

**FINANCIAL STATEMENTS  
OF  
INTERNATIONAL LEASING AND FINANCIAL SERVICES LTD.  
as on December 31, 2017**



INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED AND ITS SUBSIDIARIES  
Consolidated Statement of Financial Position  
as on December 31, 2017

*(Figures in BDT)*

|   | <u>Notes</u>   | <u>2017</u>                  | <u>2016</u>                  |
|---|----------------|------------------------------|------------------------------|
| <b>PROPERTY AND ASSETS</b>  |                |                              |                              |
| <b>Cash</b>   | <b>3(a)</b>    | <b>108,766,099</b>           | <b>255,491,982</b>           |
| In hand (including foreign currencies)  |                | 103,949                      | 48,872                       |
| Balance with Bangladesh Bank and its agent bank (s)<br>(including foreign currencies) |                | 108,662,150                  | 255,443,110                  |
| <b>Balance with banks and other financial institutions</b>                            | <b>4(a)</b>    | <b>5,763,097,811</b>         | <b>2,993,496,428</b>         |
| In Bangladesh   |                | 5,763,097,811                | 2,993,496,428                |
| Outside Bangladesh  |                | -                            | -                            |
| <b>Money at call and short notice</b>   |                | -                            | -                            |
| <b>Investments</b>  | <b>5(a)</b>    | <b>1,647,514,730</b>         | <b>1,771,568,833</b>         |
| Government  |                | 485,400,000                  | 485,400,000                  |
| Others  |                | 1,162,114,730                | 1,286,168,833                |
| <b>Leases, loans and advances</b>   | <b>6(a)</b>    | <b>36,370,716,954</b>        | <b>30,706,672,713</b>        |
| Leases  |                | 2,200,740,860                | 2,443,956,143                |
| Loans, cash credits, overdrafts, etc.   |                | 34,169,976,094               | 28,262,716,570               |
| <b>Fixed assets including premises, furniture and fixtures</b>                        | <b>7(a)</b>    | <b>71,325,635</b>            | <b>65,329,840</b>            |
| <b>Intangible Asset</b>   | <b>7.1 (a)</b> | <b>1,993,741</b>             | <b>3,076,554</b>             |
| <b>Other assets</b>   | <b>8(a)</b>    | <b>942,613,604</b>           | <b>1,042,009,322</b>         |
| <b>Non - financial institutional assets</b>   |                | -                            | -                            |
| <b>Total assets</b>   |                | <b><u>44,906,028,574</u></b> | <b><u>36,837,645,672</u></b> |
| <b>LIABILITIES AND CAPITAL</b>  |                |                              |                              |
| <b>Liabilities</b>  |                |                              |                              |
| <b>Borrowing from banks, other financial institutions and agents</b>                  | <b>9(a)</b>    | <b>10,669,445,404</b>        | <b>9,832,359,305</b>         |
| <b>Deposits and other accounts</b>  |                | <b>28,965,908,604</b>        | <b>21,896,522,149</b>        |
| Term deposits   | 10.1(a)        | 28,169,299,104               | 20,952,354,918               |
| Other deposits  | 10.2           | 796,609,500                  | 944,167,232                  |
| <b>Other liabilities</b>  | <b>11(a)</b>   | <b>2,561,288,261</b>         | <b>2,787,494,956</b>         |
| <b>Total liabilities</b>  |                | <b><u>42,196,642,269</u></b> | <b><u>34,516,376,411</u></b> |
| <b>Capital / Shareholders' equity</b>   |                | <b>2,709,364,684</b>         | <b>2,321,246,990</b>         |
| Paid-up capital   | 12.2           | 1,886,141,560                | 1,796,325,300                |
| Statutory reserve   | 13             | 428,912,873                  | 364,054,009                  |
| Retained earnings/surplus   | 14(a)          | 394,310,251                  | 160,867,680                  |
| <b>Non-controlling / minority interest</b>  | <b>15</b>      | <b>21,621</b>                | <b>22,272</b>                |
| <b>Total liabilities and Shareholders' equity</b>                                     |                | <b><u>44,906,028,574</u></b> | <b><u>36,837,645,672</u></b> |
| <b>Net asset value per share</b>  | <b>16(a)</b>   | <b>14.36</b>                 | <b>12.31</b>                 |



(Figures in BDT)

|   | <u>Notes</u> | <u>2017</u>        | <u>2016</u>        |
|---|--------------|--------------------|--------------------|
| <b>CONSOLIDATED OFF-BALANCE SHEET ITEMS</b>                           |              |                    |                    |
| <b>Contingent liabilities</b>   | <b>17</b>    | <b>899,718,630</b> | <b>572,720,063</b> |
| Acceptances and endorsements  |              | -                  | -                  |
| Letters of guarantee  | 17.1         | 899,718,630        | 572,720,063        |
| <b>Other commitments</b>  |              | -                  | -                  |
| <b>Total Off-Balance Sheet items including contingent liabilities</b> |              | <b>899,718,630</b> | <b>572,720,063</b> |

The annexed notes form an integral part of these financial statements.

sd/-  
\_\_\_\_\_  
**Chairman**

sd/-  
\_\_\_\_\_  
**Director**

sd/-  
\_\_\_\_\_  
**Managing Director**

sd/-  
\_\_\_\_\_  
**Company Secretary**

Signed in terms of our separate report of even date

**Dated : Dhaka**  
April 30, 2018

sd/-  
\_\_\_\_\_  
**Rahman Mostafa Alam & Co.**  
Chartered Accountants



**INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED AND ITS SUBSIDIARIES**  
**Consolidated Statement of Profit and Loss Account**  
**For the year ended December 31, 2017**

(Figures in BDT)

|   | <u>Notes</u> | <u>2017</u>          | <u>2016</u>        |
|---|--------------|----------------------|--------------------|
| <b>OPERATING INCOME</b>                                       |              |                      |                    |
| Interest income   | 19(a)        | 4,215,190,112        | 3,349,601,594      |
| Interest expense on deposits and borrowings etc.              | 20(a)        | (3,573,325,326)      | (2,885,055,269)    |
| <b>Net interest income</b>                                    |              | <b>641,864,786</b>   | <b>464,546,325</b> |
| Investment income   | 21(a)        | 189,033,577          | 133,356,621        |
| Commission, fees, exchange and brokerage                      | 22(a)        | 222,784,877          | 110,053,890        |
| Other operating income  | 23(a)        | 1,747,087            | 3,035,339          |
| <b>Total operating income (A)</b>                             |              | <b>1,055,430,327</b> | <b>710,992,174</b> |
| <b>OPERATING EXPENSES</b>                                     |              |                      |                    |
| Salaries and allowances                                       | 24(a)        | 169,795,480          | 124,435,085        |
| Rent, taxes, insurance & electricity                          | 25a)         | 43,643,455           | 49,622,300         |
| Legal expenses  | 26(a)        | 6,219,224            | 2,463,336          |
| Postage, stamp & telecommunication                            | 27(a)        | 3,705,229            | 3,022,395          |
| Stationery, printing & advertisements                         | 28(a)        | 10,843,560           | 6,933,611          |
| Managing Director's salary and benefits                       | 29           | 8,920,000            | 8,270,000          |
| Directors' fees & meeting expenses                            | 30(a)        | 1,933,900            | 2,229,150          |
| Auditors' fees  | 31(a)        | 505,891              | 405,378            |
| Depreciation, amortization & repair of assets                 | 32(a)        | 29,065,157           | 20,508,714         |
| Other expenses  | 33(a)        | 57,819,334           | 26,690,326         |
| <b>Total operating expenses (B)</b>                           |              | <b>332,451,230</b>   | <b>244,580,295</b> |
| <b>Profit before provision &amp; tax (C=A-B)</b>              |              | <b>722,979,097</b>   | <b>466,411,879</b> |
| Provision against leases, loans and advances                  | 34(a)        | 215,700,530          | 229,060,695        |
| Provision for diminution in value of investments              | 35(a)        | 8,616,598            | (2,754,841)        |
| <b>Total provision (D)</b>                                    |              | <b>224,317,128</b>   | <b>226,305,854</b> |
| <b>Total profit before tax (C-D)</b>                          |              | <b>498,661,968</b>   | <b>240,106,025</b> |
| Provision for tax   | 36(a)        | 110,543,919          | 114,255,420        |
| <b>Net profit after tax</b>                                   |              | <b>388,118,049</b>   | <b>125,850,605</b> |
| <b>Non-controlling / minority interest</b>                    |              | <b>354</b>           | <b>839</b>         |
| <b>Net profit attributable to shareholders of the Company</b> |              | <b>388,117,695</b>   | <b>125,849,766</b> |
| <b>Appropriations</b>   |              |                      |                    |
| Statutory reserve   |              | 64,858,864           | 22,851,009         |
| General reserve   |              | -                    | -                  |
|   |              | <b>64,858,864</b>    | <b>22,851,009</b>  |
| <b>Retained surplus</b>                                       |              | <b>323,258,831</b>   | <b>102,998,757</b> |
| <b>Earnings per share (EPS)</b>                               | 37(a)        | <b>2.06</b>          | <b>0.67</b>        |

The annexed notes form an integral part of these financial statements.

|          |          |                   |                   |
|----------|----------|-------------------|-------------------|
| sd/-     | sd/-     | sd/-              | sd/-              |
| Chairman | Director | Managing Director | Company Secretary |

Signed in terms of our separate report of even date

Dated : Dhaka  
April 30, 2018

sd/-  
**Rahman Mostafa Alam & Co.**  
Chartered Accountants



**INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED AND ITS SUBSIDIARIES**  
**Consolidated Statement of Cash Flows**  
**For the year ended December 31, 2017**

(Figures in BDT)

|  | <u>2017</u>                 | <u>2016</u>                   |
|--|-----------------------------|-------------------------------|
| <b>A) Cash flows from operating activities</b>   |                             |                               |
| Interest receipts in cash  | 3,859,531,310               | 2,884,911,058                 |
| Interest payments  | (3,634,137,355)             | (3,275,705,608)               |
| Dividend receipts  | 26,593,115                  | 34,132,854                    |
| Fees, commission & brokerage receipts in cash  | 222,784,877                 | 110,053,890                   |
| Recoveries of loans previously written off   | 353,255                     | 2,545,453                     |
| Cash payments to employees   | (178,715,480)               | (132,705,085)                 |
| Income taxes paid  | (127,240,115)               | (132,813,088)                 |
| Receipts from other operating activities   | 1,747,087                   | 3,035,339                     |
| Payments for other operating activities  | (128,378,701)               | (93,865,891)                  |
| <b>Cash generated from/(used in) operating activities before changes in operating assets and liabilities</b> | <b><u>42,537,993</u></b>    | <b><u>(600,411,079)</u></b>   |
| <b>Increase / (decrease) in operating assets and liabilities</b>   |                             |                               |
| Leases, loans and advances to banks and other FIs  | -                           | -                             |
| Leases, loans and advances to customers  | (5,308,738,694)             | (9,960,960,979)               |
| Other assets   | 226,635,833                 | (275,868,156)                 |
| Deposits from other banks / borrowings   | 3,001,979,215               | 3,228,424,405                 |
| Deposits from customers  | 4,214,964,972               | 5,477,896,769                 |
| Other liabilities account of customers   | (147,557,733)               | 23,267,089                    |
| Other liabilities  | (496,754,951)               | 862,650,715                   |
| <b>Net Increase / (decrease) in operating assets and liabilities</b>   | <b><u>1,490,528,643</u></b> | <b><u>(644,590,155)</u></b>   |
| <b>Net cash from/(used in) operating activities</b>  | <b><u>1,533,066,636</u></b> | <b><u>(1,245,001,234)</u></b> |
| <b>B) Cash flows from investing activities</b>   |                             |                               |
| Proceeds from sale of securities   | 581,468,326                 | 446,423,953                   |
| Payments for purchases of securities   | (294,974,766)               | (800,028,543)                 |
| Net change against purchase/sale of fixed assets   | (30,270,032)                | (40,328,234)                  |
| Receipts/(Payments) against lease obligation   | (3,500,761)                 | (1,491,407)                   |
| <b>Net cash from/(used in) investing activities</b>  | <b><u>252,722,767</u></b>   | <b><u>(395,424,231)</u></b>   |
| <b>C) Cash flows from financing activities</b>   |                             |                               |
| Receipts of long term loan   | 2,669,683,008               | 4,502,539,705                 |
| Repayment of long term loan  | (1,462,596,911)             | (1,174,477,904)               |
| Net draw down/(payment) of short term loan   | (370,000,000)               | 610,000,000                   |
| Dividend paid  | -                           | -                             |
| <b>Net Cash from/(used in) financing activities</b>  | <b><u>837,086,097</u></b>   | <b><u>3,938,061,802</u></b>   |
| <b>D) Net increase / (decrease) in cash and cash equivalents (A+ B + C)</b>                                  | <b><u>2,622,875,501</u></b> | <b><u>2,297,636,337</u></b>   |
| <b>E) Effects of exchange rate changes on cash and cash equivalents</b>                                      | -                           | -                             |
| <b>F) Cash and cash equivalents at beginning of the period</b>   | <b><u>3,248,988,410</u></b> | <b><u>951,352,073</u></b>     |
| <b>G) Cash and cash equivalents at end of the period (D+E+F)</b>   | <b><u>5,871,863,910</u></b> | <b><u>3,248,988,410</u></b>   |
| <b>Cash and cash equivalents at end of the period represents</b>   |                             |                               |
| Cash in hand (including foreign currencies)  | 103,949                     | 48,872                        |
| Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)                           | 108,662,150                 | 255,443,110                   |
| Balance with banks and other financial institutions {notes 4 (a)}  | 5,763,097,811               | 2,993,496,428                 |
| <b>Total Cash and cash equivalents as of Dec 31</b>  | <b><u>5,871,863,910</u></b> | <b><u>3,248,988,410</u></b>   |
| <b>Net Operating Cash Flows Per Share (NOCFPS)</b>   | <b>8.13</b>                 | <b>(6.60)</b>                 |

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director

sd/-  
Company Secretary



INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED AND ITS SUBSIDIARIES  
Consolidated Statement of Changes in Shareholders' Equity  
For the year ended December 31, 2017

(Figures in BDT)

| Particulars  | Paid-up Capital      | Statutory Reserve  | Retained Earnings  | Total                | Non-controlling / minority interest | Total                |
|--|----------------------|--------------------|--------------------|----------------------|-------------------------------------|----------------------|
| <b>Balance as at January 01, 2017</b>                  | <b>1,796,325,300</b> | <b>364,054,009</b> | <b>160,867,680</b> | <b>2,321,246,990</b> | <b>22,272</b>                       | <b>2,321,269,262</b> |
| Stock dividend for the year 2016                       | 89,816,260           | -                  | (89,816,260)       | -                    | -                                   | -                    |
| Interim Dividend for the year 2017                     | -                    | -                  | -                  | -                    | (1,005)                             | (1,005)              |
| Profit transferred to reserve                          | -                    | 64,858,864         | -                  | 64,858,864           | -                                   | 64,858,864           |
| Retained surplus for the period from Jan to Dec - 2017 | -                    | -                  | 323,258,831        | 323,258,831          | 354                                 | 323,259,185          |
| <b>Balance as at Dec 31, 2017</b>                      | <b>1,886,141,560</b> | <b>428,912,873</b> | <b>394,310,251</b> | <b>2,709,364,684</b> | <b>21,621</b>                       | <b>2,709,386,305</b> |
| <b>Balance as at January 01, 2016</b>                  | <b>1,710,786,000</b> | <b>341,203,000</b> | <b>143,408,224</b> | <b>2,195,397,224</b> | <b>21,433</b>                       | <b>2,195,418,657</b> |
| Stock dividend for the year 2015                       | 85,539,300           | -                  | (85,539,300)       | -                    | -                                   | -                    |
| Profit transferred to reserve                          | -                    | 22,851,009         | -                  | 22,851,009           | -                                   | 22,851,009           |
| Retained surplus for the period from Jan to Dec - 2016 | -                    | -                  | 102,998,757        | 102,998,757          | 839                                 | 102,999,596          |
| <b>Balance as at Dec 31, 2016</b>                      | <b>1,796,325,300</b> | <b>364,054,009</b> | <b>160,867,680</b> | <b>2,321,246,990</b> | <b>22,272</b>                       | <b>2,321,269,262</b> |

sd/-

Chairman

sd/-

Director

sd/-

Managing Director

sd/-

Company Secretary



INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED  
Statement of Financial Position  
as on December 31, 2017

|   |              | <i>(Figures in BDT)</i> |                       |
|---|--------------|-------------------------|-----------------------|
|   | <u>Notes</u> | <u>2017</u>             | <u>2016</u>           |
| <b>PROPERTY AND ASSETS</b>  |              |                         |                       |
| <b>Cash</b>   | <b>3</b>     | <b>108,704,490</b>      | <b>255,445,111</b>    |
| In hand (including foreign currencies)  | 3.1          | 42,340                  | 2,001                 |
| Balance with Bangladesh Bank and its agent bank (s)<br>(including foreign currencies) | 3.2          | 108,662,150             | 255,443,110           |
| <b>Balance with banks and other financial institutions</b>                            | <b>4</b>     | <b>5,464,153,316</b>    | <b>2,608,850,876</b>  |
| In Bangladesh   | 4.1          | 5,464,153,316           | 2,608,850,876         |
| Outside Bangladesh  |              | -                       | -                     |
| <b>Money at call and short notice</b>   |              | -                       | -                     |
| <b>Investments</b>  | <b>5</b>     | <b>899,924,485</b>      | <b>831,902,579</b>    |
| Government  | 5(i)         | 485,400,000             | 485,400,000           |
| Others  | 5(ii)        | 414,524,485             | 346,502,579           |
| <b>Leases, loans and advances</b>   | <b>6</b>     | <b>34,962,806,891</b>   | <b>29,730,237,726</b> |
| Leases  | 6.1.1        | 2,200,740,860           | 2,443,956,143         |
| Loans, cash credits, overdrafts, etc.   | 6.1.2        | 32,762,066,031          | 27,286,281,583        |
| <b>Fixed assets including premises, furniture and fixtures</b>                        | <b>7</b>     | <b>55,204,241</b>       | <b>54,323,393</b>     |
| <b>Intangible Asset</b>   | <b>7.1</b>   | <b>1,993,741</b>        | <b>3,076,554</b>      |
| <b>Other assets</b>   | <b>8</b>     | <b>2,097,706,355</b>    | <b>2,010,016,574</b>  |
| <b>Non - financial institutional assets</b>   |              | -                       | -                     |
| <b>Total assets</b>   |              | <b>43,590,493,519</b>   | <b>35,493,852,813</b> |
| <b>LIABILITIES AND CAPITAL</b>  |              |                         |                       |
| <b>Liabilities</b>  |              |                         |                       |
| <b>Borrowing from banks, other financial institutions and agents</b>                  | <b>9</b>     | <b>9,811,125,815</b>    | <b>9,103,904,930</b>  |
| <b>Deposits and other accounts</b>  | <b>10</b>    | <b>28,978,022,624</b>   | <b>21,910,615,384</b> |
| Term deposits   | 10.1         | 28,181,413,124          | 20,966,448,152        |
| Other deposits  | 10.2         | 796,609,500             | 944,167,232           |
| <b>Other liabilities</b>  | <b>11</b>    | <b>2,215,226,495</b>    | <b>2,217,508,231</b>  |
| <b>Total liabilities</b>  |              | <b>41,004,374,934</b>   | <b>33,232,028,545</b> |
| <b>Capital / Shareholders' equity</b>   |              | <b>2,586,118,585</b>    | <b>2,261,824,267</b>  |
| Paid-up capital   | 12.2         | 1,886,141,560           | 1,796,325,300         |
| Statutory reserve   | 13           | 428,912,873             | 364,054,009           |
| Retained earnings/surplus   | 14           | 271,064,152             | 101,444,958           |
| <b>Total liabilities and Shareholders' equity</b>                                     |              | <b>43,590,493,519</b>   | <b>35,493,852,813</b> |
| <b>Net asset value per share</b>  | <b>16</b>    | <b>13.71</b>            | <b>11.99</b>          |



|   | <b><u>Notes</u></b> | <i>(Figures in BDT)</i> |                    |
|---|---------------------|-------------------------|--------------------|
|   |                     | <b><u>2017</u></b>      | <b><u>2016</u></b> |
| <b>OFF-BALANCE SHEET ITEMS</b>  |                     |                         |                    |
| <b>Contingent liabilities</b>   | <b>17</b>           | <b>899,718,630</b>      | <b>572,720,063</b> |
| Acceptances and endorsements  |                     | -                       | -                  |
| Letters of guarantee  | 17.1                | 899,718,630             | 572,720,063        |
| <b>Other commitments</b>  |                     | -                       | -                  |
| <b>Total Off-Balance Sheet items including contingent liabilities</b> |                     | <b>899,718,630</b>      | <b>572,720,063</b> |

The annexed notes form an integral part of these financial statements.

sd/- \_\_\_\_\_ sd/- \_\_\_\_\_  
**Chairman**                                        **Director**

Signed in terms of our separate report of even date

sd/- \_\_\_\_\_ sd/- \_\_\_\_\_  
**Managing Director**                                        **Company Secretary**

**Dated : Dhaka**  
April 30, 2018

sd/- \_\_\_\_\_  
**Rahman Mostafa Alam & Co.**  
Chartered Accountants





**INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED**  
**Statement of Profit and Loss Account**  
**For the year ended December 31, 2017**

(Figures in BDT)

|  | <u>Notes</u> | <u>2017</u>        | <u>2016</u>        |
|--|--------------|--------------------|--------------------|
| <b>OPERATING INCOME</b>                          |              |                    |                    |
| Interest income                                  | 19           | 4,198,161,112      | 2,980,776,374      |
| Interest expense on deposits and borrowings etc. | 20           | (3,463,424,582)    | (2,456,497,603)    |
| <b>Net interest income</b>                       |              | <b>734,736,530</b> | <b>524,278,771</b> |
| Investment income                                | 21           | 94,491,157         | 45,503,707         |
| Commission, fees, exchange and brokerage         | 22           | 5,142,434          | 4,009,123          |
| Other operating income                           | 23           | 572,056            | 1,601,998          |
| <b>Total operating income (A)</b>                |              | <b>834,942,177</b> | <b>575,393,598</b> |
| <b>OPERATING EXPENSES</b>                        |              |                    |                    |
| Salaries and allowances                          | 24           | 112,964,189        | 77,652,154         |
| Rent, taxes, insurance & electricity             | 25           | 30,157,202         | 31,072,794         |
| Legal expenses                                   | 26           | 2,727,529          | 1,913,174          |
| Postage, stamp & telecommunication               | 27           | 2,499,311          | 1,875,843          |
| Stationery, printing & advertisements            | 28           | 9,987,696          | 6,275,589          |
| Managing Director's salary and benefits          | 29           | 8,920,000          | 8,270,000          |
| Directors' fees & meeting expenses               | 30           | 1,674,400          | 1,940,400          |
| Auditors' fees                                   | 31           | 365,020            | 287,500            |
| Depreciation, amortization & repair of assets    | 32           | 20,099,525         | 11,402,462         |
| Other expenses                                   | 33           | 45,412,458         | 17,796,490         |
| <b>Total operating expenses (B)</b>              |              | <b>234,807,330</b> | <b>158,486,406</b> |
| <b>Profit before provision &amp; tax (C=A-B)</b> |              | <b>600,134,847</b> | <b>416,907,192</b> |
| Provision against leases, loans and advances     | 34           | 215,700,530        | 229,060,695        |
| Provision for diminution in value of investments | 35           | 3,007,198          | (12,668,945)       |
| <b>Total provision (D)</b>                       |              | <b>218,707,728</b> | <b>216,391,750</b> |
| <b>Total profit before tax (C-D)</b>             |              | <b>381,427,119</b> | <b>200,515,442</b> |
| Provision for tax                                | 36           | 57,132,801         | 86,260,396         |
| <b>Net profit after tax</b>                      |              | <b>324,294,318</b> | <b>114,255,046</b> |
| <b>Appropriations</b>                            |              |                    |                    |
| Statutory reserve                                |              | 64,858,864         | 22,851,009         |
| General reserve                                  |              | -                  | -                  |
|  |              | <b>64,858,864</b>  | <b>22,851,009</b>  |
| <b>Retained surplus</b>                          |              | <b>259,435,454</b> | <b>91,404,037</b>  |
| <b>Earnings per share (EPS)</b>                  | 37           | <b>1.72</b>        | <b>0.61</b>        |

The annexed notes form an integral part of these financial statements.

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director

sd/-  
Company Secretary

Signed in terms of our separate report of even date

**Dated : Dhaka**  
April 30, 2018

sd/-  
**Rahman Mostafa Alam & Co.**  
Chartered Accountants



**INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED**  
**Statement of Cash Flows**  
**For the year ended December 31, 2017**

(Figures in BDT)

|  | <b>2017</b>          | <b>2016</b>            |
|--|----------------------|------------------------|
| <b>A) Cash flows from operating activities</b>   |                      |                        |
| Interest receipts in cash  | 3,784,796,298        | 2,499,685,396          |
| Interest payments  | (3,402,612,553)      | (2,065,847,264)        |
| Dividend receipts  | 21,964,867           | 17,004,606             |
| Fees and commission receipts in cash   | 5,142,434            | 4,009,123              |
| Recoveries of loans previously written off   | 353,255              | 2,545,453              |
| Cash payments to employees   | (121,884,189)        | (85,922,154)           |
| Income taxes paid  | (123,361,499)        | (128,934,472)          |
| Receipts from other operating activities   | 572,057              | 1,601,998              |
| Payments for other operating activities  | (95,881,196)         | (63,252,152)           |
| <b>Cash generated from/(used in) operating activities before changes in operating assets and liabilities</b> | <b>69,089,472</b>    | <b>180,890,533</b>     |
| <b>Increase / (decrease) in operating assets and liabilities</b>   |                      |                        |
| Leases, loans and advances to banks and other FIs  | -                    | -                      |
| Leases, loans and advances to customers  | (4,825,453,795)      | (10,207,707,784)       |
| Other assets   | 35,671,718           | (158,467,032)          |
| Deposits from other banks / borrowings   | 3,000,000,000        | 3,000,000,000          |
| Deposits from customers  | 4,214,964,972        | 5,477,896,769          |
| Other liabilities account of customers   | (147,557,733)        | 23,267,089             |
| Other liabilities  | (329,537,344)        | (191,974,698)          |
| <b>Net Increase / (decrease) in operating assets and liabilities</b>   | <b>1,948,087,819</b> | <b>(2,056,985,656)</b> |
| <b>Net cash from/(used in) operating activities</b>  | <b>2,017,177,291</b> | <b>(1,876,095,123)</b> |
| <b>B) Cash flows from investing activities</b>   |                      |                        |
| Proceeds from sale of securities   | 1,782,899,106        | 770,294,306            |
| Payments for purchases of securities   | (1,778,394,723)      | (769,596,700)          |
| Net change against purchase/sale of fixed assets   | (16,839,979)         | (39,917,150)           |
| Receipts against lease obligation  | (3,500,761)          | (1,491,407)            |
| <b>Net cash from/(used in) investing activities</b>  | <b>(15,836,357)</b>  | <b>(40,710,950)</b>    |
| <b>C) Cash flows from financing activities</b>   |                      |                        |
| Receipts of long term loan   | 2,539,817,796        | 4,703,332,713          |
| Repayment of long term loan  | (1,462,596,911)      | (1,174,477,904)        |
| Net draw down/(payment) of short term loan   | (370,000,000)        | 610,000,000            |
| Dividend paid  | -                    | -                      |
| <b>Net Cash from/(used in) financing activities</b>  | <b>707,220,885</b>   | <b>4,138,854,810</b>   |
| <b>D) Net increase / (decrease) in cash and cash equivalents (A+ B + C)</b>                                  | <b>2,708,561,819</b> | <b>2,222,048,736</b>   |
| <b>E) Effects of exchange rate changes on cash and cash equivalents</b>                                      | -                    | -                      |
| <b>F) Cash and cash equivalents at beginning of the period</b>   | 2,864,295,987        | 642,247,250            |
| <b>G) Cash and cash equivalents at end of the period (D+E+F)</b>   | <b>5,572,857,806</b> | <b>2,864,295,987</b>   |
| <b>Cash and cash equivalents at end of the period represents</b>   |                      |                        |
| Cash in hand (including foreign currencies)  | 42,340               | 2,001                  |
| Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)                           | 108,662,150          | 255,443,110            |
| Balance with banks and other financial institutions {notes 4 (1)}  | 5,464,153,316        | 2,608,850,876          |
| <b>Total Cash and cash equivalents as of Dec 31</b>  | <b>5,572,857,806</b> | <b>2,864,295,987</b>   |
| <b>Net Operating Cash Flows Per Share (NOCFPS)</b>   | <b>10.69</b>         | <b>(9.95)</b>          |

sd/-

Chairman

sd/-

Director

sd/-

Managing Director

sd/-

Company Secretary



**INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED**  
**Statement of Changes in Shareholders' Equity**  
**For the year ended December 31, 2017**

(Figures in BDT)

| Particulars  | Paid-up Capital      | Statutory Reserve  | Retained Earnings  | Total                |
|--|----------------------|--------------------|--------------------|----------------------|
| <b>Balance as at January 01, 2017</b>                  | <b>1,796,325,300</b> | <b>364,054,009</b> | <b>101,444,959</b> | <b>2,261,824,269</b> |
| Stock dividend for the year 2016                       | 89,816,260           | -                  | (89,816,260)       | -                    |
| Profit transferred to reserve                          | -                    | 64,858,864         | -                  | 64,858,864           |
| Retained surplus for the period from Jan to Dec - 2017 | -                    | -                  | 259,435,454        | 259,435,454          |
| <b>Balance as at Dec 31, 2017</b>                      | <b>1,886,141,560</b> | <b>428,912,873</b> | <b>271,064,152</b> | <b>2,586,118,585</b> |
| <b>Balance as at January 01, 2016</b>                  | <b>1,710,786,000</b> | <b>341,203,000</b> | <b>95,580,223</b>  | <b>2,147,569,223</b> |
| Stock dividend for the year 2015                       | 85,539,300           | -                  | (85,539,300)       | -                    |
| Profit transferred to reserve                          | -                    | 22,851,009         | -                  | 22,851,009           |
| Retained surplus for the period from Jan to Dec - 2016 | -                    | -                  | 91,404,037         | 91,404,037           |
| <b>Balance as at Dec 31, 2016</b>                      | <b>1,796,325,300</b> | <b>364,054,009</b> | <b>101,444,959</b> | <b>2,261,824,269</b> |

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director

sd/-  
Company Secretary



**INTERNATIONAL LEASING AND FINANCIAL SERVICES LIMITED**  
**LIQUIDITY STATEMENT**  
**(Analysis of maturity of assets and liabilities)**  
as at December 31, 2017

(Figures in BDT)

| Particulars  | Up to 1 month        | 1-3 months           | 3-12 months           | 1-5 years             | Above 5 years        | Total                 |
|--|----------------------|----------------------|-----------------------|-----------------------|----------------------|-----------------------|
| <b>Assets:</b>   |                      |                      |                       |                       |                      |                       |
| Cash in hand   | 42,340               | -                    | -                     | -                     | -                    | 42,340                |
| Balance with Bangladesh Bank and its agent                     | 108,662,150          | -                    | -                     | -                     | -                    | 108,662,150           |
| Balance with banks and other financial institutions            | 464,153,316          | 2,550,000,000        | 2,450,000,000         | -                     | -                    | 5,464,153,316         |
| Money at call and short notice                                 | -                    | -                    | -                     | -                     | -                    | -                     |
| Investments  | 414,524,485          | -                    | -                     | -                     | 485,400,000          | 899,924,485           |
| Leases, loans and advances                                     | 3,191,557,528        | 5,382,793,346        | 11,289,310,764        | 13,047,049,552        | 2,052,095,700        | 34,962,806,891        |
| Fixed assets including premises, furniture and fixtures        | -                    | -                    | -                     | -                     | 57,197,982           | 57,197,982            |
| Other assets   | 4,218,325            | 2,526,370            | 3,301,000             | 728,375,761           | 1,359,284,900        | 2,097,706,355         |
| Non banking assets   | -                    | -                    | -                     | -                     | -                    | -                     |
| <b>Total assets (A)</b>  | <b>4,183,158,144</b> | <b>7,935,319,716</b> | <b>13,742,611,764</b> | <b>13,775,425,313</b> | <b>3,953,978,582</b> | <b>43,590,493,519</b> |
| <b>Liabilities:</b>  |                      |                      |                       |                       |                      |                       |
| Borrowings from banks, other financial institutions and agents | 1,277,891,764        | 733,236,395          | 2,559,306,764         | 5,240,690,892         | -                    | 9,811,125,815         |
| Term deposits  | 2,426,069,320        | 6,770,339,085        | 10,045,034,324        | 7,041,491,553         | 1,898,478,842        | 28,181,413,124        |
| Other deposits   | 12,536,452           | 6,512,654            | 163,987,456           | 373,601,892           | 239,971,046          | 796,609,500           |
| Provision and other liabilities                                | 202,215,538          | 341,051,177          | 715,285,257           | 826,654,735           | 130,019,789          | 2,215,226,495         |
| <b>Total liabilities (B)</b>                                   | <b>3,918,713,073</b> | <b>7,851,139,311</b> | <b>13,483,613,802</b> | <b>13,482,439,072</b> | <b>2,268,469,677</b> | <b>41,004,374,934</b> |
| <b>Net liquidity gap (A - B)</b>                               | <b>264,445,071</b>   | <b>84,180,405</b>    | <b>258,997,963</b>    | <b>292,986,241</b>    | <b>1,685,508,905</b> | <b>2,586,118,584</b>  |

sd/-  
Chairman

sd/-  
Director

sd/-  
Managing Director

sd/-  
Company Secretary