

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Financial Position (Balance Sheet)
as at 30 September 2020

Amount in Taka	
(Unaudited)	(Audited)
September 30, 2020	June 30, 2020

Property and Assets

Cash and Bank Balances	11,551,501,512	11,249,625,720
Investments at cost:	141,651,628,983	145,571,800,374
Government	442,300,000	442,300,000
Others	141,209,328,983	145,129,500,374
 Loans and Advances:	 33,224,500,044	 33,137,015,849
Margin Loan – Secured	10,792,815,393	10,799,690,540
Unit & Mutual Fund Advance Account – Secured	377,698,178	431,160,457
Consumer Credit Scheme	1,125,487	1,231,628
Debenture Loan	21,225,208	21,225,208
Lease Receivables	873,530,686	867,031,623
Advance against Equity	432,875,225	432,875,225
Purchase of Debenture	4,470,397,807	4,418,340,164
Purchase of Bond	13,056,460,574	12,972,950,787
Other Loans and Advances	3,198,371,486	3,192,510,217
 Property and Equipment (at cost less depreciation)	 817,200,278	 837,117,749
 Other Assets	 14,408,600,445	 10,361,209,188
Total Assets	201,653,431,262	201,156,768,880

Liabilities and Capital

Liabilities

Borrowings:	12,128,792,832	12,000,822,846
Government Loan	7,238,792,832	7,240,822,846
Borrowings From Different Banks	4,890,000,000	4,760,000,000
 Deposits	 104,433,877,144	 106,921,107,548
ICB Subordinated Bond	15,900,000,000	15,900,000,000
Other Liabilities and Provisions	25,253,721,205	22,741,103,224
 Carried forward	 157,716,391,181	 157,563,033,618

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Financial Position (Balance Sheet) (Contd.)
as at 30 September 2020

	Amount in Taka	
	(Unaudited)	(Audited)
	September 30, 2020	June 30, 2020
Brought forward	157,716,391,181	157,563,033,618
Capital / Shareholders' Equity	43,936,973,628	43,593,669,559
Paid-up Capital	7,674,433,594	7,674,433,594
Share Premium	7,739,824,219	7,739,824,219
General Reserve	7,550,000,827	7,550,000,827
Revaluation Reserve for Investment	-	-
Reserve for Future Diminution of Securities	7,850,050,656	7,850,050,656
Other Reserves	8,553,428,919	8,553,428,919
Retained Earnings	4,569,235,414	4,225,931,346
Non-controlling interest	66,454	65,703
Total Liabilities and Shareholders' Equity	201,653,431,262	201,156,768,880
Contra Entries		
Off-Balance Sheet Items:		
Contingent Liabilities:		
Guarantee to DSE & CSE on behalf of ISTCL	300,000,000	300,000,000
	300,000,000	300,000,000
Total Off-Balance Sheet Items	300,000,000	300,000,000
Net Asset Value per Share	57.25	56.80

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, 8 November , 2020

Investment Corporation of Bangladesh and its Subsidiaries
Consolidated Statement of Comprehensive Income (Un-audited)
For the period ended 30 September 2020

For the 3 Months ended 30 September

	July '20 to September '20 Taka	July '19 to September '19 Taka
Operating Income		
Interest Income	678,966,700	781,389,050
Less: Interest paid on Deposits, Borrowings, etc.	(2,615,808,828)	(2,845,831,157)
Net Interest Income	(1,936,842,128)	(2,064,442,107)
Dividend	638,913,053	633,015,771
Capital Gain	1,879,165,451	289,591,562
Fees, Commissions & Service Charges	358,794,355	324,296,591
Other Operating Income	1,036,408	3,722,036
Total Operating Income (a)	941,067,139	(813,816,147)
Operating Expenses		
Salary and Allowances	234,541,570	224,208,029
Rent, Taxes, Insurance, Electricity, etc.	35,657,131	34,895,301
Legal Expenses	502,422	861,252
Postage, Stamps, Telegram & Telephone	864,392	1,130,774
Auditors' Fees	131,750	97,563
Stationary, Printing, Advertisement, etc.	2,922,973	3,411,324
Directors' Fees & Allowances	882,400	955,200
Repair, Maintenance & Depreciation-Premises & Equipment	23,926,836	24,135,340
Brokerage	38,556,279	24,406,807
Other Operating Expenses	30,246,883	29,734,627
Total Operating Expenses (b)	368,232,636	343,836,217
Operating Profit (a-b)	572,834,503	(1,157,652,364)
Add: Non-operating Income	117,282	758,082
Profit before Provision ©	572,951,785	(1,156,894,282)
Provision against Loans and Advances	15,000,000	155,036,183
Provision Against Other Assets	-	-
Provision against Investments	30,000,000	100,000
Provision for VAT Against fees & Commissions	22,880,417	-
Total Provision (d)	67,880,417	155,136,183
Profit before Tax (c-d)	505,071,368	(1,312,030,465)
Less: Provision for Taxation	(201,141,485)	(31,025,294)
Net Profit After Tax	303,929,883	(1,343,055,759)
Less: Minority Interest	750	818
Net Profit Available for Appropriation	303,929,134	(1,343,056,577)
Earnings Per Share (EPS)	0.40	(1.75)

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, 8 November , 2020

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Cash Flow Statement (Un-audited)

For the 3 months ended 30 September 2020

	Amount in Taka	
	September 30, 2020	September 30, 2019
Cash flow from operating activities:		
Interest Received	554,431,285	624,865,266
Interest Paid	(3,907,185,112)	(1,974,830,929)
Received from capital gain on sale of listed companies shares	1,879,165,451	289,591,562
Dividend Received	666,479,857	666,486,427
Fees & Commissions Received	292,193,994	324,296,591
Cash Paid to Employees	(309,223,321)	(272,634,070)
Cash Paid to Suppliers	(113,060,591)	(110,951,958)
Cash Received from Other operating activities	1,153,690	4,480,118
Cash Paid for Other operating activities	(69,685,562)	(25,362,007)
Cash Flow before changes in Operating Assets & Liabilities	(1,005,730,309)	(474,059,000)
Changes in Operating Assets & Liabilities		
(Increase)/Decrease in Loans & Advances	(87,484,195)	(510,680,193)
(Increase)/Decrease in Investment in other Institutions	-	-
(Increase)/Decrease in other Assets	(3,944,720,661)	(600,258,208)
Increase/(Decrease) in Deposit Received from Banks	(2,487,230,404)	(340,542,326)
Increase/(Decrease) in Long /Short Term Debt	127,969,986	(1,147,148,877)
Increase/(Decrease) in other Liabilities	3,691,988,690	(543,393,511)
	(2,699,476,583)	(3,142,023,116)
Net Cash from Operating Activities	(3,705,206,892)	(3,616,082,116)
Cash Flow from Investment Activities:		
Cash inflow from Sale of Securities	7,709,350,842	2,878,173,809
Cash outflow for Purchase of Securities	(3,722,185,630)	(5,350,855,096)
Cash outflow for Purchase of Fixed Asset	19,917,471	19,080,726
Net Cash Used in Investment Activities	4,007,082,683	(2,453,600,560)
Cash Received from Financing Activities		
Cash Paid against Borrowings	-	-
Cash Received against Issuing Ordinary Share	-	-
Dividend paid/received in Cash	-	-
Net Cash Used in Financing Activities	-	-
Net Increase/(Decrease) in Cash and Cash Equivalent	301,875,792	(6,069,682,676)
Cash and Cash Equivalent at beginning of the year	11,249,625,720	18,423,646,372
Closing Cash and Cash Equivalent at end of the year	11,551,501,512	12,353,963,696
Net Operating Cash Flow Per Share (NOCFPS)	(4.83)	(4.71)

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, 8 November, 2020

Investment Corporation of Bangladesh and its Subsidiaries

Consolidated Statement of Changes in Equity (Un-audited)

For the period ended 30 September 2020

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Revaluation 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	-	-	-	-	-	-	-	-	-
Net Profit for the year after tax	-	-	-	-	-	-	303,929,134	751	303,929,884
Cash Dividend from Subsidiary	-	-	-	-	-	-	39,374,934	-	39,374,934
Amount Transferred/Adjustment to Different Reserve	-	-	-	-	-	-	-	-	-
Adjustment of Revaluation Reserve of Investment	-	-	-	-	-	-	-	-	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	-	-	-	-
Adjustment made during the year	-	-	-	-	-	-	-	-	-
Balance as at 30 September 2020	7,674,433,594	7,739,824,219	7,550,000,827	-	7,850,050,656	8,553,428,919	4,569,235,413	66,454	43,937,040,081

Consolidated Statement of Changes in Equity

For the period ended 30 September 2019

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Revaluation Reserve	Reserve for Future Diminution of Securities	Other Reserves	Retained Earnings	Non Controlling Interest	Total
Balance as at 01 July 2019	6,976,757,813	8,437,500,000	7,391,558,274	-	7,530,051,856	8,468,818,430	4,236,940,884	64,486	43,041,691,743
Prior year adjustment	-	-	-	-	-	-	151,168	-	151,168
Net Profit for the year after tax	-	-	-	-	-	-	(1,343,056,577)	818	(1,343,055,759)
Cash Dividend from Subsidiary	-	-	-	-	-	-	98,999,880	-	98,999,880
Amount Transferred/Adjustment to Different Reserve	-	-	-	-	-	-	-	-	-
Adjustment of Revaluation Reserve of Investment	-	-	-	-	-	-	-	-	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	-	-	-	-
Adjustment made during the year	-	-	-	-	-	-	-	-	-
Balance as at 30 September 2019	6,976,757,813	8,437,500,000	7,391,558,274	-	7,530,051,856	8,468,818,430	2,993,035,355	65,304	41,797,787,032

For and on behalf of Investment Corporation of Bangladesh

Sd/-

Chairman

Dhaka, 8 November , 2020

Sd/-

Director

Sd/-

Managing Director

Sd/-

Head of Finance & Accounts

Sd/-

Company Secretary

Investment Corporation of Bangladesh
Statements of Financial Position (Balance Sheet)
as at 30 September 2020

	Note	Amount in Taka	
		(Un-audited)	(Audited)
		September 30, 2020	June 30, 2020
<u>Property and Assets</u>			
Cash and Bank Balances	4	9,528,338,450	9,202,545,020
Investments at cost:	5	135,651,414,662	139,530,291,842
Government		442,300,000	442,300,000
Others		135,209,114,662	139,087,991,842
Loans and Advances:	6	28,930,270,724	28,845,171,402
Margin Loan – Secured	6.1	3,231,086,073	3,217,846,093
Unit & Mutual Fund Advance Account – Secured	6.2	377,698,178	431,160,457
Consumer Credit Scheme	6.3	1,125,487	1,231,628
Debenture Loan	6.4	21,225,208	21,225,208
Lease Receivables	6.5	873,530,686	867,031,623
Advance against Equity	6.6	432,875,225	432,875,225
Purchase of Debenture	6.7	4,470,397,807	4,418,340,164
Purchase of Bond	6.8	13,056,460,574	12,972,950,787
Other Loans and Advances	6.9	6,465,871,486	6,482,510,217
Property and Equipment (at cost less depreciation)	7	151,893,030	156,848,252
(at cost less depreciation)			
Other Assets	8	10,999,587,467	7,621,816,134
Total Assets		185,261,504,333	185,356,672,651
<u>Liabilities and Capital</u>			
<u>Liabilities</u>			
Borrowings:	9	11,899,684,373	11,769,684,373
Government Loan	9.1	7,009,684,373	7,009,684,373
Borrowings From Different Banks	9.2	4,890,000,000	4,760,000,000
Deposits	10	104,433,877,144	106,921,107,548
ICB Subordinated Bond	11	15,900,000,000	15,900,000,000
Other Liabilities and Provisions	12	17,002,501,854	14,982,592,035
Carried forward		149,236,063,370	149,573,383,956

Investment Corporation of Bangladesh
Statements of Financial Position (Balance Sheet) (Contd.)
as at 30 September 2020

	Note	Amount in Taka	
		(Unaudited)	(Audited)
		September 30, 2020	June 30, 2020
Brought forward		149,236,063,370	149,573,383,956
Capital / Shareholders' Equity		36,025,440,963	35,783,288,695
Paid-up Capital	13	7,674,433,594	7,674,433,594
Share Premium		7,739,824,219	7,739,824,219
General Reserve	14.1	5,987,511,443	5,987,511,443
Reserve for Future Diminution of Securities	14.3	6,663,154,730	6,663,154,730
Other Reserves	14.2, 14.4, 14.5	7,098,295,646	7,098,295,646
Retained Earnings	15	862,221,331	620,069,063
Total Liabilities and Shareholders' Equity		185,261,504,334	185,356,672,651
Contra Entries			
Off-Balance Sheet Items:			
Contingent Liabilities:			
		300,000,000	300,000,000
Guarantee to DSE & CSE on behalf of ISTCL		300,000,000	300,000,000
Total Off-Balance Sheet Items		300,000,000	300,000,000
Net Asset Value per Share	32	46.94	46.63

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, 8 November, 2020

Investment Corporation of Bangladesh

Statement of Comprehensive Income (Un-audited)

For the period ended 30 September 2020

For the 3 Months ended 30 September

	Note	July '20 to September '20 Taka	July '19 to September '19 Taka
<u>Operating Income</u>			
Interest Income	16	717,903,493	789,086,799
Interest paid on Deposits, Borrowings, etc.	17	(2,615,808,828)	(2,841,524,007)
Net Interest Income		(1,897,905,335)	(2,052,437,208)
Dividend	18	639,239,541	701,853,693
Capital Gain		1,791,778,059	221,812,545
Fees, Commissions & Service Charges	19	152,536,116	140,184,812
Other Operating Income	20	98,847	1,137,098
Total Operating Income		685,747,228	(987,449,060)
<u>Operating Expenses</u>			
Salary and Allowances	21	149,889,238	140,991,235
Rent, Taxes, Insurance, Electricity, etc.	22	30,832,678	30,048,917
Legal Expenses		453,040	765,252
Postage, Stamps, Telegram & Telephone	23	700,468	990,488
Auditors' Fees		57,500	57,500
Stationary, Printing, Advertisement, etc.	24	2,419,114	2,433,730
Directors' Fees & Allowances		368,000	358,800
Repair, Maintenance & Depreciation-Premises & Equipment	25	7,953,617	8,302,471
Brokerage	26	25,400,594	13,126,894
Other Operating Expenses	27	23,462,488	20,871,706
Total Operating Expenses		241,536,737	217,946,993
Operating Profit		444,210,491	(1,205,396,053)
Non-operating Income	28	-	-
Profit before Provision		444,210,491	(1,205,396,053)
Provision against Loans and Advances	29	-	150,240,416
Provision against Other Assets		-	-
Provision against Investments		-	-
Provision for VAT against Fees & Commissions		22,880,417	-
Total Provision		22,880,417	150,240,416
Profit before Tax		421,330,074	(1,355,636,469)
Provision for Taxation		(179,177,806)	(22,181,255)
Net Profit Available for Appropriation		242,152,268	(1,377,817,724)
Earnings Per Share (EPS)	31	0.32	(1.80)

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, 8 November, 2020

Investment Corporation of Bangladesh
Cash Flow Statement (Un-audited)
For the 3 months ended 30 September 2020

	September 30, 2020	September 30, 2019
<u>Cash flow from operating activities:</u>		
Interest Received	590,940,423	632,744,049
Interest Paid	(3,907,185,112)	(1,970,523,779)
Received from capital gain on sale of listed shares	1,791,778,059	221,812,545
Dividend Received	674,098,724	712,076,652
Fees & Commissions Received	153,436,443	140,163,068
Cash Paid to Employees	(209,434,886)	(189,873,906)
Cash Paid to Suppliers	(26,662,608)	(30,013,453)
Cash Received from Other operating activities	98,847	1,137,098
Cash Paid for Other operating activities	(49,231,082)	(34,357,400)
Cash Flow before changes in Operating Assets & Liabilities	(982,161,193)	(516,835,126)
<u>Changes in Operating Assets & Liabilities</u>		
Increase/Decrease in Loans & Advances	(85,099,322)	(715,965,700)
Increase/Decrease in Investment in other Institutions	-	-
Increase/Decrease in other Assets	(3,285,667,446)	(130,685,184)
Increase/Decrease in Deposit Received from other Banks/Depositors	(2,487,230,404)	(340,542,326)
Increase/Decrease in Long / Short Term Debt	130,000,000	(921,682,294)
Increase/Decrease in other Liabilities	3,143,856,656	243,068,188
	(2,584,140,516)	(1,865,807,316)
Net Cash Flow from Operating Activities (a) (Note: 30)	(3,566,301,709)	(2,382,642,443)
<u>Cash Flow from Investment Activities:</u>		
Cash inflow from Sale of Securities	7,198,489,235	1,396,956,968
Cash outflow for Purchase of Securities	(3,311,349,318)	(4,774,632,975)
Cash Increase/Decrease From Sale/Purchase of Fixed Asset	4,955,222	5,411,112
Net Cash Employed in Investment Activities (b)	3,892,095,139	(3,372,264,895)
<u>Cash Received from Financing Activities</u>		
Cash Received against Borrowings	-	-
Cash Paid against Borrowings	-	-
Dividend paid in Cash	-	-
Net Cash Received from Financing Activities (c)	-	-
Net Cash Increase/Decrease (a+b+c)	325,793,430	(5,754,907,337)
Opening Cash Balance	9,202,545,020	16,200,671,344
Closing Cash Balance	9,528,338,450	10,445,764,007
Net Operating Cash Flow Per Share (Note: 33)	(4.65)	(3.10)

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, 8 November , 2020

Investment Corporation of Bangladesh

Statement of Changes in Equity (Un-audited)

For the period ended 30 September 2020

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Revaluation 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	620,069,063	35,783,288,695
Prior year adjustment	-	-	-	-	-	-	-	-
Net Profit for the year after tax	-	-	-	-	-	-	242,152,268	242,152,268
Cash Dividend Paid - FY 2019-20	-	-	-	-	-	-	-	-
Adjustment made during the year (Reversal last year)	-	-	-	-	-	-	-	-
Adjustment for Revaluation of Investment	-	-	-	-	-	-	-	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	-	-	-
Balance as at 30 September 2020	7,674,433,594	7,739,824,219	5,987,511,443	-	6,663,154,730	7,098,295,646	862,221,331	36,025,440,963

Investment Corporation of Bangladesh

Statement of Changes in Equity

For the period ended 30 September 2019

Amount in Taka

Particulars	Paid up share capital	Share Premium	General Reserve	Revaluation Reserve	Reserve for Future Diminution of Securities	Other Reserves	Retained Earnings	Total
Balance as at 01 July 2019	6,976,757,813	8,437,500,000	5,929,068,291	-	6,543,154,730	7,063,684,858	433,899,458	35,384,065,150
Prior year adjustment	-	-	-	-	-	-	-	-
Net Profit for the year after tax	-	-	-	-	-	-	(1,377,817,724)	(1,377,817,724)
Cash Dividend Paid	-	-	-	-	-	-	-	-
Adjustment made during the year (Reversal last year)	-	-	-	-	-	-	-	-
Adjustment for Revaluation of Investment	-	-	-	-	-	-	-	-
Amount Transferred to Benevolent Fund	-	-	-	-	-	-	-	-
Balance as at 30 September 2019	6,976,757,813	8,437,500,000	5,929,068,291	-	6,543,154,730	7,063,684,858	(943,918,266)	34,006,247,426

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, 8 November, 2020

Investment Corporation of Bangladesh
Notes to the Financial Statements
As at and For the period ended 30 September 2020

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 consolidated financial statements and solo financial statements of the Investment Corporation of Bangladesh (ICB) have been prepared in accordance with International Accounting Standards(IASs) and International Financial Reporting Standards (IFRS). 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, IAS & IFRS and in accordance with BRPD Circular No.14 dated 25 June 2003 issued by Bangladesh Bank. Returns certified by seven branch managers are duly verified at the Head Office and 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 Bangladesh 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 2020 to 30 September 2020.

Amount in Taka (Unaudited) September 30, 2020	Amount in Taka (Audited) June 30, 2020
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4. Cash and Bank Balances:

Cash in hand

75,143	188,448
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Cash at Banks:

Current Accounts

Savings Accounts

Short Term Deposits

Fixed Deposits

17,406,380	50,473,351
5,446,474	11,480,734
1,305,837,891	784,143,981
8,199,572,562	8,356,258,506
9,528,338,450	9,202,545,020

5. Investments at cost:

5. 1 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. 2 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.

The Farmers 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. 3 Investment in securities

131,601,561,310	135,480,438,490
------------------------	------------------------

5. 4 Investment in Government Securities

Treasury Bond

442,300,000	442,300,000
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Total Investment

135,651,414,662	139,530,291,842
------------------------	------------------------

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

Delisted/Shares against Underwriting/Mutual Funds/Others

Required Provision for Other Securities (B)

Total Required Provision (A+B)

104,544,460,275	91,379,939,020
131,601,561,310	135,480,438,490
(27,057,101,035)	(44,100,499,471)
(295,000,000)	(295,000,000)
(7,008,094)	(7,008,094)
(88,941,000)	(88,941,000)
(390,949,094)	(390,949,094)
(27,448,050,129)	(44,491,448,565)

Provision/Reserve Maintained for Investment in Securities

Reserve for Future Diminution of Overpriced Securities (Note:14.3)

Provision for Investment in Securities (Note:12)

Total

Excess/(Short) Provision

6,663,154,730	6,663,154,730
1,422,043,901	1,422,043,901
8,085,198,631	8,085,198,631
(19,362,851,498)	(36,406,249,934)

Amount in Taka	Amount in Taka
(Unaudited)	(Audited)
September 30, 2020	June 30, 2020

6. Loans and Advances:

6. 1 Margin Loan – Secured

Net Balance as on 1 July
Add: Loan disbursed during the period/year
Interest accrued during the period/year

Less: Recovery during the period/year
Interest receivable adjusted against Rebate facility
Net Balance
Add: Credit Balance of Margin Loan
Balance

2,356,210,079	2,347,158,809
499,871,199	1,661,618,854
29,346,580	128,818,329
2,885,427,858	4,137,595,992
517,567,132	1,781,338,549
-	47,364
2,367,860,727	2,356,210,079
863,225,347	861,636,014
3,231,086,073	3,217,846,093

6. 2 Unit & Mutual Fund Advance Account-Secured

Balance as on 1 July
Less: Last Year Credit Balance of Unit Lien
Net Opening Balance
Add: Loan disbursed during the period/year
Interest accrued during the period/year

Less: Recovery during the period/year
Add: Credit Balance of Unit Lien
Balance

431,160,457	397,445,974
-	-
431,160,457	397,445,974
20,782,350	159,180,418
11,450,488	44,180,738
463,393,295	600,807,130
85,695,117	169,646,673
-	-
377,698,178	431,160,457

6. 3 Consumer Credit Scheme

Balance as on 1 July
Add: Loan disbursed during the period/year
Add: Interest Receivables

Less: Recovery during the period/year
Balance

1,231,628	1,308,136
-	-
-	-
1,231,628	1,308,136
106,141	76,508
1,125,487	1,231,628

Amount in Taka (Unaudited) September 30, 2020	Amount in Taka (Audited) June 30, 2020
---	--

6. 4 **Debenture Loan**

Sectors:

Food & Allied

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

6. 5 **Lease Receivables**

Gross Lease Rental Receivables

Balance as on 1 July

Add: Additions during the period/year

637,985,829	807,570,978
49,311,528	-

687,297,357 **807,570,978**

Less: Realization during the period/year

44,671,753 169,585,149

642,625,604 **637,985,829**

II Unearned Lease Income

III Advances Against Lease Finance

IV IDCPC Receivable

V Delinquent Charge-Receivable

VI Lease Installment Receivable

(109,305,593)	(109,156,740)
204,585	204,585
3,479,669	3,479,669
30,745,657	30,745,657
305,780,764	303,772,623

Balance

873,530,686 **867,031,623**

6. 6 **Advance against Equity**

Balance as on 1 July

Add: Loan disbursed during the period/year

Interest accrued during the period/year

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

Less: Recovery during the period/year

Balance

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

4,418,340,164	3,751,393,539
13,561,689	646,848,077
72,452,790	356,487,962

4,504,354,643 **4,754,729,578**

Less: Recovery during the period/year

33,956,836 336,389,414

Balance

4,470,397,807 **4,418,340,164**

6. 8 **Purchase of Bond**

Balance as on 1 July

Add: Loan disbursed during the period/year

Interest accrued during the period/year

12,972,950,787	12,528,925,057
-	711,902,789
271,491,298	1,152,833,693

13,244,442,085 **14,393,661,539**

Less: Recovery during the period/year

187,981,511 1,420,710,752

Balance

13,056,460,574 **12,972,950,787**

6. 9 **Other Loans and Advances**
 Staff Loans and Advances
 Long Term Loan to Subsidiary (Note 6.10.1)
 Short Term Loan to Subsidiary (Note 6.10.2)

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

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

Amount in Taka (Unaudited) September 30, 2020	Amount in Taka (Audited) June 30, 2020
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3,198,371,486	3,192,510,217
517,500,000	540,000,000
2,750,000,000	2,750,000,000
6,465,871,486	6,482,510,217
28,930,270,724	28,845,171,402

540,000,000	630,000,000
22,500,000	90,000,000
517,500,000	540,000,000

2,750,000,000	2,430,000,000
-	320,000,000
-	-
2,750,000,000	2,750,000,000

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
 Others
 Fire Extinguisher

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
49,671,887	49,221,887
86,239,780	86,239,780
16,692,218	16,384,698
11,182,229	11,115,078
7,561,775	7,512,225
4,083,280	4,083,280
84,537,650	84,482,595
23,915,679	23,915,679
411,608	411,608
4,409,803	4,359,947
54,746,580	54,746,580
1,368,580	1,368,580
208,197	264,834
56,635	-
-	-
398,872,899	397,893,768
246,979,869	241,045,516
151,893,030	156,848,252

Amount in Taka (Unaudited)	Amount in Taka (Audited)
September 30, 2020	June 30, 2020

8. Other Assets:

Income Receivables

Interest on Bank Deposits & Others

Dividend Receivable

Fees and Commissions Receivable

2,524,830,697

2,445,822,623

1,357,618,426

1,242,850,842

1,153,501,479

1,188,360,662

13,710,792

14,611,119

Others

8,474,756,770

5,175,993,511

Installment receivable of Marketable Investments (Debenture)

Current Account with ICB Unit Fund

Advance against Share Applications

Receivable from ICB Islamic Bank

Advance Income Tax-Staff

Advance Income Tax (Tax Deducted at Source)

Income Tax Refund

Receivable from Subsidiaries & AMCL Mutual Funds

Deferred Tax

Other Advances, Deposits and Receivables

Share Sale/Purchase (Debit Balance)

Sundry Assets

6,318,322

6,318,322

-

-

4,058,540

2,858,540

297,747,102

297,747,102

-

-

2,418,947,035

2,182,473,679

643,861,639

643,861,639

676,734,607

629,156,847

7,620,259

7,620,259

163,422,586

141,273,213

4,256,029,105

1,264,611,880

17,576

72,030

10,999,587,467

7,621,816,134

9. Borrowings:

9. 1 Government Loan

Government Loans

Loan from PKKB Shahayata Tabbil

-

-

7,009,684,373

7,009,684,373

7,009,684,373

7,009,684,373

9. 2 Borrowings from Different Banks

Call Loan

Demand Loan/Short Term Loan

1,890,000,000

1,760,000,000

3,000,000,000

3,000,000,000

4,890,000,000

4,760,000,000

Total Borrowings

11,899,684,373

11,769,684,373

10. Deposits:

10. 1 Term Deposits

104,412,401,419

106,899,631,823

10. 2 Lease Deposits

21,475,725

21,475,725

104,433,877,144

106,921,107,548

Amount in Taka (Unaudited) September 30, 2020	Amount in Taka (Audited) June 30, 2020
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11. ICB Subordinated Bond
ICB Subordinated Bond

15,900,000,000	15,900,000,000
15,900,000,000	15,900,000,000

12. Other Liabilities and Provisions:

Interest Payable on Long & Short Term Debts
Current Account with ICB SA & Provident Fund
Credit Balance of Margin Loan
Accrued Expenses
Benevolent Fund
Co-underwriters
Dividend Payable
Provision against Loans and Advances
Interest Suspense
Interest Suspense -Non listed Preference share
Provision for Income Tax
Provision against VAT
Provision for Gratuity
Provision against Other Asset
Provision against FDR
Provision against Investment
Provision against Off balance sheet Items
Others

4,213,541,201	5,504,917,485
383,431,282	-
863,225,347	861,636,014
94,713,383	78,959,575
60,000,000	60,000,000
17,631,860	17,631,860
573,151,727	573,151,727
2,841,534,611	2,841,534,610
327,951,024	317,106,232
173,145,529	163,907,912
1,237,862,915	1,058,685,109
713,804,395	690,923,979
1,104,040	1,104,040
267,975,324	267,975,324
250,000,000	250,000,000
1,422,043,901	1,422,043,901
3,000,000	3,000,000
3,558,385,315	870,014,266
17,002,501,854	14,982,592,035

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
69,767,578.125 ordinary shares of Taka 10 each issued as bonus shares for FY 2018-19

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
7,674,433,594	7,674,433,594

Amount in Taka (Unaudited)	Amount in Taka (Audited)
September 30, 2020	June 30, 2020

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

5,987,511,443	5,929,068,291
-	58,443,152
-	-
5,987,511,443	5,987,511,443

14.2 Reserve for Building

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

2,903,400,000	2,883,400,000
-	20,000,000
2,903,400,000	2,903,400,000

14.3 Reserve for Future Diminution of Overpriced Securities

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

6,663,154,730	6,543,154,730
-	120,000,000
6,663,154,730	6,663,154,730

14.4 Loan Redemption Reserve

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

1,044,108,806	1,029,498,018
-	14,610,788
1,044,108,806	1,044,108,806

14.5 Dividend Equalization Reserve

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

3,150,786,840	3,150,786,840
-	-
3,150,786,840	3,150,786,840
19,748,961,820	19,748,961,820

Amount in Taka (Unaudited) September 30, 2020	Amount in Taka (Audited) June 30, 2020
---	--

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

620,069,063	433,899,459
-	-
	433,899,459
	697,675,781
242,152,268	409,223,545
862,221,331	1,540,798,785

Less: Appropriations

Dividend Paid:

(FY 2019-20 @ ...%)

Transfer:

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

-	697,675,781
-	58,443,152
-	20,000,000
-	120,000,000
-	14,610,788
-	-
-	10,000,000
-	920,729,722
862,221,331	620,069,063

Retained Profit transferred to Balance Sheet

For the 3 Months ended 30 September

July '20 to September '20
Taka

July '19 to September '19
Taka

16. Interest Income:

Gross Interest

Bridging Loan	-	6,538,826
Margin Loan	24,269,402	31,601,336
	24,269,402	38,140,162

Less: Interest Suspense

Bridging Loan	-	-
Margin Loan	-	-
	-	-

Less: Rebate against current year's accrued Interest

Margin Loan	-	-
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Bridging Loan	-	6,538,826
Margin Loan	24,269,402	31,601,336
	24,269,402	38,140,162

Add: Interest transferred from Interest Suspense account on actual recovery

Bridging Loan	-	-
---------------	---	---

	24,269,402	38,140,162
Unit & Mutual Fund Advance Account	11,450,488	10,689,918
Bank Deposits & Current Account with ICB Mutual Funds	213,391,837	266,218,940
Interest on Consumer Credit Scheme	13,297	17,514
Interest income from Lease Receivables	25,662,216	12,483,965
Interest income on Late Payment of Lease Receivables	2,625,333	-
Interest on Advances against Lease Finance	-	-
Interest on Govt. Securities	3,769,514	-
Staff Loan	31,192,457	29,712,675
Advance against equity	-	-
Interest Income on Loan to Subsidiary Companies	75,400,000	71,580,000
Purchase of Bond	178,680,057	292,600,353
Purchase of Debenture	151,448,892	67,643,272
Total:	717,903,493	789,086,799

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

Government Loan	-	22,000
Term Deposits	2,123,837,477	2,431,554,279
Short Term Loans	59,626,389	19,506,181
Interest on Other Long term Debt (ICB Subordinated Bond)	360,690,411	315,320,547
Interest on Loan from PKKBST	71,654,551	75,121,000
Total:	2,615,808,828	2,841,524,007

18. Dividend Income:

Dividend on Ordinary Shares	534,483,277	332,121,994
Dividend from ICB Subsidiaries	39,374,940	98,999,880
Dividend on BD Fund	36,134,878	216,809,268
Dividend on Preference Shares	29,246,446	53,922,551
Total:	639,239,541	701,853,693

For the 3 Months ended 30 September

July '20 to September '20
Taka

July '19 to September '19
Taka

19. Fees, Commissions and Service Charges:

Project Examination Fee	-	72,000
Management Fee	90,922,505	99,820,816
Trustee Fee	18,181,222	8,649,009
Bankers to the Issue Fee	-	67,752
Brokerage & Commissions	3,007,139	1,859,069
Unit Sales Commission	229,315	427,014
Membership Charge from ISTCL	11,433,444	6,447,171
Bank Guarantee Fee from ISTCL	2,250,000	2,250,000
Custodian fees	23,704,126	16,800,715
Service Charges from PKKBST	2,808,365	3,313,366
CDBL Annual Accounts Maintenance Fees	-	477,900
Total:	152,536,116	140,184,812

20. Other Operating Income:

Others	9,305	18,580
Sale of Tender Forms/Schedule	13,000	283,160
Legal Expenses	7,760	835,358
Reimbursement of Staff Expenses	68,782	-
	98,847	1,137,098

21. Salary and Allowances:

Basic Pay	53,829,016	48,170,586
House Rent Allowances	27,737,323	24,971,387
Medical Allowances	2,518,007	2,234,547
Conveyance & Transport	164,240	156,846
Festival Bonus	15,909,725	17,202,500
Incentive Bonus	-	-
Provident Fund & Superannuation Fund	21,539,288	19,430,814
Car Maintenance Allowance	8,098,710	8,379,441
Other Staff Expenses	20,092,930	20,445,114
Total:	149,889,238	140,991,235

For the 3 Months ended 30 September

July '20 to September '20
Taka

July '19 to September '19
Taka

22 Rent, Taxes, Insurance, Electricity, etc.

Office Rent	28,110,632	27,936,675
Rates & Taxes	-	-
Electricity, Water, Gas & Sewerage	2,138,058	1,443,396
Insurance	583,988	668,846
Total	30,832,678	30,048,917

23 Postage, Stamps, Telegram & Telephone

Postage, Telegram & Telex	80,107	92,704
Stamp Duty	52,380	189,480
Telephone & Internet	567,981	708,304
Total	700,468	990,488

24 Stationary, Printing, Advertisement, etc.

Printing Stationary-General	1,320,264	798,961
Printing Stationary-Computer	558,371	833,567
Advertisement & Publicity	417,000	592,448
Books & Periodicals	123,479	208,754
Total	2,419,114	2,433,730

25. Repair, Maintenance & Depreciation-Premises & Equipment:

Maintenance:	2,019,264	2,575,905
Premises	407,338	391,324
Computer	218,349	244,220
Motor Vehicles	837,368	1,293,218
Photocopier	73,920	70,895
Other Equipment	482,289	576,248
Depreciation:	5,934,353	5,726,566
Office Building	73,900	73,500
Renovation of Office Building	1,409,525	1,750,571
Furniture & Fixture	292,243	298,899
Carpet & Curtains	10,100	9,700
Computers	2,021,053	1,428,377
Office & other Equipment	151,577	122,523
Electrical Equipment	204,286	232,400
Air Conditioner & Refrigerator	63,600	50,100
Telephone Installation	14,570	10,496
Motor Vehicles	1,693,500	1,750,000
Total:	7,953,617	8,302,471

26. Brokerage

Stock Exchange Charge	25,400,594	13,126,894
Total	25,400,594	13,126,894

27. Other Operating Expenses:

Traveling & Conveyance	1,110,673	1,873,769
Transportation	3,508,646	3,418,389
Petrol, Oil & Lubricants	889,088	1,098,064
Entertainment	2,039,423	1,874,049
Subscription & Donations	50,000	20,000
Bank Charges	14,133	10,162
Cookeries	63,216	67,816
CSR	400,000	-
Consultancy & Professional Fees	7,500	537,000
Honorarium	586,075	676,575
Business Development	-	437,000
Sundries	14,793,735	10,858,882
Total:	23,462,488	20,871,706

For the 3 Months ended 30 September

July '20 to September '20
Taka

July '19 to September '19
Taka

27. 1 Sundries:

Tax Token Road Permit & Toll	240,629	94,026
Miscellaneous	130,024	197,231
Washing Charges	31,632	42,797
Excise Duty	218,000	387,500
Internship Expenses	16,425	-
CDBL Charge	3,030,703	99,736
Security Service	1,767,432	1,826,972
Newsletter	62,410	-
Custodian Fee	-	-
Trustee Fee	9,192,459	7,992,500
National Day Celebration	29,021	85,220
Medical Retainers Fee	75,000	132,900
Total:	14,793,735	10,858,882

28. Non-Operating Income:

Building Rent	-	-
Loan Loss Written Back	-	-
Profit on Sale of Fixed Assets	-	-
Total:	-	-

29. Provision against Loans and Advances and Others:

Charged for the year:

Provision against Loan & Advances	-	150,240,416
Provision against Other Assets	-	-
Provision for VAT against Fees & Commissions	22,880,417	-
Provision against Investment	-	-
Total:	22,880,417	150,240,416

30. Reconciliation of Net Profit with Cash Flows from Operating Activities for the period ended 30 September 2020.

	Solo	Consolidated
Net Profit	242,152,268	303,929,134
Add: Non Cash items		
Depreciation	5,934,353	21,074,701
Provision against Loans, Advances and others	-	15,000,000
Provision against Investments	-	30,000,000
Provision against VAT	22,880,417	22,880,417
Current Tax	156,297,389	201,141,485
Less: Sale of fixed asset	-	(117,282)
Sub Total (A)	427,264,427	593,908,455
 Increase/Decrease of Interest Receivable	(126,963,070)	(124,535,415)
Increase/Decrease of Interest Payable	(1,291,376,284)	(1,291,376,284)
Increase/Decrease of Dividend Receivable	34,859,183	27,566,804
Increase/Decrease of Gratuity Payable	-	(7,783,589)
Increase/Decrease of Accrued Expenses and others payable	(25,945,449)	(203,510,279)
Sub Total (B)	(1,409,425,620)	(1,599,638,763)
Adjustment to Reconcile Net Profit to Net Cash provided by Operating Activities (A+B)	(982,161,193)	(1,005,730,309)
 Changes in Operating Assets & Liabilities		
Increase/Decrease in Loans & Advances	(85,099,322)	(87,484,195)
Increase/Decrease in other Assets	(3,285,667,446)	(3,944,720,661)
Increase/Decrease in Deposit Received from Banks	(2,487,230,404)	(2,487,230,404)
Increase/Decrease in Long Term Debt	130,000,000	127,969,986
Increase/Decrease in other Liabilities	3,143,856,656	3,691,988,690
Sub Total (C)	(2,584,140,516)	(2,699,476,583)
Net Cash Flows from Operating Activities (A+B+C)	(3,566,301,709)	(3,705,206,892)

For the 3 Months ended 30 September

July '20 to September '20
Taka

July '19 to September '19
Taka

31. Earnings Per Share

Earnings attributable to ordinary shareholders	242,152,268	(1,377,817,724)
Total Number of Ordinary Shares Outstanding	767,443,359	767,443,359
Basic Earning per share	0.32	(1.80)

Note: The reason for change in EPS(Earning Per Share) is mainly for the increase in capital gain amounting Tk.156.99 or in the current period.

32. Net Asset Value(NAV) Per Share

	30.09.2020	30.09.2019
Net Asset (total assets less total liabilities) (A)	36,025,440,963	34,006,247,426
Total Number of Ordinary Shares Outstanding (B)	767,443,359	767,443,359
Net Asset Value(NAV) Per Share (A/B)	46.94	44.31

Note: Net Asset Value(NAV) Per Share on 30 June 2020 is Tk. 46.63

33. Net Operating Cash Flow Per Share(NOCFPS)

	30.09.2020	30.09.2019
Net Cash Flows from Operating Activities (A)	(3,566,301,709)	(2,382,642,443)
Total Number of Ordinary Shares Outstanding (B)	767,443,359	767,443,359
Net Operating Cash Flow Per Share(NOCFPS) (A/B)	(4.65)	(3.10)

Note: The reason for change in Net Operating Cash Flow Per Share(NOCFPS) is mainly for the payment of TDR (Term Deposit Receipt) amounting Tk. 248.72 or in the current period.

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, 8 November , 2020

Selected Explanatory Notes to the Financial Statements:

Reporting:

This 1st Quarterly 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 2020 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, 2020.

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 30 September, 2020 and profit for the same period. The number of the shares outstanding for the period was 767,443,359 . Earning per share for the preceding 3 months of FY 2019-20 has also been calculated based on 767,443,359 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.

Sd/-

Chairman

Sd/-

Director

Sd/-

Managing Director

Sd/-

Head of Finance & Accounts

Sd/-

Company Secretary

INVESTMENT CORPORATION OF BANGLADESH

STATEMENT OF COMPUTATION OF TAXABLE INCOME & TAX LIABILITY

INCOME YEAR : July 2020 to September 2020

ASSESSMENT YEAR :

Particulars	Amount (In Taka)	Amount (in Taka)
Interest Income:	717,903,493	
Less: Interest paid on deposit, Borrowings, etc	(2,615,808,828)	
Net Interest Loss	(1,897,905,335)	(1,897,905,335)
Operating Income:		
Fees, Commissions & Service Charges	152,536,116	
Other operating income	98,847	
	152,634,963	
Less: Operating Expenses:	241,536,737	
Salary & Allowances	149,889,238	
Rent, Taxes, Insurance, Electricity, etc	30,832,678	
Legal Expenses	453,040	
Postage, stamps, Telegram & Telephone	700,468	
Audit Fee	57,500	
Stationary, Printing, Advertisement, etc	2,419,114	
Directors' fees & Allowances	368,000	
Repair, Maintenance & Depreciation (Premises & Equipment)	7,953,617	
Brokerage	25,400,594	
Other Operating Expenses	23,462,488	
Total operating Expenses		
Operating Profit/ (Loss):		(88,901,774)
Total current year profit/ (loss) from business		(1,986,807,109)
Set off dividend income current year U/S-37 of ITO 1984 Tk.639239541-75,000 (Tax free)		639,239,541
Loss after set off dividend income		(1,347,567,568)
Add: Inadmissible Expense		
Excess Perquisit	-	
Gratuity Provision	-	
CSR	-	
Accounting Depreciation	-	
Entertainment	-	
Less: Depreciation as per IT Rules	-	-
Total Current year Business Income/ (Loss)		(1,347,567,568)
Depreciation (Tax)		-
Business Loss Without Depreciation (Assessment year 2020-2021)		(1,347,567,568)
Total business loss to be carried forward next year's		(1,347,567,568)
Operating income:		
Capital gain from sale of shares		1,791,778,059
No-Operating Income:		
Sale of Fixed Assets		-
Tax Computation:		
Tax on business income/ (loss)		-
Tax on dividend income/ (loss)		-
Tax on capital gain on sale of shares @ 10% on Tk. 1791778059		179,177,806
Tax on Sale of Fixed Assets @ 15% on Tk.		-
Tax Liability		179,177,806