secretary

Dhaka, January 27, 2022

INVESTMENT CORPORATION OF BANGLADESH
STATEMENT OF COMPUTATION OF TAXABLE INCOME & TAX LIABILITY
INCOME YEAR : 2021-22 (upto 2nd Quarter)
ASSESSMENT YEAR : 2022-2023

Annexure-B

Particulars	Amount (in Taka)	Amount (in Taka)
Interest Income:	1,102,397,848	
Less: Interest paid on deposit, Borrowings, etc	(4,241,647,840)	
Net Interest Loss	(3,139,249,992)	
		(3,139,249,992)
Operating Income:		
Fees, Commissions & Service Charges	521,840,881	
Other operating income	1,152,728	
	522,993,609	
Less: Operating Expenses:	626,079,090	
Salary & Allowances	425,245,081	
Rent, Taxes ,Insurance, Electricity, etc	5,656,135	
Legal Expenses	1,040,399	
Postage, stamps , Telegram & Telephone	1,338,700	
Audit Fee	115,000	
Stationary, Printing, Advertisement, etc	8,485,064	
Directors' fees & Allowances	1,096,400	
Repair, Maintenance & Depreciation(Premises & Equipment)	68,445,777	
Brokerage	63,881,822	
Other operating Expenses	50,774,712	
Total operating Expenses		
Operating loss:		(103,085,481)
Total current year loss from business		(3,242,335,473)
Set off dividend income current year U/S-37 of ITO 1984		1,851,805,355
Loss after set off dividend income		(1,390,530,118)
Add: Inadmissible Expense		
Excess Perquisite	-	
Gratuity Provision	-	
CSR		
Accounting Depreciation		
Entertainment		
	-	
Less: Depreciation as per IT Rules		-
Total Current year Business Loss		(1,390,530,118)
Business Loss (Assessment year 2022-23)		(1,390,530,118)
Total business loss to be carried forward next year's		(1,390,530,118)
Operating income:		
Capital gain from sale of shares		4519067168
Tax Computation:		
Tax on business income		-
Tax on dividend income		-
Tax on capital gain on sale of shares @10%		451,906,717
Tax Liability		451,906,717