

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Condensed Interim Financial Report (Un-audited)

as at and for the 2nd quarter ended 30 June 2018

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Condensed Consolidated Balance Sheet (Un-audited)
as at 30 June 2018

Amount in BDT

| Particulars | Note | 30 June 2018 | 31 December 2017 |
|---|-------------|------------------------|------------------------|
| PROPERTY AND ASSETS | | | |
| Cash | | 17,234,928,010 | 15,487,553,511 |
| Cash in hand (including foreign currency) | 3.a | 2,354,575,788 | 2,251,768,572 |
| Balance with Bangladesh Bank and its agent bank(s) (including foreign currency) | 3.b | 14,880,352,222 | 13,235,784,939 |
| Balance with other banks and financial institutions | | 7,245,221,711 | 10,623,519,846 |
| In Bangladesh | 4.a | 4,591,008,659 | 8,068,534,922 |
| Outside Bangladesh | 4.b | 2,654,213,052 | 2,554,984,924 |
| Money at call and on short notice | | 3,040,000,000 | 3,830,000,000 |
| Investments | | 32,984,223,190 | 29,290,877,363 |
| Government securities | 5.a | 27,377,137,672 | 23,943,582,942 |
| Other investments | 5.b | 5,607,085,518 | 5,347,294,421 |
| Loans and advances | | 195,691,911,215 | 183,296,111,106 |
| Loans, cash credit, overdrafts etc. | 6.a | 182,178,217,047 | 171,593,194,706 |
| Bills purchased and discounted | 7.a | 13,513,694,168 | 11,702,916,400 |
| Fixed assets including premises, furniture and fixtures | 8.a | 5,488,725,702 | 3,539,338,093 |
| Other assets | 9.a | 10,942,295,861 | 10,277,591,453 |
| Non-banking assets | | 373,474,800 | 373,474,800 |
| Total assets | | 273,000,780,488 | 256,718,466,172 |
| LIABILITIES AND CAPITAL | | | |
| Liabilities | | | |
| Borrowing from other banks, financial institutions and agents | 10.a | 9,324,939,858 | 8,473,580,748 |
| Subordinated debt | | 3,500,000,000 | 3,500,000,000 |
| Deposits and other accounts | 11.a | 213,782,784,845 | 200,148,679,835 |
| Current deposit and other accounts | | 35,785,139,038 | 30,611,131,194 |
| Bills payable | | 2,722,581,283 | 2,238,152,090 |
| Savings bank deposits | | 24,289,108,731 | 27,058,321,723 |
| Fixed deposits | | 150,985,955,793 | 140,241,074,828 |
| Other liabilities | 12.a | 23,769,642,150 | 22,492,022,640 |
| Total liabilities | | 250,377,366,853 | 234,614,283,222 |
| Capital/Shareholders' equity | | | |
| Paid up capital | 13.2 | 11,953,024,420 | 11,953,024,420 |
| Statutory reserve | | 5,124,540,729 | 5,124,540,729 |
| General reserve | | 155,071,397 | 155,071,397 |
| Revaluation reserve against securities | | 4,290,251 | 6,229,549 |
| Revaluation reserve against fixed assets | | 115,314,704 | 115,314,704 |
| Foreign currency translation reserve | | 76,777,703 | 126,200,022 |
| Surplus in profit and loss account | | 5,194,387,708 | 4,623,795,459 |
| Attributable to equity holders | | 22,623,406,912 | 22,104,176,280 |
| Non-controlling interest | | 6,724 | 6,669 |
| Total shareholders' equity | | 22,623,413,636 | 22,104,182,949 |
| Total liabilities and shareholders' equity | | 273,000,780,488 | 256,718,466,172 |

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Condensed Consolidated Balance Sheet (Un-audited)
as at 30 June 2018

| Particulars | Note | Amount in BDT | |
|---|------|-----------------------|-----------------------|
| | | 30 June 2018 | 31 December 2017 |
| OFF-BALANCE SHEET ITEMS | | | |
| Contingent liabilities | | 59,285,009,010 | 58,620,180,261 |
| Acceptances and endorsements | | 20,229,505,447 | 19,010,992,711 |
| Letters of guarantee | | 11,096,872,855 | 10,475,384,676 |
| Irrevocable letters of credit | | 18,297,553,004 | 19,364,242,284 |
| Bills for collection | | 9,661,077,704 | 9,769,560,590 |
| Other contingent liabilities | | - | - |
| Other commitments | | - | - |
| Documentary credit and short term trade -related transactions | | - | - |
| Forward assets purchased and forward deposit placed | | - | - |
| Undrawn note issuance and revolving underwriting facilities | | - | - |
| Undrawn formal standby facilities, credit lines and other commitments | | - | - |
| Total off-balance sheet exposures including contingent liabilities | | 59,285,009,010 | 58,620,180,261 |

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

| | | | | |
|-------------------------------------|-------------------------------|-------------------------------------|-------------------|-------------------|
| Sd/- | Sd/- | Sd/- | Sd/- | Sd/- |
| _____ Chief Financial Officer | _____ Company Secretary | _____ Managing Director & CEO | _____ Director | _____ Director |

30 July 2018
Dhaka

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED
Condensed Consolidated Profit and Loss Account (Un-audited)
for the 2nd Quarter ended 30 June 2018

Amount in BDT

| Particulars | Note | 1 January to 30 June 2018 | 1 January to 30 June 2017 | 1 April to 30 June 2018 | 1 April to 30 June 2017 |
|--|------|------------------------------|------------------------------|----------------------------|----------------------------|
| Interest income | 14.a | 9,006,974,790 | 6,835,908,239 | 4,807,601,964 | 3,629,887,464 |
| Interest paid on deposits, borrowings etc. | 15.a | 6,969,802,077 | 4,177,195,316 | 3,839,052,826 | 2,168,725,602 |
| Net interest income | | 2,037,172,713 | 2,658,712,923 | 968,549,138 | 1,461,161,862 |
| Investment income | 16.a | 994,132,300 | 968,763,372 | 462,601,642 | 495,438,649 |
| Commission, exchange and brokerage | 17.a | 792,657,494 | 882,072,432 | 406,279,889 | 451,417,540 |
| Other operating income | | 209,907,051 | 253,917,124 | 128,823,539 | 149,352,896 |
| | | 1,996,696,845 | 2,104,752,928 | 997,705,070 | 1,096,209,084 |
| Total operating income | | 4,033,869,558 | 4,763,465,851 | 1,966,254,207 | 2,557,370,946 |
| Salary and allowances | 18.a | 1,205,168,395 | 1,187,995,786 | 633,664,642 | 622,920,890 |
| Rent, taxes, insurance, electricity etc. | 19.a | 370,284,890 | 342,819,374 | 185,893,365 | 174,372,802 |
| Legal expenses | | 8,575,469 | 6,347,811 | 4,292,957 | 4,192,642 |
| Postage, stamp, telecommunication etc. | | 29,336,873 | 48,327,576 | 17,701,172 | 24,414,842 |
| Stationery, printing, advertisement etc. | | 134,305,119 | 219,115,760 | 73,937,273 | 98,150,135 |
| Managing Director's salary | | 7,560,000 | 7,560,000 | 4,267,500 | 4,267,500 |
| Directors' fees | | 808,500 | 842,750 | 486,000 | 458,750 |
| Auditors' fees | | 750,000 | - | 430,555 | - |
| Charges on loan losses | | 109,642,716 | - | 109,642,716 | - |
| Depreciation and repair of bank's assets | | 241,522,960 | 251,256,912 | 123,387,797 | 125,125,410 |
| Other expenses | | 374,733,567 | 355,505,773 | 176,524,814 | 199,682,399 |
| Total operating expenses | | 2,482,688,489 | 2,419,771,742 | 1,330,228,791 | 1,253,585,370 |
| Operating profit | | 1,551,181,070 | 2,343,694,109 | 636,025,416 | 1,303,785,576 |
| Share of profit of joint ventures/associates | | 205,031,373 | 188,064,022 | 114,243,806 | 100,428,022 |
| Profit before provision | | 1,756,212,443 | 2,531,758,131 | 750,269,222 | 1,404,213,598 |
| Provision for loans, investments & other assets | | | | | |
| Provision for loans and advance | | 503,154,826 | 1,201,070,674 | 253,232,097 | 349,756,420 |
| Provision for diminution in value of investments | | 136,387,225 | (188,933,141) | 20,205,261 | 87,256,034 |
| Provision for other assets | | 11,728,123 | 1,529,637 | 7,615,134 | (11,231,419) |
| Total provision | | 651,270,175 | 1,013,667,170 | 281,052,492 | 425,781,035 |
| Profit/(Loss) before taxes | | 1,104,942,268 | 1,518,090,961 | 469,216,730 | 978,432,563 |
| Provision for taxation | | | | | |
| Current tax | | 383,618,851 | 861,728,765 | 29,378,956 | 530,017,713 |
| Deferred tax expense/(income) | | 150,731,114 | (176,077,606) | 225,873,157 | (68,432,462) |
| | | 534,349,965 | 685,651,159 | 255,252,113 | 461,585,251 |
| Net profit after taxation | | 570,592,303 | 832,439,802 | 213,964,617 | 516,847,312 |
| Net profit after tax attributable to: | | | | | |
| Equity holders of the Bank | | 570,592,249 | 832,439,769 | 213,964,585 | 516,847,298 |
| Non-controlling interest | | 54 | 33 | 32 | 15 |
| Retained earnings brought forward from previous year | | 4,623,795,459 | 3,379,031,381 | 4,980,423,123 | 3,694,623,852 |
| Add: Net profit after tax (attributable to equity holders of the Bank) | | 570,592,249 | 832,439,769 | 213,964,585 | 516,847,298 |
| Retained surplus | | 5,194,387,708 | 4,211,471,150 | 5,194,387,708 | 4,211,471,150 |
| Earnings Per Share (EPS) [Q2 2017 restated] | | 0.43 | 0.62 | 0.16 | 0.39 |

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

| | | | | |
|-------------------------|-------------------|-------------------------|----------|----------|
| Sd/- | Sd/- | Sd/- | Sd/- | Sd/- |
| Chief Financial Officer | Company Secretary | Managing Director & CEO | Director | Director |

30 July 2018
Dhaka

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED
Condensed Consolidated Cash Flow Statement (Un-audited)
for the 2nd Quarter ended 30 June 2018

Amount in BDT

| Particulars | 1 January to 30 June 2018 | 1 January to 30 June 2017 |
|---|------------------------------|------------------------------|
| A. Cash flows from operating activities | | |
| Interest received | 9,858,669,512 | 7,640,279,481 |
| Interest payments | (6,162,881,475) | (4,168,774,666) |
| Dividend received | 39,333,182 | 55,455,470 |
| Fees and commission received | 816,448,282 | 914,485,941 |
| Recoveries of loans and advances previously written-off | 95,149,312 | 68,141,575 |
| Cash payments to employees | (1,455,343,802) | (1,347,592,771) |
| Cash payments to suppliers | (144,215,431) | (189,750,845) |
| Income taxes paid | (749,865,282) | (582,040,248) |
| Receipts from other operating activities | 211,070,587 | 317,219,120 |
| Payments for other operating activities | (835,249,086) | (767,300,732) |
| Operating cash flows before changing in operating assets and liabilities | 1,673,115,800 | 1,940,122,325 |
| Increase/(decrease) in operating assets and liabilities | | |
| Statutory deposits | - | - |
| Loans and advances to other banks | - | - |
| Loans and advances to customers | (12,312,702,371) | (19,434,026,299) |
| Other assets | 80,888,656 | (303,216,476) |
| Deposits from other banks | (10,904,501,712) | 11,691,430,000 |
| Deposits from customers | 23,729,754,645 | 10,319,176,202 |
| Other liabilities | 109,642,569 | 125,432,765 |
| | 703,081,788 | 2,398,796,192 |
| Net cash flows from/(used in) operating activities | 2,376,197,588 | 4,338,918,517 |
| B. Cash flows from investing activities | | |
| Net proceeds/(payments) from sale/(purchase) of Government securities | (3,435,427,228) | (616,404,452) |
| Net proceeds/(payments) from sale/(purchase) of securities | (128,385,609) | 594,196,383 |
| Purchase of property, plant & equipment | (2,092,146,019) | (118,809,317) |
| Proceeds from sale of property, plant & equipment | 1,169,308 | 715,996 |
| Net cash flows from/(used in) investing activities | (5,654,789,549) | (140,301,390) |
| C. Cash flows from financing activities | | |
| Borrowing from other banks, financial institutions and agents | 851,359,110 | 2,036,445,681 |
| Payment against lease obligation | (1,523,161) | (1,902,377) |
| Net cash flows from/(used in) financing activities | 849,835,949 | 2,034,543,304 |
| D. Net increase/(decrease) in cash (A+B+C) | (2,428,756,011) | 6,233,160,431 |
| E. Effects of exchange rate changes on cash and cash equivalents | 7,899,175 | 71,486,496 |
| F. Opening balance of cash and cash equivalents | 29,945,046,257 | 23,091,914,737 |
| G. Closing balance of cash and cash equivalents (D+E+F) | 27,524,189,421 | 29,396,561,664 |
| Closing cash and cash equivalents | | |
| Cash in hand | 2,354,575,788 | 2,619,252,957 |
| Balance with Bangladesh Bank and its agents bank | 14,880,352,222 | 13,276,718,476 |
| Balance with other banks and financial institutions | 7,245,221,711 | 12,235,933,631 |
| Money at call and on short notice | 3,040,000,000 | 1,260,000,000 |
| Prize bonds | 4,039,700 | 4,656,600 |
| | 27,524,189,421 | 29,396,561,664 |
| Net Operating Cash Flow Per Share (NOCFPS) | 1.77 | 3.24 |

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Condensed Consolidated Statement of Changes in Equity (Un-audited)
for the 2nd Quarter ended 30 June 2018

Amount in BDT

| Particulars | Paid up capital | Statutory reserve | General reserve | Revaluation reserve against securities | Revaluation reserve against fixed assets | Foreign currency translation reserve | Surplus in profit and loss account | Non-controlling interest | Total |
|--|-----------------------|----------------------|--------------------|--|--|--------------------------------------|------------------------------------|--------------------------|-----------------------|
| Balance as at 1 January 2018 | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 6,229,549 | 115,314,704 | 126,200,022 | 4,623,795,459 | 6,669 | 22,104,182,949 |
| Impact of changes in accounting policy | - | - | - | - | - | - | - | - | - |
| Restated balance as at 1 January 2018 | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 6,229,549 | 115,314,704 | 126,200,022 | 4,623,795,459 | 6,669 | 22,104,182,949 |
| Surplus/(deficit) on account of revaluation of investments | - | - | - | (1,939,298) | - | - | - | - | (1,939,298) |
| Effect of foreign currency translation | - | - | - | - | - | (49,422,319) | - | - | (49,422,319) |
| Net gain and losses not recognized in the profit and loss account | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 4,290,251 | 115,314,704 | 76,777,703 | 4,623,795,459 | 6,669 | 22,052,821,333 |
| Net profit for the period | - | - | - | - | - | - | 570,592,249 | 54 | 570,592,303 |
| Balance as at 30 June 2018 | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 4,290,251 | 115,314,704 | 76,777,703 | 5,194,387,708 | 6,724 | 22,623,413,636 |
| Balance as at 1 January 2017 | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 13,387,424 | 115,314,704 | (27,858,562) | 3,379,031,381 | 6,561 | 13,922,398,818 |
| Impact of changes in accounting policy | - | - | - | - | - | - | - | - | - |
| Restated balance as at 1 January 2017 | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 13,387,424 | 115,314,704 | (27,858,562) | 3,379,031,381 | 6,561 | 13,922,398,818 |
| Surplus/(deficit) on account of revaluation of investments | - | - | - | (9,425,415) | - | - | - | - | (9,425,415) |
| Effect of foreign currency translation | - | - | - | - | - | 101,269,897 | - | - | 101,269,897 |
| Net gain and losses not recognized in the profit and loss account | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 3,962,009 | 115,314,704 | 73,411,335 | 3,379,031,381 | 6,561 | 14,014,243,299 |
| Net profit for the period | - | - | - | - | - | - | 832,439,770 | 33 | 832,439,803 |
| Balance as at 30 June 2017 | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 3,962,009 | 115,314,704 | 73,411,335 | 4,211,471,151 | 6,594 | 14,846,683,102 |

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Condensed Separate Balance Sheet (Un-audited)
as at 30 June 2018

| Particulars | Note | Amount in BDT | |
|---|-----------|------------------------|------------------------|
| | | 30 June 2018 | 31 December 2017 |
| PROPERTY AND ASSETS | | | |
| Cash | 3 | 17,227,138,268 | 15,478,772,582 |
| Cash in hand (including foreign currency) | | 2,346,786,046 | 2,242,987,643 |
| Balance with Bangladesh Bank and its agent bank(s) (including foreign currency) | | 14,880,352,222 | 13,235,784,939 |
| Balance with other banks and financial institutions | 4 | 7,245,221,711 | 10,623,519,845 |
| In Bangladesh | | 4,591,008,659 | 8,068,534,921 |
| Outside Bangladesh | | 2,654,213,052 | 2,554,984,924 |
| Money at call and on short notice | | 3,040,000,000 | 3,830,000,000 |
| Investments | 5 | 31,419,735,371 | 27,858,142,242 |
| Government securities | 5.1 | 27,377,137,672 | 23,943,582,942 |
| Other investments | | 4,042,597,699 | 3,914,559,300 |
| Loans and advances | 6 | 191,692,871,992 | 179,264,206,747 |
| Loans, cash credit, overdrafts etc. | 6.1 | 178,179,177,824 | 167,561,290,347 |
| Bills purchased and discounted | 7 | 13,513,694,168 | 11,702,916,400 |
| Fixed assets including premises, furniture and fixtures | 8 | 5,479,315,455 | 3,528,384,037 |
| Other assets | 9 | 12,917,644,662 | 12,292,441,552 |
| Non-banking assets | | 373,474,800 | 373,474,800 |
| Total assets | | 269,395,402,260 | 253,248,941,805 |
| LIABILITIES AND CAPITAL | | | |
| Liabilities | | | |
| Borrowing from other banks, financial Institutions and agents | 10 | 9,324,939,858 | 8,473,580,748 |
| Subordinated debt | | 3,500,000,000 | 3,500,000,000 |
| Deposits and other accounts | 11 | 213,858,127,933 | 200,205,665,479 |
| Current deposit and other accounts | | 35,860,482,126 | 30,668,116,838 |
| Bills payable | | 2,722,581,283 | 2,238,152,090 |
| Savings bank deposits | | 24,289,108,731 | 27,058,321,723 |
| Fixed deposits | | 150,985,955,793 | 140,241,074,828 |
| Other liabilities | 12 | 21,801,481,246 | 20,530,574,923 |
| Total liabilities | | 248,484,549,036 | 232,709,821,150 |
| Capital/Shareholders' equity | | | |
| Paid up capital | 13.2 | 11,953,024,420 | 11,953,024,420 |
| Statutory reserve | | 5,124,540,729 | 5,124,540,729 |
| General reserve | | 155,071,397 | 155,071,397 |
| Revaluation reserve against securities | | 4,290,251 | 6,229,549 |
| Revaluation reserve against fixed assets | | 115,314,704 | 115,314,704 |
| Surplus in profit and loss account | | 3,558,611,722 | 3,184,939,855 |
| Total shareholders' equity | | 20,910,853,223 | 20,539,120,655 |
| Total liabilities and shareholders' equity | | 269,395,402,260 | 253,248,941,805 |

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Condensed Separate Balance Sheet (Un-audited)
as at 30 June 2018

| Particulars | Note | Amount in BDT | |
|---|------|-----------------------|-----------------------|
| | | 30 June 2018 | 31 December 2017 |
| OFF-BALANCE SHEET ITEMS | | | |
| Contingent liabilities | | 59,285,009,010 | 58,620,180,261 |
| Acceptances and endorsements | | 20,229,505,447 | 19,010,992,711 |
| Letters of guarantee | | 11,096,872,855 | 10,475,384,676 |
| Irrevocable letters of credit | | 18,297,553,004 | 19,364,242,284 |
| Bills for collection | | 9,661,077,704 | 9,769,560,590 |
| Other contingent liabilities | | - | - |
| Other commitments | | | |
| Documentary credit and short term trade -related transactions | | - | - |
| Forward assets purchased and forward deposit placed | | - | - |
| Undrawn note issuance and revolving underwriting facilities | | - | - |
| Undrawn formal standby facilities, credit lines and other commitments | | - | - |
| Total off-balance sheet exposures including contingent liabilities | | 59,285,009,010 | 58,620,180,261 |

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

| | | | | |
|-------------------------------------|----------------------------|-------------------------------------|-------------------|-------------------|
| Sd/- | Sd/- | Sd/- | Sd/- | Sd/- |
| _____ Chief Financial Officer | _____ Company Secretary | _____ Managing Director & CEO | _____ Director | _____ Director |

30 July 2018

Dhaka

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED

Condensed Separate Profit and Loss Account (Un-audited)
for the 2nd Quarter ended 30 June 2018

| Particulars | Note | Amount in BDT | | | |
|--|------|------------------------------|------------------------------|----------------------------|----------------------------|
| | | 1 January to 30 June 2018 | 1 January to 30 June 2017 | 1 April to 30 June 2018 | 1 April to 30 June 2017 |
| Interest income | 14 | 8,983,959,643 | 6,773,586,604 | 4,798,158,974 | 3,598,591,659 |
| Interest paid on deposits, borrowings, etc. | 15 | 6,969,802,077 | 4,167,554,080 | 3,839,052,826 | 2,165,439,697 |
| Net interest income | | 2,014,157,566 | 2,606,032,524 | 959,106,148 | 1,433,151,962 |
| Investment income | 16 | 985,760,908 | 933,142,724 | 454,518,427 | 472,866,671 |
| Commission, exchange and brokerage | 17 | 797,195,864 | 853,201,243 | 413,853,123 | 452,988,012 |
| Other operating income | | 209,875,834 | 253,797,559 | 128,800,352 | 149,245,154 |
| | | 1,992,832,606 | 2,040,141,526 | 997,171,902 | 1,075,099,837 |
| Total operating income | | 4,006,990,172 | 4,646,174,050 | 1,956,278,049 | 2,508,251,799 |
| Salary and allowances | 18 | 1,194,846,707 | 1,177,275,134 | 628,302,184 | 617,705,253 |
| Rent, taxes, insurance, electricity, etc. | 19 | 363,787,361 | 335,748,266 | 181,950,130 | 170,369,068 |
| Legal expenses | | 7,628,230 | 4,990,763 | 3,915,235 | 3,604,763 |
| Postage, stamp, telecommunication, etc. | | 29,195,900 | 48,243,010 | 17,638,862 | 24,364,629 |
| Stationery, printing, advertisement, etc. | | 134,219,180 | 218,936,125 | 73,897,929 | 98,076,172 |
| Managing Director's salary | | 7,560,000 | 7,560,000 | 4,267,500 | 4,267,500 |
| Directors' fees | | 728,000 | 768,000 | 440,000 | 384,000 |
| Auditors' fees | | 750,000 | - | 430,555 | - |
| Charges on loan losses | | 109,642,716 | - | 109,642,716 | - |
| Depreciation and repair of bank's assets | | 239,895,291 | 249,614,927 | 122,584,965 | 124,246,482 |
| Other expenses | | 368,063,633 | 344,228,854 | 173,527,822 | 194,913,291 |
| Total operating expenses | | 2,456,317,018 | 2,387,365,079 | 1,316,597,898 | 1,237,931,158 |
| Profit/(Loss) before provision | | 1,550,673,155 | 2,258,808,971 | 639,680,151 | 1,270,320,641 |
| Provision for loans, investments and other assets | | | | | |
| Provision for loans and advance | | 503,154,826 | 1,101,070,674 | 253,232,097 | 309,756,420 |
| Provision for diminution in value of investments | | 136,387,225 | (188,933,141) | 20,205,262 | 87,256,034 |
| Other provisions | | 11,728,123 | 1,529,637 | 7,615,134 | (11,231,419) |
| Total Provision | | 651,270,174 | 913,667,170 | 281,052,493 | 385,781,035 |
| Profit/(Loss) before taxes | | 899,402,981 | 1,345,141,801 | 358,627,658 | 884,539,606 |
| Provision for taxation | | | | | |
| Current tax | | 375,000,000 | 840,000,000 | 25,000,000 | 520,000,000 |
| Deferred tax expense/(income) | | 150,731,114 | (176,077,606) | 225,873,157 | (68,432,462) |
| | | 525,731,114 | 663,922,394 | 250,873,157 | 451,567,538 |
| Net profit after taxation | | 373,671,867 | 681,219,407 | 107,754,501 | 432,972,068 |
| Retained earnings brought forward from previous year | | 3,184,939,855 | 2,269,105,114 | 3,450,857,220 | 2,517,352,453 |
| | | 3,558,611,722 | 2,950,324,521 | 3,558,611,722 | 2,950,324,521 |
| Earnings Per Share (EPS) [Q2 2017 restated] | | 0.28 | 0.51 | 0.08 | 0.32 |

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

| | | | | |
|-------------------------------------|-------------------------------|-------------------------------------|-------------------|-------------------|
| Sd/- | Sd/- | Sd/- | Sd/- | Sd/- |
| _____ Chief Financial Officer | _____ Company Secretary | _____ Managing Director & CEO | _____ Director | _____ Director |

30 July 2018
Dhaka

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED
Condensed Separate Cash Flow Statement (Un-audited)
for the 2nd Quarter ended 30 June 2018

Amount in BDT

| Particulars | 1 January to 30 June 2018 | 1 January to 30 June 2017 |
|---|------------------------------|------------------------------|
| A. Cash flows from operating activities | | |
| Interest received | 9,835,654,365 | 7,577,957,846 |
| Interest payments | (6,162,881,475) | (4,159,133,430) |
| Dividend received | 32,118,076 | 48,240,364 |
| Fees and commission received | 797,195,864 | 853,201,243 |
| Recoveries of loans and advances previously written-off | 95,149,312 | 68,141,575 |
| Cash payments to employees | (1,445,022,114) | (1,336,872,119) |
| Cash payments to suppliers | (144,215,431) | (189,750,845) |
| Income taxes paid | (705,562,966) | (566,704,045) |
| Receipts from other operating activities | 209,883,084 | 273,132,373 |
| Payments for other operating activities | (820,826,972) | (747,256,706) |
| Operating cash flows before changing in operating assets and liabilities | 1,691,491,744 | 1,820,956,256 |
| Increase/(decrease) in operating assets and liabilities | | |
| Statutory deposits | - | - |
| Loans and advances to other banks | - | - |
| Loans and advances to customers | (12,340,277,646) | (19,515,861,560) |
| Other assets | 74,173,004 | (300,979,562) |
| Deposits from other banks | (10,904,501,712) | 11,691,430,000 |
| Deposits from customers | 23,748,112,089 | 10,308,299,307 |
| Other liabilities | 113,748,233 | 6,323,243 |
| | 691,253,968 | 2,189,211,428 |
| Net cash flows from/(used in) operating activities | 2,382,745,713 | 4,010,167,685 |
| B. Cash flows from investing activities | | |
| Net proceeds/(payments) from sale/(purchase) of Government securities | (3,435,427,228) | (616,404,452) |
| Net proceeds/(payments) from sale/(purchase) of securities | (128,038,399) | 594,196,383 |
| Purchase of property, plant & equipment | (2,093,689,828) | (118,206,916) |
| Proceeds from sale of property, plant & equipment | 1,169,308 | 715,996 |
| Net cash flows from/(used in) investing activities | (5,655,986,148) | (139,698,989) |
| C. Cash flows from financing activities | | |
| Borrowing from other banks, financial institution and agents | 851,359,110 | 2,371,011,254 |
| Payment against lease obligation | (1,523,161) | (1,902,377) |
| Net cash flows from/(used in) financing activities | 849,835,949 | 2,369,108,877 |
| D. Net increase/(decrease) in cash (A+B+C) | (2,423,404,486) | 6,239,577,572 |
| E. Effects of exchange rate changes on cash and cash equivalents | 3,538,837 | 68,201,262 |
| F. Opening balance of cash and cash equivalents | 29,936,265,327 | 23,079,649,534 |
| G. Closing balance of cash and cash equivalents (D+E+F) | 27,516,399,679 | 29,387,428,369 |
| Closing cash and cash equivalents | | |
| Cash in hand | 2,346,786,046 | 2,610,127,700 |
| Balance with Bangladesh Bank and its agents bank | 14,880,352,222 | 13,276,718,476 |
| Balance with other banks and financial institutions | 7,245,221,711 | 12,235,925,593 |
| Money at call and on short notice | 3,040,000,000 | 1,260,000,000 |
| Prize bonds | 4,039,700 | 4,656,600 |
| | 27,516,399,679 | 29,387,428,369 |
| Net Operating Cash Flow Per Share (NOCFPS) | 1.78 | 3.00 |

INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED
Condensed Separate Statement of Changes in Equity (Un-audited)
for the 2nd Quarter ended 30 June 2018

Amount in BDT

| Particulars | Paid up capital | Statutory reserve | General reserve | Revaluation reserve against securities | Revaluation reserve against fixed assets | Surplus in profit and loss account | Total |
|---|-----------------------|----------------------|--------------------|--|--|------------------------------------|-----------------------|
| Balance as at 1 January 2018 | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 6,229,549 | 115,314,704 | 3,184,939,855 | 20,539,120,655 |
| Impact of changes in accounting policy | - | - | - | - | - | - | - |
| Restated balance as at 1 January 2018 | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 6,229,549 | 115,314,704 | 3,184,939,855 | 20,539,120,655 |
| Surplus/deficit on account of revaluation of investments | - | - | - | (1,939,298) | - | - | (1,939,298) |
| Effect of foreign currency translation | - | - | - | - | - | - | - |
| Net gain and losses not recognized in the income statement | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 4,290,251 | 115,314,704 | 3,184,939,855 | 20,537,181,356 |
| Net profit for the period | - | - | - | - | - | 373,671,867 | 373,671,867 |
| Balance as at 30 June 2018 | 11,953,024,420 | 5,124,540,729 | 155,071,397 | 4,290,251 | 115,314,704 | 3,558,611,722 | 20,910,853,223 |
| Balance as at 1 January 2017 | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 13,387,424 | 115,314,704 | 2,269,105,114 | 12,840,324,552 |
| Impact of changes in accounting policy | - | - | - | - | - | - | - |
| Restated balance as at 1 January 2017 | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 13,387,424 | 115,314,704 | 2,269,105,114 | 12,840,324,552 |
| Surplus/deficit on account of revaluation of investments | - | - | - | (9,425,415) | - | - | (9,425,415) |
| Net gain and losses not recognized in the income statement | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 3,962,009 | 115,314,704 | 2,269,105,114 | 12,830,899,137 |
| Net profit for the period | - | - | - | - | - | 681,219,407 | 681,219,407 |
| Balance as at 30 June 2017 | 5,638,219,070 | 4,649,226,843 | 155,071,397 | 3,962,009 | 115,314,704 | 2,950,324,521 | 13,512,118,544 |

**Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018**

1 Legal status and nature of the Bank

1.1 IFIC Bank Limited

IFIC Bank Limited denoted as International Finance Investment and Commerce Bank Limited (hereinafter referred to as "the Bank" / "IFIC"), started its journey in 1976 at the instance of the Government as a joint venture between the Government of Bangladesh and sponsors in the private sector with the objective of working as a finance company. In 1983 when the Government allowed to open up banking in the private sector, the finance company was converted into a full fledged commercial bank and incorporated as a public limited company in Bangladesh under the Companies Act 1913, currently governed under the Banking Companies Act 1991 as amended and rules and regulations issued by Bangladesh Bank. The registered office and principal place of business of the Bank is situated at IFIC Tower, 61, Purana Paltan, Dhaka -1000. Its shares are listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. Directors and Sponsors hold 38.67% share including 32.75% of the Government of the People's Republic of Bangladesh and the remaining 61.33% share held by the institutions, foreign and general investors.

The Bank has 144 branches and 71 own ATM booths with 88 ATMs as on 30 June 2018. The Bank has an Off-shore Banking Unit (OBU) located at Dhaka and also two subsidiary companies namely IFIC Securities Limited and IFIC Money Transfer (UK) Limited (hereinafter together referred to as "the Group"). Moreover, the Bank has investment in two joint venture/associate companies in abroad namely Nepal Bangladesh Bank Limited, Nepal and Oman Exchange LLC, Oman. The Bank has also investment in another Bank in abroad namely MCB Bank Limited, Pakistan.

1.2 Nature of business activities

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

1.3 Off-shore Banking Unit (OBU)

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

2 Basis of preparation and significant accounting policies

2.1 Basis of preparation

2.1.1 Statement of compliance

The condensed separate financial statements of the Bank and the consolidated financial statements of the Group comprising the Bank and its subsidiaries & associates as at and for the 2nd quarter ended 30 June 2018 have been prepared on a going concern basis in accordance with "IAS: 34 Interim Financial Reporting", the "First Schedule" (section 38) of the Bank Companies Act 1991 as amended, BRPD Circular # 14 dated 25 June, 2003, other Bangladesh Bank Circulars, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), Bangladesh Securities and Exchange Rules 1987 and notifications time to time, the Companies Act 1994, Financial Reporting Act 2015, listing regulations of Dhaka and Chittagong Stock Exchanges', except in the circumstances where local regulations differ, and with other applicable laws and regulations applicable in Bangladesh. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Bank since the last annual consolidated and separate financial statements as at and for the year ended 31 December 2017. These condensed consolidated and separate interim financial statements does not include all the information required for full annual financial statements prepared in accordance with International Financial Reporting Standards (IFRS).

2.1.2 Reporting period

These condensed consolidated and separate financial statements cover 2nd quarter from 1 January to 30 June 2018 which has been followed consistently over the years. The reporting period of the subsidiaries and other two joint ventures/associates are also same as that of the Parent i.e. IFIC Bank except NBBL. However the reporting period for financial statements of NBBL has been adjusted with regard to the reporting period of the Parent.

2.1.3 Date of authorization

The condensed consolidated and separate interim financial report of the Bank have been authorized for issue by the Board of Directors on 30 July 2018.

2.1.4 Functional and presentation currency

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

2.2 Significant accounting policies

The accounting policies applied by the Bank in this condensed consolidated and separate interim financial statements are the same as those applied by the Bank in its consolidated and separate financial statements as at and for the year ended 31 December 2017.

2.3 Comparatives and reclassification

Comparative information have been disclosed in respect of 2017 for all numerical information in the condensed consolidated and separate financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's interim financial statements.

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

2.4 Events after the reporting period

Stock dividend

Shareholders of the Bank has approved 12% stock dividend in the 41th Annual General Meeting of the Bank held on 24 June 2018 for the year ended 31 December 2017, which was recommended by the Board of Directors in its 724th Meeting held on 10 April 2018. The approved stock dividend were credited to the eligible shareholders' BO Account through CDBL on 8 July 2018. As a result total paid up capital of the Bank stands at BDT 13,387,387,350 (1,338,738,735 no. of shares) as at 8 July 2018. Necessary adjustment was made in Earnings Per Share (EPS) presented in the Financial Statement for the 2nd quarter ended 30 June 2018 as per IAS 33: *Earnings Per Share*. Net Asset Value per Share and Net Operating Cash Flow Per Share (NOCFPS) also restated accordingly.

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

| | | Amount in BDT | |
|------------|---|-----------------------|-----------------------|
| | | 30 June 2018 | 31 December 2017 |
| 3 | Cash | | |
| | Cash in hand (including foreign currency) | 2,346,786,046 | 2,242,987,643 |
| | Balance with Bangladesh Bank and its agent bank(s) (including foreign currency) | 14,880,352,222 | 13,235,784,939 |
| | | 17,227,138,268 | 15,478,772,582 |
| 3.a | Consolidated cash in hand (including foreign currency) | | |
| | IFIC Bank Limited | 3 2,346,786,046 | 2,242,987,643 |
| | IFIC Securities Limited | 14,280 | 7,105 |
| | IFIC Money Transfer (UK) Limited | 7,775,462 | 8,773,824 |
| | | 2,354,575,788 | 2,251,768,572 |
| 3.b | Consolidated Balance with Bangladesh Bank and its agent bank(s) (including foreign currency) | | |
| | IFIC Bank Limited | 3 14,880,352,222 | 13,235,784,939 |
| | IFIC Securities Limited | - | - |
| | IFIC Money Transfer (UK) Limited | - | - |
| | | 14,880,352,222 | 13,235,784,939 |
| | | 17,234,928,010 | 15,487,553,511 |
| 4 | Balance with other banks and financial institutions | | |
| | In Bangladesh | 4,591,008,659 | 8,068,534,921 |
| | Outside Bangladesh | 2,654,213,052 | 2,554,984,924 |
| | | 7,245,221,711 | 10,623,519,845 |
| 4.a | Consolidated balance with other banks and financial institutions In Bangladesh | | |
| | IFIC Bank Limited | 4 4,591,008,659 | 8,068,534,921 |
| | IFIC Securities Limited | 108,838,573 | 95,242,495 |
| | IFIC Money Transfer (UK) Limited | - | - |
| | | 4,699,847,232 | 8,163,777,416 |
| | Less: Inter -company transaction | 108,838,573 | 95,242,494 |
| | | 4,591,008,659 | 8,068,534,922 |
| 4.b | Outside Bangladesh | | |
| | IFIC Bank Limited | 4 2,654,213,052 | 2,554,984,924 |
| | IFIC Securities Limited | - | - |
| | IFIC Money Transfer (UK) Limited | - | - |
| | | 2,654,213,052 | 2,554,984,924 |
| | Less: Inter -company transaction | - | - |
| | | 2,654,213,052 | 2,554,984,924 |
| | | 7,245,221,711 | 10,623,519,846 |
| 5 | Investments | | |
| | Government Securities | 5.1 27,377,137,672 | 23,943,582,942 |
| | Other Investments | 4,042,597,699 | 3,914,559,300 |
| | | 31,419,735,371 | 27,858,142,242 |
| 5.1 | Government securities | | |
| | Treasury bills | 11,909,581,228 | 8,371,890,078 |
| | Treasury bonds | 10,963,660,244 | 12,868,944,062 |
| | Bangladesh Bank bills | 4,499,856,500 | 2,698,775,902 |
| | Prize bond | 4,039,700 | 3,972,900 |
| | Debentures | - | - |
| | | 27,377,137,672 | 23,943,582,942 |

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

| | | Amount in BDT | |
|---|------|------------------------|------------------------|
| | Note | 30 June 2018 | 31 December 2017 |
| 5.a Consolidated investments | | | |
| Government Securities | | | |
| IFIC Bank Limited | 5.1 | 27,377,137,672 | 23,943,582,942 |
| IFIC Securities Limited | | - | - |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 27,377,137,672 | 23,943,582,942 |
| 5.b Consolidated other investments | | | |
| IFIC Bank Limited | 5 | 4,042,597,699 | 3,914,559,300 |
| IFIC Securities Limited | | 86,829,735 | 86,482,525 |
| IFIC Money Transfer (UK) Limited | | - | - |
| Less: Book value of investment in joint venture/associate-NBBL | | (2,406,821,109) | (2,383,257,623) |
| Less: Book value of investment in joint venture/associate -OE LLC | | (19,025,177) | (18,797,875) |
| Add: Investment in NBBL under equity method | | 3,852,259,433 | 3,696,288,544 |
| Add: Investment in OE LLC under equity method | | 51,244,936 | 52,019,550 |
| | | 5,607,085,518 | 5,347,294,421 |
| | | 32,984,223,190 | 29,290,877,363 |
| 6 Loans and advances | | | |
| Loans, cash credit, overdraft etc. | 6.1 | 178,179,177,824 | 167,561,290,347 |
| Bill purchased and discounted | 7 | 13,513,694,168 | 11,702,916,400 |
| | | 191,692,871,992 | 179,264,206,747 |
| 6.1 Loans, cash credit, overdraft etc. | | | |
| Inside Bangladesh | | | |
| Term loan | | 62,590,154,935 | 58,799,288,577 |
| Agricultural loan | | 3,314,075,670 | 3,371,120,066 |
| House building loans | | 30,824,462,730 | 28,602,090,173 |
| Staff loan | | 1,662,756,410 | 1,757,091,256 |
| Transport loan | | 226,491,359 | 283,941,559 |
| Loan general | | 3,293,860,630 | 2,907,043,082 |
| Demand loan, overdrafts, cash credit | | 69,279,942,665 | 64,631,647,679 |
| Loan against imported merchandise (LIM) | | - | - |
| Loan against trust receipt (LTR) | | 5,857,054,099 | 6,045,961,917 |
| Lease Finance | | 514,842,268.00 | 603,861,134.00 |
| | | 177,563,640,766 | 167,002,045,443 |
| Off-shore banking unit | | 615,537,058 | 559,244,904 |
| | | 178,179,177,824 | 167,561,290,347 |
| 6.a Consolidated loans and advance | | | |
| Loans, cash credit, overdraft etc. | | | |
| IFIC Bank Limited | 6.1 | 178,179,177,824 | 167,561,290,347 |
| IFIC Securities Limited | | 3,999,039,223 | 4,031,904,359 |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 182,178,217,047 | 171,593,194,706 |
| Less: Inter-company transactions | | - | - |
| | | 182,178,217,047 | 171,593,194,706 |
| 7 Bills purchased and discounted | | | |
| Payable in Bangladesh | | 12,827,272,487 | 11,029,263,524 |
| Payable outside Bangladesh | | 686,421,681 | 673,652,876 |
| | | 13,513,694,168 | 11,702,916,400 |

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

Amount in BDT

| | Note | 30 June 2018 | 31 December 2017 |
|--|------|-----------------------|-----------------------|
| 7.a Consolidated bills purchased and discounted | | | |
| IFIC Bank Limited | 7 | 13,513,694,168 | 11,702,916,400 |
| IFIC Securities Limited | | - | - |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 13,513,694,168 | 11,702,916,400 |
| 8 Fixed assets including premises, furniture and fixtures | | | |
| Cost/revalued: | | | |
| Land | | 2,422,319,559 | 475,118,759 |
| Buildings and premises | | 1,902,617,204 | 1,902,617,204 |
| Wooden furniture | | 253,402,129 | 249,945,814 |
| Steel furniture | | 66,470,630 | 65,205,635 |
| Computer equipment | | 745,786,795 | 737,808,649 |
| Office equipment | | 224,882,421 | 219,597,186 |
| Electrical & gas equipment | | 811,279,800 | 796,346,586 |
| Leasehold improvement | | 276,592,670 | 261,520,676 |
| Vehicles | | 134,040,330 | 119,768,760 |
| Leased vehicles | | 47,600,000 | 47,600,000 |
| Soft furnishing | | 11,887,368 | 11,468,191 |
| Software | | 547,308,966 | 542,871,430 |
| | | 7,444,187,872 | 5,429,868,890 |
| Capital work in progress | | 293,886,502 | 232,657,045 |
| | | 7,738,074,373 | 5,662,525,935 |
| Less: Accumulated depreciation | | 2,258,758,918 | 2,134,141,897 |
| Written down value | | 5,479,315,455 | 3,528,384,037 |
| 8.a Consolidated fixed assets including premises, furniture and fixtures | | | |
| IFIC Bank Limited | 8 | 5,479,315,455 | 3,528,384,037 |
| IFIC Securities Limited | | 4,637,369 | 5,055,648 |
| IFIC Money Transfer (UK) Limited | | 4,772,878 | 5,898,408 |
| | | 5,488,725,702 | 3,539,338,093 |
| 9 Other Assets | | | |
| Stationery and stamps | | 36,959,467 | 35,525,576 |
| Suspense account | | 828,498,405 | 1,002,872,721 |
| Advance, deposit and prepayments | | 7,662,304,058 | 6,804,282,523 |
| Accrued interest & other income receivable | | 1,003,915,832 | 901,974,973 |
| Investment in subsidiaries | | 2,232,919,480 | 2,233,231,960 |
| Deferred tax assets | 9.1 | 962,217,796 | 1,112,948,910 |
| Revaluation account FDBP | | 1,791,292 | 1,791,292 |
| Receivable others | | 38,674,226 | 38,742,987 |
| | | 12,767,280,556 | 12,131,370,942 |
| Off-shore banking unit | | 150,364,106 | 161,070,610 |
| | | 12,917,644,662 | 12,292,441,552 |
| 9.1 Deferred tax assets | | | |
| Deferred tax assets have been recognized and measured as per Bangladesh Accounting Standards (BAS)-12: Income Taxes and BRPD Circular no. 11 dated 12 December 2011 based on temporary difference in the carrying amount of the assets and liabilities in the financial statements and its tax base. Calculation of deferred tax assets is as follows: | | | |
| Deferred tax assets | | 1,177,294,551 | 1,334,667,576 |
| Deferred tax liabilities | | (215,076,755) | (221,718,666) |
| Deferred tax assets/(liabilities) | | 962,217,796 | 1,112,948,910 |
| i) Deferred tax on provision for loans and advances classified as doubtful and bad & loss | | | |
| Carrying amount | | 3,139,452,136 | 3,336,668,941 |
| Tax base | | - | - |
| Deductible/(taxable) temporary difference | | 3,139,452,136 | 3,336,668,941 |
| Tax rate | | 37.50% | 40.00% |
| Closing deferred tax assets/(liabilities) | | 1,177,294,551 | 1,334,667,576 |
| Opening deferred tax assets/(liabilities) | | 1,334,667,576 | 862,970,743 |
| Deferred tax (expense)/income (A) | | (157,373,026) | 471,696,833 |

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

Amount in BDT

| | Note | 30 June 2018 | 31 December 2017 |
|--|------|------------------------|------------------------|
| ii) Deferred tax on fixed assets | | | |
| Carrying amount | | 2,739,438,245 | 2,792,370,798 |
| Tax base | | 2,165,900,233 | 2,238,074,133 |
| Deductible/(Taxable) temporary difference | | 573,538,012 | 554,296,665 |
| Tax rate | | 37.50% | 40.00% |
| Closing deferred tax assets/(liabilities) | | (215,076,755) | (221,718,666) |
| Opening deferred tax assets/(liabilities) | | (221,718,666) | (200,661,955) |
| Deferred tax (expense)/income (B) | | 6,641,912 | (21,056,711) |
| Deferred tax (expense)/income (A+B) | | (150,731,114) | 450,640,122 |
| 9.a Consolidated other assets | | | |
| IFIC Bank Limited | 9 | 12,917,644,662 | 12,292,441,552 |
| Less: Investment in IFIC Securities Limited | | 2,199,994,000 | 2,199,994,000 |
| Less: Investment in IFIC Money Transfer (UK) Limited | | 32,925,480 | 33,237,960 |
| | | 10,684,725,182 | 10,059,209,592 |
| IFIC Securities Limited | | 255,337,453 | 217,744,800 |
| IFIC Money Transfer (UK) Limited | | 2,233,226 | 637,061 |
| | | 10,942,295,861 | 10,277,591,453 |
| 10 Borrowing from other banks, financial Institutions and agents | | | |
| In Bangladesh | | 7,900,022,450 | 6,404,087,443 |
| Outside Bangladesh | | 1,424,917,408 | 2,069,493,305 |
| | | 9,324,939,858 | 8,473,580,748 |
| 10.a Consolidated borrowing from other banks, Financial institutions and agents | | | |
| In Bangladesh | | | |
| IFIC Bank Limited | 10 | 7,900,022,450 | 6,404,087,443 |
| IFIC Securities Limited | | - | - |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 7,900,022,450 | 6,404,087,443 |
| Less: Inter-company transactions | | - | - |
| | | 7,900,022,450 | 6,404,087,443 |
| Outside Bangladesh | | | |
| IFIC Bank Limited | 10 | 1,424,917,408 | 2,069,493,305 |
| IFIC Securities Limited | | - | - |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 1,424,917,408 | 2,069,493,305 |
| | | 9,324,939,858 | 8,473,580,748 |
| 11 Deposits and other accounts | | | |
| Current deposit and other accounts | | 35,860,482,126 | 30,668,116,838 |
| Bills payable | | 2,722,581,283 | 2,238,152,090 |
| Savings bank deposits | | 24,289,108,731 | 27,058,321,723 |
| Fixed Deposits | | 150,985,955,793 | 140,241,074,828 |
| | | 213,858,127,933 | 200,205,665,479 |
| 11.a Consolidated deposits and other accounts | | | |
| IFIC Bank Limited | 11 | 213,858,127,933 | 200,205,665,479 |
| IFIC Securities Limited | | 33,495,485 | 38,256,850 |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 213,891,623,418 | 200,243,922,330 |
| Less: Inter -company transactions | | 108,838,573 | 95,242,494 |
| | | 213,782,784,845 | 200,148,679,835 |

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

| | | Amount in BDT | |
|--|------|-----------------------|-----------------------|
| | Note | 30 June 2018 | 31 December 2017 |
| 12 Other liabilities | | | |
| Provision for loans and advance | | 5,864,630,990 | 5,908,672,674 |
| Provision for diminution in value of investments | | 475,944,758 | 339,557,533 |
| Provision for others | | 361,652,328 | 349,924,205 |
| Provision for taxation | | 8,390,537,189 | 7,972,933,786 |
| Interest suspense accounts | | 5,794,268,501 | 4,953,004,400 |
| Incentive bonus | | 8,384,593 | 251,000,000 |
| Rebate to good borrowers | | 51,870,000 | 51,870,000 |
| Interest payable on borrowing and bond | | 50,385,949 | 53,840,584 |
| Accrued expenses | | 75,307,205 | 37,845,053 |
| Withholding Tax payable to government * | | 156,423,756 | 244,417,451 |
| Withholding VAT payable to government * | | 63,337,683 | 56,486,370 |
| Excise duty payable to government * | | 7,712,075 | 164,385,378 |
| Dividend | | 2,814,447 | 2,814,447 |
| Revaluation of investment abroad | | 30,946,297 | 30,946,297 |
| Exporter's cash assistance | | - | - |
| Oman Exchange LLC | | 104,434 | 1,656,242 |
| Sale proceeds of PSP & TC | | 328,663,606 | 1,527,464 |
| Buying house commission | | 28,440,564 | 20,535,151 |
| Recovery on court cases | | 7,245,092 | 7,170,350 |
| Matured deposits | | 44,765,353 | 32,564,985 |
| Govt. RMG fund * | | 1,092,814 | 1,123,970 |
| Others | | 56,953,613 | 48,298,583 |
| | | 21,801,481,246 | 20,530,574,923 |
| * Subsequently deposited to government exchequer. | | | |
| 12.a Consolidated other liabilities | | | |
| IFIC Bank Limited | 12 | 21,801,481,246 | 20,530,574,923 |
| IFIC Securities Limited | | 1,955,887,492 | 1,952,790,227 |
| IFIC Money Transfer (UK) Limited | | 12,273,412 | 8,657,490 |
| | | 23,769,642,150 | 22,492,022,640 |
| 13 Share Capital | | | |
| 13.1 Authorized Capital | | | |
| 2,000,000,000 ordinary shares of Taka 10 each | | 20,000,000,000 | 20,000,000,000 |
| 13.2 Issued, subscribed and fully paid up capital | | | |
| 8,000,000 ordinary shares of Taka 10 each issued for cash | | 80,000,000 | 80,000,000 |
| 4,400,000 ordinary shares of Taka 10 each issued as rights share | | 44,000,000 | 44,000,000 |
| 563,821,907 ordinary shares of Taka 10 each issued as rights share | | 5,638,219,070 | 5,638,219,070 |
| 619,080,535 ordinary shares of Taka 10 each issued for bonus share | | 6,190,805,350 | 6,190,805,350 |
| | | 11,953,024,420 | 11,953,024,420 |
| 13.3 Issued, subscribed and fully paid up Capital-Shareholders' Category | | | |
| 803,858,133 [Year 2017: 803,858,133] ordinary shares of Taka 10 each fully paid held by the Sponsors, Directors, Institutions, Foreign investors & General Public. | | 8,038,581,330 | 8,038,581,330 |
| 391,444,309 [Year 2017: 391,444,309] ordinary shares of Taka 10 each fully paid held by the Government of the People's Republic of Bangladesh. | | 3,914,443,090 | 3,914,443,090 |
| | | 11,953,024,420 | 11,953,024,420 |

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

| | | Amount in BDT | |
|---|------|----------------------|----------------------|
| | Note | 30 June 2018 | 30 June 2017 |
| 14 Interest income | | | |
| Term loan | | 2,545,116,868 | 1,903,403,764 |
| House building loan | | 1,599,079,609 | 942,919,149 |
| Staff loan | | 33,433,285 | 35,688,437 |
| Transport loan | | 18,703,117 | 26,810,198 |
| Agricultural Loan | | 106,898,108 | 95,285,993 |
| Loan general | | 73,290,100 | 56,182,929 |
| Overdraft | | 2,028,895,113 | 1,439,576,831 |
| Cash credit | | 1,320,570,253 | 1,302,481,849 |
| Lease finance | | 36,661,733 | 37,065,828 |
| Documentary bill purchased (Inland & Foreign) | | 88,380,434 | 83,032,909 |
| Payment against documents | | 279,730,515 | 202,075,964 |
| Loan against imported merchandise | | - | 4,576,285 |
| Loan against trust receipt (LTR) | | 370,648,168 | 301,439,767 |
| Credit card | | 19,626,472 | 16,006,982 |
| Balance with other banks and financial institutions | | 141,278,037 | 78,237,262 |
| Demand loan | | 295,329,949 | 227,234,624 |
| Others | | 24,349,359 | 15,752,296 |
| | | 8,981,991,120 | 6,767,771,067 |
| Off-shore banking unit | | 1,968,523 | 5,815,537 |
| | | 8,983,959,643 | 6,773,586,604 |
| 14.a Consolidated interest income | | | |
| IFIC Bank Limited | 14 | 8,983,959,643 | 6,773,586,604 |
| IFIC Securities Limited | | 23,015,147 | 62,321,635 |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 9,006,974,790 | 6,835,908,239 |
| Less: Inter-company interest income | | - | - |
| | | 9,006,974,790 | 6,835,908,239 |
| 15 Interest paid on deposits, borrowings etc. | | | |
| Interest paid on deposits | | 6,701,913,514 | 3,910,269,640 |
| Interest paid on borrowings | | 267,888,563 | 257,284,440 |
| | | 6,969,802,077 | 4,167,554,080 |
| 15.a Consolidated interest paid on deposits, borrowings etc. | | | |
| IFIC Bank Limited | 15 | 6,969,802,077 | 4,167,554,080 |
| IFIC Securities Limited | | - | 9,641,236 |
| IFIC Money Transfer (UK) Limited | | - | - |
| | | 6,969,802,077 | 4,177,195,316 |
| Less: Inter -company interest paid | | - | - |
| | | 6,969,802,077 | 4,177,195,316 |
| 16 Investment income | | | |
| Interest income | | 953,635,582 | 882,739,222 |
| Non interest income | | 32,125,326 | 50,403,502 |
| | | 985,760,908 | 933,142,724 |
| 16.a Consolidated investment income | | | |
| IFIC Bank Limited | 16 | 985,760,908 | 933,142,724 |
| IFIC Securities Limited | | 8,371,392 | 51,182,288 |
| IFIC Money Transfer (UK) Limited | | - | - |
| Less: Dividend received from associates (NBBL) | | - | (15,561,641) |
| Less: Dividend received from associate (OE LLC) | | - | - |
| | | 994,132,300 | 968,763,372 |

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

| | | Amount in BDT | |
|--|------|----------------------|----------------------|
| | Note | 30 June 2018 | 30 June 2017 |
| 17 Commission, exchange and brokerage | | | |
| Commission | | 430,893,815 | 428,620,630 |
| Exchange gain/(loss) | | 366,302,049 | 424,580,613 |
| | | 797,195,864 | 853,201,243 |
| 17.a Consolidated commission, exchange and brokerage | | | |
| IFIC Bank Limited | 17 | 797,195,864 | 853,201,243 |
| IFIC Securities Limited | | 8,997,158 | 48,464,366 |
| IFIC Money Transfer (UK) Limited | | 10,255,260 | 12,820,332 |
| Less: Exchange (gain)/loss for investment in associate (NBBL) | | (23,563,486) | (31,982,976) |
| Less: Exchange (gain)/loss for investment in associate (OE LLC) | | (227,302) | (430,533) |
| | | 792,657,494 | 882,072,432 |
| 18 Salaries and allowances | | | |
| Basic salary | | 531,221,952 | 519,745,937 |
| House rent allowance | | 231,956,272 | 230,509,483 |
| Conveyance allowance | | 28,107,278 | 21,899,089 |
| Medical allowances | | 51,643,514 | 50,693,393 |
| Entertainment allowance | | 29,007,717 | 32,389,651 |
| Other allowances | | 51,702,627 | 36,526,620 |
| Leave encashment | | 3,755,074 | 3,528,807 |
| Festival bonus | | 103,693,657 | 102,218,978 |
| Leave fare assistant | | 53,254,606 | 54,840,868 |
| Provident fund- Bank's contribution | | 50,504,010 | 49,922,308 |
| Contribution to gratuity fund | | 60,000,000 | 75,000,000 |
| | | 1,194,846,707 | 1,177,275,134 |
| Number of employees for the 2 nd quarter ended 30 June 2018 who were paid remuneration less than Tk. 36,000 was nil (Q2 2017: nil). Total number of employees employed in the Bank at the 2 nd quarter ended 30 June 2018 were 2,482 (Q2 2017: 2,526). | | | |
| 18.a Consolidated salaries and allowances | | | |
| IFIC Bank Limited | 18 | 1,194,846,707 | 1,177,275,134 |
| IFIC Securities Limited | | 6,110,153 | 6,799,600 |
| IFIC Money Transfer (UK) Limited | | 4,211,535 | 3,921,052 |
| | | 1,205,168,395 | 1,187,995,786 |
| 19 Rent, taxes, insurance, electricity etc. | | | |
| Rent paid | | 228,704,804 | 217,696,413 |
| Rates & taxes | | 9,110,967 | 3,665,514 |
| Insurance premium | | 88,569,797 | 78,637,847 |
| Electricity & water | | 37,401,793 | 35,748,492 |
| | | 363,787,361 | 335,748,266 |
| 19.a Consolidated rent, taxes, insurance, electricity etc. | | | |
| IFIC Bank Limited | 19 | 363,787,361 | 335,748,266 |
| IFIC Securities Limited | | 3,256,130 | 3,290,351 |
| IFIC Money Transfer (UK) Limited | | 3,241,399 | 3,780,757 |
| | | 370,284,890 | 342,819,374 |
| 20 Earnings Per Share (EPS)* | | | |
| Net profit after tax | | 373,671,867 | 681,219,407 |
| Number of ordinary shares outstanding | 2.4 | 1,338,738,735 | 1,338,738,735 |
| Earning Per Share (EPS) | | 0.28 | 0.51 |
| 20.a Consolidated Earnings Per Share (EPS)* | | | |
| Net profit after tax attributable to equity holders of the Bank | | 570,592,249 | 832,439,769 |
| Number of ordinary shares outstanding | 2.4 | 1,338,738,735 | 1,338,738,735 |
| Consolidated Earning Per Share (EPS) | | 0.43 | 0.62 |

Notes to the Condensed Interim Financial Report
as at and for the 2nd Quarter ended 30 June 2018

| | | Amount in BDT | |
|-------------|--|----------------|----------------|
| | | 30 June 2018 | 30 June 2017 |
| 21 | Net Operating Cash Flow per Share* | | |
| | Net cash flows from operating activities | 2,382,745,713 | 4,010,167,685 |
| | Number of ordinary shares outstanding | 1,338,738,735 | 1,338,738,735 |
| | Net Operating Cash Flow per Share | 1.78 | 3.00 |
| 21.a | Consolidated Net Operating Cash Flow per Share* | | |
| | Consolidated net cash flows from operating activities | 2,376,197,588 | 4,338,918,517 |
| | Number of ordinary shares outstanding | 1,338,738,735 | 1,338,738,735 |
| | Consolidated Net Operating Cash Flow per Share | 1.77 | 3.24 |
| 22 | Net Asset Value (NAV) per Share* | | |
| | Net assets value at the end of the period | 20,910,853,223 | 13,512,118,544 |
| | Number of ordinary shares outstanding | 1,338,738,735 | 1,338,738,735 |
| | Net Asset Value (NAV) per Share | 15.62 | 10.09 |
| 23.a | Consolidated Net Asset Value (NAV) per Share* | | |
| | Net assets value at the end of the period attributable to equity holders of the Bank | 22,623,406,912 | 14,846,676,508 |
| | Number of ordinary shares outstanding | 1,338,738,735 | 1,338,738,735 |
| | Consolidated Net Asset Value (NAV) per Share | 16.90 | 11.09 |

* Previous period's figure has been restated.