



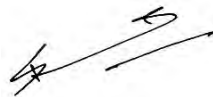
NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED
Balance Sheet (Un-audited)
As at March 31, 2017

	Note	March 2017 Taka	December 2016 Taka
Property and Assets			
Cash:			
	4.00		
In hand (including foreign currencies)		65,064	63,599
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		171,082,016	164,826,047
		171,147,080	164,889,646
Balance with banks and other financial institutions:			
	5.00		
In Bangladesh		3,438,614,954	2,291,412,919
Outside Bangladesh		-	-
		3,438,614,954	2,291,412,919
Money at call and on short notice			
	6.00	-	-
Investments:			
	7.00		
Government		-	-
Others		91,964,258	82,280,995
		91,964,258	82,280,995
Loans and advances:			
	8.00		
Loans, cash credits, overdrafts etc.		9,299,839,311	8,959,772,086
Bills purchased and discounted		-	-
		9,299,839,311	8,959,772,086
Fixed assets including premises, furniture and fixtures			
	9.00	232,468,430	234,721,338
Other assets			
	10.00	451,480,155	517,312,672
Non-banking assets			
	11.00	-	-
Total Assets		13,685,514,187	12,250,389,655
Liabilities and capital			
Liabilities:			
Borrowing from other banks, financial institutions and agents			
	12.00	1,316,580,814	1,009,953,831
Deposits and other accounts:			
	13.00		
Current accounts and other accounts etc.		-	-
Bills payable		-	-
Savings bank deposits		-	-
Fixed deposits		9,560,250,324	8,459,160,226
Bearer certificate of deposits		-	-
Other deposits		16,846,609	18,469,536
		9,577,096,933	8,477,629,762
Other liabilities	14.00	1,095,759,238	1,125,844,472
Total Liabilities		11,989,436,985	10,613,428,066
Capital/Shareholders' equity:			
Paid up capital	15.02	1,063,920,000	1,063,920,000
Statutory reserve	16.00	372,178,409	360,355,287
Retained earnings	17.00	259,978,793	212,686,303
Total Shareholders' equity		1,696,077,202	1,636,961,590
Total liabilities and Shareholders' equity		13,685,514,187	12,250,389,655

Note	March 2017 Taka	December 2016 Taka
Off-Balance Sheet Items		
Contingent Liabilities:		
Acceptances and endorsements	-	-
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	22,256,919	22,256,919
	22,256,919	22,256,919
Other Commitments:		
Documentary credits and short term trade related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Un-disbursed contracted loans and leases 33.00	10,886,154	625,122,527
Undrawn formal standby facilities, credit lines and other commitments	-	-
	10,886,154	625,122,527
Total Off-Balance Sheet Items including contingent liabilities	33,143,073	647,379,446



(Sayed Ahmed, FCMA)
Chief Financial Officer



(Md. Sarwar Kamal, FCS)
Company Secretary



(Md. Khalilur Rahman)
Managing Director



(Md. Kabir Reza, FCMA)
Director



(Latifur Rahman)
Chairman



NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Profit and Loss Account (Un-audited)


For the 1st quarter ended March 31, 2017

	Note	March 31, 2017 Taka	March 31, 2016 Taka
Interest Income	19.00	303,602,684	289,887,361
Interest paid on deposits, borrowings etc.	20.00	179,007,700	150,043,466
Net interest income		124,594,984	139,843,896
Investment Income	21.00	10,268,535	1,562,500
Commission, exchange and brokerage	22.00	24,000	161,500
Other operating income	23.00	5,310,359	10,743,602
		15,602,894	12,467,602
Total operating income		140,197,878	152,311,498
Salaries and allowances	24.02	19,012,602	15,408,051
Rent, taxes, insurance, electricity etc.	24.03	2,043,374	1,622,747
Legal expenses	24.04	1,620,518	1,160,068
Postage, stamps, telecommunication etc.	25.00	858,418	814,364
Stationery, printing, advertisement etc.	26.00	1,108,133	1,325,091
Managing Director's salary and fees	27.00	1,101,000	1,101,000
Directors' fees and expenses	24.01	404,800	358,800
Auditors' fees	28.00	-	-
Charges on loan losses		-	-
Depreciation and repairs to assets	29.00	2,344,945	718,213
Other expenses	30.00	3,025,543	2,246,390
Total operating expenses		31,519,333	24,754,724
Profit/ (Loss) before provisions		108,678,545	127,556,774
Provisions for			
Loans, advances and leases	31.00	10,211,762	14,096,521
Diminution in value of investments	31.01	735,243	1,480,979
Others	31.02	(238,136)	(28,888)
Total provisions		10,708,869	15,548,612
Total profit/(loss) before taxation		97,969,676	112,008,162
Provisions for taxation			
Current	14.08 (1)	(38,854,063)	(47,570,046)
Deffered	10.03(a)	-	-
		(38,854,063)	(47,570,046)
Net Profit/(loss) after taxation		59,115,613	64,438,115
Appropriations:			
Statutory reserve	16.00	11,823,123	12,887,623
General reserve		-	-
Dividend etc.		-	-
		11,823,123	12,887,623
Retained surplus		47,292,490	51,550,492
Earnings per share	32.00	0.56	0.61


(Sayed Ahmed, FCMA)
Chief Financial Officer


(Md. Sarwar Hossain, FCS)
Company Secretary


(Md. Khalilur Rahman)
Managing Director


(Md. Kabir Reza, FCMA)
Director


(Latifur Rahman)
Chairman



NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Statement of Changes in Equity

For the 1st quarter ended March 31, 2017

Figures in Taka

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Retained Earnings	Total
Balance as at March 31, 2016:	1,063,920,000	324,488,753	-	250,086,566	1,638,495,319
Balance as at January 01, 2017	1,063,920,000	360,355,287	-	212,686,303	1,636,961,590
Changes in accounting policy	-	-	-	-	-
Restated balance	1,063,920,000	360,355,287	-	212,686,303	1,636,961,590
Surplus/deficit on account of revaluation of properties	-	-	-	-	-
Surplus/deficit on account of revaluation of Investments	-	-	-	-	-
Currency transaction differences	-	-	-	-	-
Net gain/loss not recognized in the income statement	-	-	-	-	-
Net profit for the year	-	-	-	59,115,613	59,115,613
Dividends	-	-	-	-	-
Transfer to statutory reserve	-	11,823,123	-	(11,823,123)	-
Balance as at March 31, 2017	1,063,920,000	372,178,409	-	259,978,793	1,696,077,202

(Sayed Ahmed, FCMA)
Chief Financial Officer

(Md. Kabir Reza, FCMA)
Director

(Md. Sarwar kamal, FCS)
Company Secretary

(Latifur Rahman)
Chairman

(Md. Khalilur Rahman)
Managing Director



NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED

Cash Flow Statement

For the period ended March 31, 2017

	March 2017 Taka	March 2016 Taka
A. Cash flows from operating activities		
Interest receipts in cash	280,178,432	281,456,596
Interest payments	(177,830,182)	(135,261,374)
Dividend receipts	2,023,883	-
Fees and commissions receipts in cash	24,000	161,500
Recoveries on loans previously written off	-	20,000
Cash payments to employees	(20,113,602)	(17,420,393)
Cash payments to suppliers	(2,004,092)	(2,201,778)
Income taxes paid	(67,831,878)	(61,788,507)
Receipts from other operating activities	13,555,011	10,743,602
Payments for other operating activities	(7,094,235)	(5,388,005)
Cash generated from operating activities before changes in operating assets and liabilities	20,907,336	70,321,641
Increase/(decrease) in operating assets and liabilities:		
Statutory deposits	-	-
Purchase/sale of trading securities	-	-
Loans, advances and leases to the client	(340,067,225)	(638,395,281)
Other assets	29,111,499	(192,234,549)
Term deposits	1,101,090,098	862,562,455
Other deposits	(1,622,927)	(1,400,390)
Trading liabilities	-	-
Other liabilities	47,151,464	13,791,550
	835,662,909	44,323,786
Net cash flow from operating activities	856,570,245	114,645,427
B. Cash flows from investing activities		
Proceeds from sale of securities	(9,683,263)	10,000,000
Payments for purchase of securities	-	-
Purchase /sale of property, plant & equipment	(54,496)	(46,697)
Purchase /sale of subsidiary	-	-
Net cash from investing activities	(9,737,759)	9,953,303
C. Cash flows from financing activities		
Receipts from issue of loan capital & debt securities	-	-
Payments for redemption of loan capital & debt securities	-	-
Receipt from ordinary shares	-	-
Loan from banks	306,626,982	(27,282,793)
Dividend paid	-	-
Net cash from financing activities	306,626,982	(27,282,793)
D. Net increase/(decrease) in cash	1,153,459,468	97,315,937
E. Effects of exchange rate changes on cash and cash equivalent	-	-
F. Cash and cash equivalent at beginning of the year	2,456,302,565	1,097,073,783
G. Cash and cash equivalent at end of the period	3,609,762,033	1,194,389,719
Cash and cash equivalent at end of the period		
Cash in hand (including foreign currencies)	65,064	48,082
Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)	171,082,016	144,395,918
Balance with banks and other financial institutions	3,438,614,954	1,049,945,720
Money at call and on short notice	-	-
	3,609,762,033	1,194,389,719

(Sayed Ahmed, FCMA)

Chief Financial Officer

(Md. Sarwar Kamal, FCS)

Company Secretary

(Md. Khalilur Rahman)

Managing Director

Md.Kabir Reza

Director

Latifur Rahman

Chairman

NATIONAL HOUSING FINANCE AND INVESTMENTS LIMITED
Notes to the Financial Statements (Un-audited)
For the period ended March 31, 2017

1.00 Reporting Entity

1.01 Legal status and nature of the company

National Housing Finance and Investments Limited (NHFIL) was incorporated on August 18, 1998 as a public limited company under the Companies Act 1994, obtaining license from Bangladesh Bank under the Financial Institutions Act 1993 on December 29, 1998. The main objectives of the Company are to carry on the business of financing the acquisition, construction, development and purchase of houses, plots, apartments, real estates, commercial spaces, etc.

The Company has obtained permission from Bangladesh Bank on June 03, 2003 to enter into lease finance operation keeping housing finance as its core business. The Company extends lease finance for all types of industrial, manufacturing and service equipments including vehicles to individual companies and corporate houses.

1.02 Principal Activities of NHFIL

The Company provides loan to the extent of 70.00% of the total purchase price of houses, plots and apartments under usual repayable terms varying from 5 years to 20 years. The properties for which loans are disbursed are kept under registered / equitable mortgage as security. In addition to this NHFIL also involves with other activities such as accepting deposits, SME, lease financing, project financing etc.

1.03 Basis of Reporting

This 1st quarter financial report has been prepared based on Bangladesh Accounting Standard (BAS)-34 "Interim Financial Reporting".

These interim financial statements should be read in conjunction with the published financial statements for the year ended December 31, 2016, as they provide an update to previously reported information.

1.04 Accounting policies and method of computations

Accounting policies and method of computations followed in preparing these financial statements are consistent with those used in the annual financial statements, prepared and published for the year ended December 31, 2016.

1.05 Post Balance Sheet Events

All materials events occurring after the balance sheet date have been considered and where necessary, adjusted for or disclosed in note no. 38 of these financial statements.

2.00 Earnings Per Share (EPS)

Earnings Per Share has been calculated based on number of shares outstanding for the period ended March 31, 2017 and profit for the same period. The number of shares outstanding for the period was 106.392 million. Earnings per shares for the preceding 1st quarter of 2016 has also been calculated based on 106.392 million shares.

3.00 Rounding off and rearrangement of figures

Figures have been rounded off to the nearest Taka and 2016 figures have been reclassified/rearranged, where necessary, to conform to current period presentation.

	March 2017 Taka	December 2016 Taka
4.00 Cash		
Cash in hand:		
Local currency	65,064	63,599
Foreign currencies	-	-
	65,064	63,599
Balance with Bangladesh Bank and its agent Bank:		
Local currency	171,082,016	164,826,047
Foreign currencies	-	-
	171,082,016	164,826,047
	171,147,080	164,889,646
4.01 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)		
Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR) have been calculated and maintained in accordance with section 19 of the Financial Institutions Act 1993, rules 5 of the Financial Institutions Regulations 1994 and FID circular # 6 dated November 06, 2003.		
The CRR on the Company's term deposits received from public @ 2.5% has been calculated and maintained with Bangladesh Bank in current account and 5% SLR, including CRR, on the total liabilities has been maintained in the form of balance with banks and other financial institutions. Both the reserves maintained by the Company are in excess of the statutory requirements. Details of CRR & SLR maintained by the company are shown in the note: 4.01.01 & 4.01.02.		
4.01.01 Cash Reserve Requirement (CRR)		
Required reserve	163,158,587	158,420,425
Actual reserve held	171,082,016	164,826,047
Surplus/(deficit)	7,923,429	6,405,622
4.01.02 Statutory Liquidity Reserve (SLR)		
Required reserve	372,032,486	348,453,017
Actual reserve held	2,923,971,518	2,260,959,155
Surplus/(deficit)	2,551,939,032	1,912,506,138
5.00 Balance with banks and other financial institutions		
5.01 In Bangladesh		
On current accounts (note: 5.01.01)	5,407,211	9,250,012
On Short Term Deposit (STD) Accounts (note: 5.01.02)	110,344,618	212,162,907
On Fixed Deposit Account (note: 5.01.03)	3,322,863,125	2,070,000,000
	3,438,614,954	2,291,412,919
Outside Bangladesh	-	-
	3,438,614,954	2,291,412,919
5.01.01 On Current Accounts		
AB Bank Limited	184,465	184,465
Bank Asia Limited	229,914	42,266
EXIM Bank Limited	1,583,448	782,973
National Bank Limited	469,219	1,588,221
One Bank Limited	546	546
Woori Bank Limited	7,525	7,525
Trust Bank Limited	15,510	15,510
Mercantile Bank Limited	2,915,604	6,627,526
The City Bank Limited	979	979
	5,407,211	9,250,012

	March 2017 Taka	December 2016 Taka
5.01.02 On Short Term Deposit (STD) Accounts		
Islami Bank Bangladesh Limited	834,700	229,700
AB Bank Limited	13,782	13,782
Bank Asia Limited	6,402,302	26,953,067
Dhaka Bank Limited	-	-
Eastern Bank Limited	3,370,696	4,799,302
Exim Bank Limited	4,752	4,752
Jamuna Bank Limited	20,708,545	20,576,417
National Bank Limited	2,107,465	636,865
One Bank Limited	3,125,561	2,538,340
Premier Bank Limited	1,680,396	9,627,932
Pubali Bank Limited	50,700,181	116,571,559
Shahjalal Islami Bank Limited	7,830,712	1,599,345
Sonali Bank Limited	2,089	2,089
Southeast Bank Limited	7,343,100	7,343,100
Trust Bank Limited	212,189	7,198,730
United Commercial Bank Limited	1,977	1,977
Bank Alfalah Limited	2,478,762	5,603,486
Mercantile Bank Limited	3,527,409	8,462,464
	110,344,618	212,162,907
5.01.03 On Fixed Deposit Account		
MIDAS Finance Limited	250,000,000	150,000,000
BD Finance Limited	150,000,000	150,000,000
Meridian Finance Limited	400,000,000	50,000,000
Jamuna Bank Limited	550,000,000	550,000,000
Fareast Finance Limited	300,000,000	-
International Leasing and Financial Services Limited	100,000,000	-
National Finance Limited	100,000,000	-
Prime Finance Limited	100,000,000	-
CAPM Venture Capital & Finance Limited	250,000,000	150,000,000
Premier leasing & Finance Limited	200,000,000	200,000,000
SBAC Bank Limited	121,867,500	120,000,000
Union Capital Limited	200,000,000	200,000,000
GSP Finance (BD) Limited	100,000,000	100,000,000
Hajj Finance Company Limited	200,000,000	200,000,000
Phoenix Finance & Investments Limited	50,000,000	50,000,000
The Farmers Bank Limited	50,995,625	50,000,000
FAS Finance & Investments Limited	200,000,000	100,000,000
	3,322,863,125	2,070,000,000
6.00 Money at call and on short notice With Banking Companies	-	-
7.00 Investments		
Government securities	-	-
Other investments (note: 7.01)	91,964,258	82,280,995
	91,964,258	82,280,995

7.01 Other Investments

Preference Shares

Ordinary Shares (note: 7.01.01)

March 2017 Taka	December 2016 Taka
30,000,000	40,000,000
61,964,258	42,280,995
91,964,258	82,280,995

7.01.01 Investment in ordinary shares

Name of Company	Cost Price	Number of Shares	Cost Value	Market Price	Market Value	Provision for diminution in value of share
The ACME Laboratories Limited	111.84	11,000	1,230,249	115.00	1,265,000	(34,751)
Bangladesh Submarine Cable Company Limited	120.91	68,892	8,329,546	122.60	8,446,159	(116,613)
GSP Finance Company (Bangladesh) Limited	36.10	104,232	3,762,742	35.90	3,741,929	20,813
IDLC Finance Limited	71.75	232,961	16,714,834	70.00	16,307,270	407,564
Lankabangla Finance Limited	60.11	18,571	1,116,301	63.90	1,186,687	(70,386)
Pacific Denim Limited	10.00	30,730	307,300	27.40	842,002	(534,702)
RAK Ceramic limited	62.41	159,900	9,979,535	61.30	9,801,870	177,665
Becon Pharmaceuticals Limited	23.48	370,000	8,686,781	21.80	8,066,000	620,781
Shepherd Industries Limited	10.00	5,655	56,550	43.60	246,558	(190,008)
Titas Gas Limited	51.45	140,409	7,224,678	51.00	7,160,451	64,227
LafargeSurma Cement Limited	82.06	55,520	4,555,742	71.70	3,980,784	574,958
Total			61,964,258		61,044,710	919,548

Opening Balance

184,305

Charge /(recovery) during the year

735,243

Balance as on March 31, 2017**919,548****8.00 Loans and advances**

Mortgage loans

Lease finance

Term loans

Small & Medium Enterprises Loan

Loan Against Fixed Deposits

Staff loan (note: 8.01)

7,994,760,667	7,593,489,758
172,884,087	193,368,339
231,040,270	282,897,825
801,554,712	801,554,712
70,002,635	58,989,007
29,596,939	29,472,444
9,299,839,311	8,959,772,086

8.01 Staff Loan

Personal loan

Car loan

House building loan

14,721,248	14,496,753
3,823,149	3,823,149
11,052,542	11,152,542
29,596,939	29,472,444

9.00 Fixed assets including premises, furniture and fixtures for 2017

Figures in Taka

Particulars	C o s t				Rate	D e p r e c i a t i o n				Written down value as on 31.03.17	Written down value as on 31.12.16
	Balance as on 01.01.17	Disposed during the year	Addition during the year	Balance as on 31.03.17		Balance as on 01.01.17	Adjustments for disposal	Charged during the year	Balance as on 31.03.17		
Land & building	239,064,308	-	-	239,064,308	10%	30,480,359	-	1,364,223	31,844,582	207,219,726	208,583,949
Furniture	22,075,427	389,353	-	21,686,074	10%	7,333,444	304,037	366,417	7,395,824	14,290,250	14,741,983
Office equipment	14,540,700	1,548,700	183,472	13,175,472	20%	9,956,790	1,505,040	236,189	8,687,939	4,487,533	4,583,910
Motor vehicle	11,537,484	-	-	11,537,484	20%	4,725,988	-	340,575	5,066,563	6,470,921	6,811,496
Total:	287,217,919	1,938,053	183,472	285,463,338		52,496,581	1,809,077	2,307,404	52,994,908	232,468,430	234,721,338

	March 2017 Taka	December 2016 Taka
10.00 Other assets		
Income Generating Other Assets:	-	-
Non-income Generating Other Assets:		
Advance against fixed assets	10,104,102	6,604,102
Security deposits	154,460	54,460
Advance income tax (note: 10.01)	370,474,834	430,620,104
Advance against branch office	13,222	5,926
Advance against office rent	2,186,400	2,436,000
Stamp & Security Paper	342,900	146,200
Deferred tax assets	3,399,235	3,399,235
Other receivables (note: 10.02)	64,805,003	74,046,645
	451,480,155	517,312,672
10.01 Advance Income Tax		
Balance as at 1st January	430,620,104	258,080,640
Add: Advance tax for the year:		
Tax paid during the year	64,818,195	161,964,017
Tax deducted at source	3,013,683	10,575,447
Less: Adjusted against tax provision	(127,977,148)	-
	(60,145,270)	172,539,464
Balance as at 31st March	370,474,834	430,620,104
10.02 Other Receivables		
Cheque dishonored charges	759,114	782,860
Accounts receivable	9,512,490	9,580,665
Interest on bank deposits	43,283,542	19,859,290
Receivable from Multi Securities	7,570	8,070
Receivable from ETBL Securities	571,828	3,071,345
Receivable from UFT Co. Ltd	488,140	31,295,886
Legal charges receivable	9,235,130	8,753,837
Others	947,189	694,693
	64,805,003	74,046,645

		March 2017 Taka	December 2016 Taka
12.00	Borrowing from banks, other financial institutions and agents		
	Secured		
	In Bangladesh:		
	Secured Overdraft		
	Banking companies:		
	Eastern Bank Limited	10,904,639	11,971,238
	Mercantile Bank Ltd.	10,586,449	6,062,891
	Prime Bank Ltd.	5,384,048	3,607,601
	Pubali Bank Ltd.	5,392,561	372,867
	United Commercial Bank Ltd.	(438,147)	51,455
		31,829,549	22,066,053
	Non-banking financial institution	-	-
		31,829,549	22,066,053
	Outside Bangladesh	-	-
	Sub-total:	31,829,549	22,066,053
	Term Loan :		
	Banking companies:		
	Bank Al-Falah Limited	1,358,862	7,855,918
	Eastern Bank Limited	7,500,000	8,000,000
	Woori Bank Ltd.	150,000,000	150,000,000
		158,858,862	165,855,918
	Non-banking financial institution	-	-
		158,858,862	165,855,918
	Outside Bangladesh	-	-
	Sub-total:	158,858,862	165,855,918
	Bangladesh Bank Loan:		
	SME loan	533,855,538	532,304,206
	HML Refinance Scheme	282,036,865	289,727,654
	Sub-total:	815,892,403	822,031,860
	Un-secured		
	Money at call and on short notice:		
	Banking companies:		
	Sonali Bank Limited	110,000,000	-
	Bangladesh Commerce Bank Limited	50,000,000	-
	Mutual Trust Bank Limited	50,000,000	-
	Pubali Bank Limited	40,000,000	-
	Standard Bank Limited	60,000,000	-
		310,000,000	-
	Non-banking financial institution	-	-
		310,000,000	-
	Outside Bangladesh	-	-
	Sub-total:	310,000,000	-
	Total:	1,316,580,814	1,009,953,831
13.00	Deposits and other accounts		
	Term deposits	9,560,250,324	8,459,160,226
	Other deposits (note: 13.01)	16,846,609	18,469,536
		9,577,096,933	8,477,629,762

	March 2017 Taka	December 2016 Taka
13.01 Other Deposits		
Home mortgage loan deposit	2,950,725	2,705,382
Margin deposit	2,426,300	3,480,970
Refundable share money deposit	6,210,394	6,210,394
Lease deposit	5,259,190	6,072,790
	16,846,609	18,469,536
14.00 Other liabilities		
Provision for loans, advances ,investments and others(note: 14.01 to 14.04)	205,029,633	194,320,764
Interest suspense (note: 14.05)	132,181,578	99,726,389
Provision for gratuity (note: 14.06)	-	3,113,945
Withholding tax payable	5,702,600	1,085,910
VAT & Excise duty payable	2,670,407	631,077
Provision for current tax (note: 14.07)	466,258,865	555,381,950
Provision for deferred tax	-	-
Interest payable	246,755,333	245,577,815
Accrued expenses (note: 14.09)	287,500	287,500
Unclaimed dividend	11,033,192	11,396,111
Accounts Payable	4,423,431	4,423,431
Sundry deposit	20,283,322	8,766,203
Sundry liabilities	1,133,378	1,133,378
	1,095,759,238	1,125,844,472
14.01 Specific Provision on Loans, Advances		
Balance as at 1st January	74,323,684	66,216,571
<i>Less:</i> Fully provided debt written off	-	(4,971,895)
Provision after written off	74,323,684	61,244,676
<i>Add:</i> Provision made during the year	58,319,451	113,648,276
<i>Less:</i> Provision recovered	(20,120,262)	(100,639,268)
Net charge in the profit & loss account	38,199,189	13,009,008
<i>Add:</i> Recoveries of amounts previously written off	-	70,000
<i>Less:</i> Written off of provision no longer required	-	-
Provisions held at 31st March	112,522,873	74,323,684
14.02 General Provision on Loans, Advances and Leases		
Balance as at 1st January	110,265,523	68,171,725
<i>Add:</i> Provision made during the year	47,790,902	286,379,230
<i>Less:</i> Provision recovered	(75,778,329)	(244,285,432)
Net charge in the profit & loss account	(27,987,427)	42,093,798
Balance as at 31st March	82,278,096	110,265,523
14.03 Provision on investments in share		
Balance as at 1st January	184,305	5,202,192
<i>Add:</i> Provision made during the year	1,172,943	3,039,436
<i>Less:</i> Provision recovered	(437,700)	(8,057,323)
Net charge in the profit & loss account	735,243	(5,017,887)
Balance as at 31st March	919,548	184,305
14.04 Provision on others		
Balance as at 1st January	9,547,252	6,922,277
<i>Add:</i> Provision made during the year	3,800	3,889,790
<i>Less:</i> Provision recovered	(241,936)	(684,137)
Net charge in the profit & loss account	(238,136)	3,205,654
<i>Less:</i> Fully provided debt written off	9,309,116	10,127,930
Provisions held at 31st March	9,309,116	9,547,252
14.05 Interest Suspense Account		
Balance as at 1st January	99,726,389	74,688,157
<i>Add:</i> Interest suspense charged during the year	49,819,257	110,358,609
<i>Less:</i> Interest suspense realized during the year	(17,364,068)	(84,226,218)
Net charge in the profit & loss account	32,455,189	26,132,391
	132,181,578	100,820,548

	March 2017 Taka	December 2016 Taka
<i>Less:</i> Interest written off	-	(1,094,159)
Balance as at 31st March	132,181,578	99,726,389

Write-off of Loans/Leases

As per FID Circular no. 03 dated 15th March 2007 of Bangladesh Bank a financial institution should write-off its loans/leases to clean-up its financial statements subject to fulfillment of the criteria. As per Bangladesh Bank guidelines, National Housing Finance and Investments Limited has written-off its loans/leases as under:

(Figures in Taka)

Balance at 1st January	259,813,316	253,239,202
Net loans/leases written-off during the year	-	6,644,114
No. of agreements written-off	18	18
No. of clients written-off	15	15
Interest suspense against written-off loans/leases	-	(1,094,159)
Provision adjusted against written-off loans/leases	-	(5,549,955)
Recovery of loans/leases write-off loans/leases	-	70,000
Balance of loans/leases written-off at 31st March 2017	259,813,316	259,813,316
14.06 Provision for Gratuity		
Balance as at 1st January	3,113,945	5,186,725
<i>Add:</i> Provision made during the year	-	3,426,805
<i>Less:</i> Payment made during the year	(3,113,945)	(5,499,585)
<i>Less:</i> Provision written back during the year	-	-
Balance as at 31st March	-	3,113,945
14.07 Provision for Current Tax		
Balance as on 1st January	555,381,950	377,621,587
<i>Add:</i> Provision made during the year	38,677,112	177,760,363
<i>Add:</i> Short provision for the year 2014	176,951	-
<i>Less:</i> Adjustment of advance tax	(127,977,148)	-
Balance as at 31st March	466,258,865	555,381,950
14.08 (1) Provision for taxation Net Charged for in the Profit & Loss Account		
Current tax (note: 14.07)	38,854,063	47,570,046
<i>Add:</i> Deferred tax	-	-
	38,854,063	47,570,046

	March 2017 Taka	December 2016 Taka
Provisions for current tax has been made on the basis of the profit for the year as adjusted for taxation purposes in accordance with the provisions of Income Tax Ordinance, 1984 and amendments made thereto. The current tax rate for the Company is 40.00% on taxable income.		
14.09 Accrued Expenses		
Promotion and publicity	-	-
Audit fees	287,500	287,500
Sundry creditors	-	-
	287,500	287,500
15.00 Share Capital		
15.01 Authorized Capital:		
200,000,000 ordinary shares of Tk.10 each	2,000,000,000	2,000,000,000
15.02 Issued, Subscribed and fully Paid-up Capital:		
106,392,000 ordinary shares of Tk.10 each	1,063,920,000	1,063,920,000
% of holding:	% of holding	% of holding
Sponsors	72.83%	81.64%
General public	27.17%	18.36%
	100.00%	100.00%
Number of holding:		
Sponsors	77,485,906	86,857,557
General public	28,906,094	19,534,443
	106,392,000	106,392,000

15.03 Classification of shareholders by holding as required by Regulation 37 of the Listing Regulations of Dhaka Stock Exchange Limited:

Number of shares	No of shareholders	No of shares	% of holding
Less than 500	2115	166,879	0.16%
501 to 5,000	1029	1,642,510	1.54%
5,001 to 10,000	117	859,165	0.81%
10,001 to 20,000	45	688,920	0.65%
20,001 to 30,000	20	503,524	0.47%
30,001 to 40,000	13	451,302	0.42%
40,001 to 50,000	7	323,583	0.30%
50,001 to 100,000	20	1,474,228	1.39%
100,001 to 1,000,000	28	7,066,271	6.64%
Above 1,000,000	27	93,215,618	87.62%
Total:	3421	106,392,000	100.00%

The shares of the Company are listed with Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd.

15.04 Capital Requirement

As per DFIM circular no. 05 dated July 24, 2011 of Bangladesh Bank, an NBFIs requires to have Tk.100 crore as its minimum capital which shall be deemed to be adequate capital. When the core capital equals or exceeds its minimum capital then the capital shall be treated as adequate capital of NBFIs. Core capital consists of paid-up capital, retained earnings, statutory reserve and balance of current year's profit but in case of total capital it includes core capital plus general provision on good loans/leases. Status of the capital has given below:

Core capital (paid-up capital, retained earnings & statutory reserve etc.)	1,696,077,202	1,636,961,590
Less: Required minimum capital	(1,000,000,000)	(1,000,000,000)
Surplus over minimum required capital	696,077,202	636,961,590
Core capital (paid-up capital, retained earnings & statutory reserve etc.)	1,696,077,202	1,636,961,590
Add: Provision on good loan/leases	82,278,096	110,265,523
Total capital	1,778,355,298	1,747,227,113
Less: Required minimum capital	(1,000,000,000)	(1,000,000,000)
	778,355,298	747,227,113

	March 2017 Taka	December 2016 Taka
16.00 Statutory reserve		
Balance as at 1st January	360,355,287	311,601,129
Reserve made during the year	11,823,123	48,754,157
Balance as at 31st March	372,178,409	360,355,287

Statutory reserve has been created at the rate of 20.00% of the net profit of Tk.59,115,613 as per Bangladesh Bank's guidelines.

17.00 Retained earnings		
Balance as at 1st January	212,686,303	198,536,074
<i>Add:</i> Net profit after tax for the year	59,115,613	243,770,786
	271,801,916	442,306,860
<i>Less:</i> Allocations:		
Transferred to statutory reserve	(11,823,123)	(48,754,157)
Issue of Bonus Share	-	-
Dividend	-	(180,866,400)
	(11,823,123)	(229,620,557)
Balance as at 31st March	259,978,793	212,686,303

	March 2017 Taka	March 2016 Taka
18.00 Income statement		
Income:		
Interest, discount and other similar income (note: 19.00)	303,602,684	289,887,361
Dividend income (note: 21.00)	2,023,883	1,562,500
Fees, commission & brokerage (note: 22.00)	24,000	161,500
Gains less losses arising from investment in securities(note: 21.00)	8,244,652	-
Other operating income (note: 23.00)	5,310,359	10,743,602
	319,205,578	302,354,964
Expenses:		
Interest on borrowing, fees and commission (note: 20.00)	179,007,700	150,043,466
Losses on loan, advances and leases (note: 31.00)	10,211,762	14,096,521
Administrative expenses	26,148,845	21,790,121
Other operating expenses (note: 30.00)	3,025,543	2,246,390
Depreciation on banking assets (note: 29.00)	2,344,945	718,213
	220,738,795	188,894,711
	98,466,783	113,460,253
19.00 Interest income		
Interest on mortgage loan:		
Home mortgage loan	220,275,165	190,279,922
Commercial mortgage loan	17,851,329	10,481,827
Project mortgage loan	8,051,740	14,836,773
	246,178,234	215,598,522
<i>Less:</i> Interest suspense	(29,557,598)	(8,532,645)
	216,620,636	207,065,877
Interest on lease finance:		
Industrial equipment	3,218,248	7,518,406
Vehicles	1,539,304	3,070,132
Delinquent interest	4,142,388	8,524,678
	8,899,940	19,113,216
<i>Less:</i> Interest suspense	(2,897,591)	(4,487,056)
	6,002,349	14,626,160
Interest on term finance	26,343,676	46,605,394
Interest on fixed deposits	48,907,433	20,092,432
Interest on short term deposit	3,736,568	148,405
Interest on loan against FDR	1,558,000	864,211
Interest on staff loan	434,022	484,883
	303,602,684	289,887,361
20.00 Interest paid on deposits, borrowings etc.		
Call money interest	3,655,486	-
Secured overdraft interest	945,037	1,025,382
Term deposit interest	34,189,999	17,481,941
Term loan interest	3,062,047	491,118
Customer deposit interest - Term Deposit	109,952,276	100,920,384
Customer deposit interest - Income Account	10,895,862	15,052,936
Customer deposit interest - Double Money Account	4,962,604	4,404,367
Customer deposit interest - Triple Money Account	310,477	1,673
Customer deposit interest-MSS	378,009	206,153
Customer deposit interest-MLNR	804,533	592,172
HML refinance interest	3,429,406	3,898,111
SME loan interest	6,421,964	5,969,229
	179,007,700	150,043,466

	March 2017 Taka	March 2016 Taka
21.00 Investment Income		
Dividend on ordinary shares	773,883	-
Dividend on preference shares	1,250,000	1,562,500
Gain on sale of shares	8,255,274	-
Loss on sale of shares	(10,622)	-
	10,268,535	1,562,500
22.00 Commission, exchange and brokerage		
Fees	24,000	161,500
	24,000	161,500
23.00 Other operating income		
Income from write-off	-	20,000
Application, processing and documentation fees	4,822,437	9,929,490
Delinquent charge-MSS,MLNR etc.	1,244	2,515
Interest on call Money lending	-	153,097
Other income	486,678	638,500
	5,310,359	10,743,602
24.00 Administrative expenses		
24.01 Directors' fees and expenses		
This represents fees paid for attending board meetings and other committee meetings @ Tk. 8,000/- per attendance per person.	404,800	358,800
	404,800	358,800
24.02 Salaries and allowances		
Salary & allowances (note: 24.02.01)	18,109,936	14,681,788
Provident fund contribution	794,516	697,703
Gratuity	108,150	28,560
Bonus	-	-
	19,012,602	15,408,051
24.02.01	This includes managerial remuneration of Taka 13.88 million and balance amount Taka 5.13 million is on account of staff salary, bonus and other allowances. The number of employees including contract based employees were 152 and 125 for the year 2017 & 2016 respectively.	
24.03 Rent, taxes, insurance, electricity etc.		
Office occupancy cost	877,633	881,088
City corporation Taxes	-	-
Electricity	282,406	158,350
Utilities	379,380	476,344
Insurance (note: 24.03.01)	503,955	106,965
	2,043,374	1,622,747
24.03.01	Taka 503,955 being premium paid for insurance coverage against damages/loss of the Company's fixed assets by fire, earthquake etc.	
24.04 Legal expenses		
Legal and professional	-	-
Legal charges	350	5,000
Membership fees and subscription	1,620,168	1,155,068
	1,620,518	1,160,068
25.00 Postage, stamps, telecommunication etc.		
Courier	41,870	10,450
Postage	10,450	8,128
Stamps & security paper	480,680	532,250
Telephone, fax & e-mail	325,418	263,536
	858,418	814,364

	March 2017 Taka	March 2016 Taka
26.00 Stationery, printing, advertisement etc.		
Printing	456,140	60,548
Stationery	222,227	230,057
Business Commission	280,170	716,843
Promotion & publicity	149,596	317,643
	1,108,133	1,325,091
27.00 Managing Director's salary and fees		
Salary & allowances	1,041,000	1,041,000
Provident fund contribution	60,000	60,000
Bonus	-	-
	1,101,000	1,101,000
28.00 Auditors' fees	-	-
29.00 Depreciation on and repairs to assets		
Depreciation:		
Building	1,364,223	363,483
Furniture	366,417	166,704
Office equipment	236,189	80,316
Motor vehicle	340,575	45,387
	2,307,404	655,890
Repair and maintenance	37,541	62,323
	2,344,945	718,213
30.00 Other expenses		
Traveling and conveyance	535,626	365,731
Training	110,840	62,263
Bank charges and excise duty	465,954	247,284
Books and periodicals	15,691	15,180
Office refreshments	364,359	277,505
Motor car	1,280,721	1,186,914
Office general expenses	222,320	90,763
AGM Expenses	-	-
Trade License Fees	22,882	-
Investment expenses share	7,150	750
	3,025,543	2,246,390
31.00 Provisions for loan and advances		
For classified loans, advances and leases	38,199,189	9,119,648
For unclassified loans, advances and leases	(27,987,427)	4,976,873
	10,211,762	14,096,521
31.01 Provision for investments		
Made during the year	1,172,943	2,108,634
Recovery during the year	(437,700)	(627,655)
	735,243	1,480,979
31.02 Others		
Provisions for legal charges & professional fees	(213,990)	-
Provisions for cheque dishonored & clearing charges	(24,146)	(28,888)
	(238,136)	(28,888)
32.00 Earnings per share		
a) Earnings attributable to the ordinary shareholders(Taka)	59,115,613	64,438,115
b) Number of ordinary shares outstanding during the year	106,392,000	106,392,000
c) Weighted average number of ordinary shares outstanding during the year	106,392,000	106,392,000
d) Basic earnings per share (a/c)	0.56	0.61

Prior year Basic Earning Per Share calculation has been revised due to calculation of weighted average number of ordinary shares. Earnings per share (EPS) has been computed by dividing the net profit after tax (NPAT) by the weighted average number of ordinary shares outstanding as on 31st March 2017 as per BAS-33" Earnings Per Share". No diluted EPS was required to be calculated for the year since there was no scope for dilution of shares during the period.

	March 2017 Taka	March 2016 Taka
33.00 Sanction and disbursement		
Sanction	695,050,000	1,056,750,000
Disbursement	684,163,846	990,832,651
Undisbursed	10,886,154	65,917,349
33.a Contingent liabilities		
Government	-	-
Directors	-	-
Bank and other Financial Institution	-	-
Other	10,886,154	65,917,349

34.00 Audit committee of the board

The audit committee was formed by the Board of Directors of National Housing Finance And Investments Limited. The members of the committee are as under:

SL No	Name	Status with the Company	Status with the Committee	Educational Qualification
01	Professor Imran Rahman	Independent Director	Chairman	MBA (IBA), BSC (Eco.) in Math. Economics UK
02	Mr. Md. Kabir Reza	Director	Member	M.Com (Acc.), FCMA
03	Mr. Azmal Hossain	Director	Member	B.Com
04	Mr. Akhtar Ahmed	Director	Member	B.A (Hons), M.A.(DU), ACII (UK)
05	Syed Tanveer Hussain	Independent Director	Member	M.A. In Development Economics (USA)

The Audit Committee of the Board was duly constituted by the Board of Directors of the Company in accordance with the Bangladesh Bank's DFIM circular no. 13, dated October 26, 2011 and Bangladesh Securities and Exchange Commission notification ref. no. SEC/CMRRCD/2006-158/129/Admin/43, dated July 03, 2012. The following issues were discussed:

- 01 Audit and inspection report of Bangladesh Bank Inspection Team and External Auditors of National Housing.
- 02 Ensuring an effective Internal Control System and Risk Management System.
- 03 Review the findings of auditors and management response thereto.
- 04 Stressing on the importance of the regulatory compliance.
- 05 Review of conflict of interests.
- 06 Review of the credit policy of the Company.
- 07 Any other matters which deems necessary.

35.00 Company information

Last year's figures and account heads have been rearranged to conform current year's presentation in accordance with the Bangladesh Bank DFIM Circular # 11 dated December 23, 2009.

36.00 Geographical area of operation

Company's geographical area of operation was in Dhaka, Chittagong, Bogra and Rangpur in the year 2017.

37.00 Contingent liabilities

There is a difference in provision for taxation made by the company and tax claimed by Tax Authority for Taka 22,256,919. The assessment of tax for different year is pending at different Tax Authority. Thus the difference of provision for taxation considered as Contingent Liability.

38.00 Subsequent events-disclosure under BAS 10: "events after the balance sheet date"

No material event has been occurred after the Balance Sheet date, which could materially effect the value of the financial statements.

March 2017 Taka

March 2016 Taka

39.00 Claims against the company not acknowledge as debt

There is no claim at the Balance Sheet date, which has not been acknowledged by the Company.

40.00 Credit facility availed

There was no credit facility available to the Company under any contract as on Balance Sheet date other than trade credit available in the ordinary course of business.