

# Financial Statements

## For the period ended 30 September 2023

In compliance with the Regulation 17(3) of the Dhaka and Chittagong Stock Exchanges (Listing) Regulations, 2015, we are pleased to publish Third Quarter (3<sup>rd</sup> Quarter) Un-audited Financial Statements of DBH Finance PLC. as at and for the third quarter ended 30 September 2023 approved by the Board of Directors of the Company in its 143<sup>rd</sup> Meeting held on Monday, October 30, 2023 at 4:00 PM. The following Financial Statements without the detailed notes/ disclosures have been termed as "condensed" in line with the IAS34.

### Balance Sheet (Unaudited)

As at 30 September 2023

Particulars	30 September 2023 Amount (TK)	31 December 2022 Amount (TK)
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>	596,197,171	575,264,085
In hand	89,659	99,203
Balance with Bangladesh Bank and its agent bank	596,107,512	575,164,882
<b>Balance with other banks and financial institutions</b>	20,990,311,725	11,018,065,981
In Bangladesh	20,990,311,725	11,018,065,981
Outside Bangladesh	-	-
<b>Money at call on short notice</b>	-	2,700,000,000
<b>Investments</b>	2,541,320,219	2,516,950,591
Government	1,656,210,215	1,658,567,002
Others	885,110,004	858,383,589
Loans and advances	43,255,135,468	44,535,972,899
Fixed assets including land, building, furniture & equipment	287,543,249	254,482,380
Other assets	435,780,854	145,349,837
<b>Total assets</b>	<b>68,106,288,686</b>	<b>61,746,085,773</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>LIABILITIES</b>		
Borrowings from other banks, financial institutions and agents	10,182,112,983	11,080,141,587
Deposits and other accounts: Fixed deposits	46,811,928,415	40,060,590,590
Other liabilities	2,681,562,047	2,610,392,699
<b>Total liabilities</b>	<b>59,675,603,445</b>	<b>53,751,124,876</b>
<b>SHAREHOLDERS' EQUITY</b>		
Paid-up capital	1,988,901,710	1,949,903,640
Share premium	55,000,000	55,000,000
Statutory reserve	1,933,901,711	1,894,903,641
Other reserves	3,575,040,000	3,575,040,000
Retained earnings	877,841,820	520,113,616
<b>Total shareholders' equity</b>	<b>8,430,685,241</b>	<b>7,994,960,897</b>
<b>Total liabilities and shareholders' equity</b>	<b>68,106,288,686</b>	<b>61,746,085,773</b>
<b>OFF BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Acceptance and endorsements	-	-
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
Total contingent liabilities	-	-
<b>Other commitments</b>		
Documentary credits and short term trade related transaction	-	-
Forward assets purchased and forward deposit placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines and other commitments	-	-
Total other commitments	-	-
<b>Total off balance sheet items including contingent liabilities</b>	<b>-</b>	<b>-</b>
<b>Net Assets Value (NAV) per share (Restated)</b>	<b>42.39</b>	<b>40.20</b>

### Comparative Statement of Information for the Shareholders

Sl	Particulars	As at 30 September 2023	As at 31 December 2022
1	Net Assets Value (NAV) per share (Restated)	42.39	40.20
		For the quarter ended 30 September 2023	For the quarter ended 30 September 2022
2	Earnings Per Share (Restated)	3.66	3.96
3	Net operating cash flow per share (Restated)	43.18	(29.34)

### Profit and Loss Account (Unaudited)

For the quarter ended 30 September 2023

Particulars	Jan to Sep '23 Taka	Jan to Sep '22 Taka	Jul to Sep '23 Taka	Jul to Sep '22 Taka
Interest income	4,406,631,317	3,592,905,864	1,575,882,656	1,204,156,604
Interest paid on deposits and borrowings, etc.	3,046,014,232	2,237,655,101	1,118,256,153	782,779,981
<b>Net interest income</b>	<b>1,360,617,085</b>	<b>1,355,250,763</b>	<b>457,626,503</b>	<b>421,376,623</b>
Income from investment	111,727,694	101,990,090	42,368,090	62,412,597
Commission, exchange & brokerage	120,883,273	135,094,509	34,208,767	42,567,308
Other operating income	15,267,270	16,267,319	5,224,312	3,895,452
<b>Total operating income</b>	<b>1,608,495,322</b>	<b>1,608,602,681</b>	<b>539,427,672</b>	<b>530,251,980</b>
Salary and allowances	310,694,347	284,968,473	93,501,642	89,498,008
Rent, taxes, insurance, electricity, etc.	20,217,164	27,093,431	5,824,926	9,163,335
Legal & professional expenses	15,315,990	13,093,601	3,181,452	2,781,703
Postage, stamp, telecommunication, etc.	6,132,235	6,401,759	2,158,113	2,149,236
Stationery, printing, advertisements, etc.	11,317,272	13,164,870	2,793,075	2,879,961
Managing director's salary and fees	10,300,000	10,300,000	2,700,000	2,700,000
Directors' fees and expenses	717,636	722,758	241,582	241,568
Auditors' fees	431,250	431,250	143,750	109,250
Depreciation, repair & maintenance	53,823,498	53,727,111	19,568,543	17,180,556
Other expenses	54,692,538	47,034,704	16,671,269	15,474,936
<b>Total operating expenses</b>	<b>483,641,930</b>	<b>456,937,957</b>	<b>146,784,352</b>	<b>142,178,553</b>
<b>Profit before provisions</b>	<b>1,124,853,392</b>	<b>1,151,664,724</b>	<b>392,643,320</b>	<b>388,073,427</b>
Provision for				
Loans and advances	(26,211,694)	(137,615,430)	3,039,786	(11,752,530)
Provision for other assets	-	-	(309,435)	-
Diminution in value of investment	3,968,531	77,860,650	6,628,879	20,468,300
Total provisions	(22,243,163)	(59,754,780)	9,359,230	8,715,770
<b>Profit before tax</b>	<b>1,147,096,555</b>	<b>1,211,419,504</b>	<b>383,284,090</b>	<b>379,357,657</b>
Provision for tax				
Current	420,011,973	424,531,369	145,840,811	141,198,771
Deferred	(1,125,307)	251,369	(740,808)	392,085
	418,886,666	424,782,738	145,100,003	141,590,856
<b>Profit after tax</b>	<b>728,209,889</b>	<b>786,636,766</b>	<b>238,184,087</b>	<b>237,766,801</b>
<b>Appropriation</b>				
Statutory reserve	38,998,070	158,616,770	-	48,842,777
Dividend on preference shares	-	-	-	-
Total appropriations	38,998,070	158,616,770	-	48,842,777
<b>Retained surplus</b>	<b>689,211,819</b>	<b>628,019,996</b>	<b>238,184,087</b>	<b>188,924,024</b>
<b>Earnings Per Share (Restated)</b>	<b>3.66</b>	<b>3.96</b>	<b>1.20</b>	<b>1.20</b>

### Selected explanatory notes to the Financial Statements for the quarter ended 30 September 2023

**Reporting:** The 3<sup>rd</sup> quarter Financial Statements have been prepared based on International Accounting Standards (IAS) 34 : "Interim Financial Reporting". These Financial Statements should be read in conjunction with the published Financial Statements for the year ended December 31, 2022 as they provide an update to previously reported information.

**Accounting policies and method of computations:** Accounting policies and method of computations followed in preparing these Financial Statements are in consistent with those used in the annual Financial Statements, prepared and published for the year ended December 31, 2022.

**Earnings Per Share (EPS):** Earnings per share has been calculated based on the number of shares outstanding as of 30 September 2023 and profit for the period from January to September 2023. The number of shares outstanding as of 30 September 2023 was 19,88,90,171. Earnings per share for the preceding period (January to September 2022) has also been calculated based on the same number of shares.

**Subsequent events:** No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of these Financial Statements to make proper evaluation and decision.

**General:** a) Figures appearing in these Financial Statements have been rounded off to the nearest Taka.

b) Previous year's figures have been rearranged where necessary, in order to conform the current period's presentation.

### Cash flow statement (Unaudited)

For the quarter ended 30 September 2023

Particulars	Jan to Sep '23 Amount (TK.)	Jan to Sep '22 Amount (TK.)
<b>Cash flows from operating activities</b>		
Interest receipts in cash	4,333,724,333	3,616,134,269
Interest payments	(2,890,191,201)	(2,252,910,807)
Dividend receipts	18,909,422	31,708,431
Fees and commission receipts in cash	120,883,273	135,094,509
Cash payments to employees, suppliers and various operating expense	(483,422,195)	(445,280,945)
Income tax paid	(354,487,726)	(532,151,643)
Receipts from other operating activities	109,500,678	71,080,974
<b>Cash generated/(utilized) from operating activities before changes in operating assets and liabilities</b>	<b>854,916,584</b>	<b>623,674,788</b>
<b>Increase/(decrease) in operating assets and liabilities</b>		
Loans and advances to customers	1,279,568,615	(283,167,589)
Investment in trading securities	(25,364,909)	(164,011,190)
Other assets	(237,235,105)	(76,123,472)
Deposits from banks and other customers	6,751,337,825	(5,925,020,125)
Interest suspense	(2,380,472)	(726,111)
Other liabilities	(32,664,959)	(10,887,472)
Cash generated/(utilized) from operating assets and liabilities	7,733,260,995	(6,459,935,959)
<b>Net cash from operating activities</b>	<b>8,588,177,579</b>	<b>(5,836,261,171)</b>
<b>Cash flows from investing activities</b>		
Net Proceeds (payments) for sale/purchase of Treasury Bills	2,356,786	(1,864,605,150)
Other investments	3,000,000	1,000,000
Purchase of property, plant & equipment	(6,014,232)	(26,358,862)
Proceeds from disposal of property, plant & equipment	94,652	1,795,304
<b>Net cash generated/(used) from investing activities</b>	<b>(562,793)</b>	<b>(1,888,168,708)</b>
<b>Cash flows from financing activities</b>		
Cash dividend paid	(292,485,546)	(265,895,952)
Net Receipt of Loan & Zero Coupon Bond	(894,495,029)	5,854,627,876
<b>Net cash generated from financing activities</b>	<b>(1,186,980,575)</b>	<b>5,588,731,924</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>7,400,634,211</b>	<b>(2,135,697,955)</b>
Effects of exchange rate changes on cash and cash equivalents	15,950	34,618
<b>Cash and cash equivalents (net off overdraft) at the beginning of the period</b>	<b>14,001,458,055</b>	<b>15,121,649,494</b>
<b>Cash and cash equivalents (net off overdraft) at the end of the period</b>	<b>21,402,108,216</b>	<b>12,985,986,157</b>
<b>Net operating cash flow per share (Restated)</b>	<b>43.18</b>	<b>(29.34)</b>

### Statement of Changes in Equity (Unaudited)

For the quarter ended 30 September 2023

Particulars	Amount In Taka					
	Paid up capital	Share premium	Statutory reserve	General & other reserves	Retained earnings	Total
Balance as on 1 January 2023	1,949,903,640	55,000,000	1,894,903,641	3,575,040,000	520,113,616	7,994,960,897
Net profit (after tax) for the period	-	-	-	-	728,209,889	728,209,889
Transferred to reserve funds	-	-	38,998,070	-	(38,998,070)	-
Stock dividend issued	38,998,070	-	-	-	(38,998,070)	-
Cash dividend payable	-	-	-	-	(292,485,546)	(292,485,546)
<b>Balance as on 30 Sep 2023</b>	<b>1,988,901,710</b>	<b>55,000,000</b>	<b>1,933,901,711</b>	<b>3,575,040,000</b>	<b>877,841,820</b>	<b>8,430,685,241</b>
<b>Balance as on 30 Sep 2022</b>	<b>1,949,903,640</b>	<b>55,000,000</b>	<b>1,852,530,959</b>	<b>3,125,040,000</b>	<b>782,397,305</b>	<b>7,764,871,904</b>

Sd/-  
Chairman

Sd/-  
Director

Sd/-  
Managing Director & CEO

Sd/-  
Chief Financial Officer

Sd/-  
Company Secretary